



CITY OF SAN JOSÉ, CALIFORNIA

MINUTES OF THE JOINT SAN JOSÉ CITY COUNCIL AND REDEVELOPMENT AGENCY BOARD

SAN JOSÉ, CALIFORNIA

TUESDAY, MARCH 22, 2005

The Council of the City of San José convened at 5:35 p.m. to hear Items 8.1 and 8.2 in a Joint Session with the Redevelopment Agency Board in Council Chambers at City Hall.

Present: Council Members - Campos, Chavez, Chirco, Cortese, LeZotte, Pyle, Reed, Williams, Yeager.

Absent: Council Members - Gonzales. (Excused)

JOINT REDEVELOPMENT AGENCY/CITY COUNCIL ITEM

Per Orders of the Day, Item 8.1(a)(2) was considered.

8.1 (a) Adoption of resolutions by the Redevelopment Agency Board:

- (1) Authorizing the Executive Director to negotiate and execute a Loan Agreement with the California Statewide Communities Development Authority (CSCDA) in an amount not-to-exceed \$21,395,000 and a not to exceed interest rate of 7% for the purpose of financing the Agency's FY 2004-05 payment to the Educational Revenue Augmentation Fund (ERAF) in the amount of \$18,626,954; and,
- (2) Approving the information describing the Agency in the Official Statement issued by CSCDA and approving distribution of the final Official Statement.
- (3) Authorizing the Executive Director or his designee to execute the Officer's Certificate containing the Agency's representations regarding the Loan and the issuance of Bonds and to take all other necessary actions.

(b) Adoption of a resolution by the City Council:

- (1) Approving the borrowing of funds by the Agency from the CSCDA; and,
- (2) Acknowledging that the security for the Loan is a first lien on the City's property tax revenue; and,
- (3) Approving the information describing the City in the Official Statement.

[MERGED]

8.1 (Cont'd.)

Documents Filed: Memorandum from Redevelopment Agency Executive Director Harry Mavrogenes, and City Manager Del Borgsdorf dated March 22, 2005, recommending adoption of resolutions.

Public Comment: Lorraine Wallace stated it is a conflict of issues to commit property taxes on this loan. William Garbett spoke in opposition of the Staff recommendation.

Action: Upon motion by Council Member Yeager, seconded by Council Member Campos, and carried unanimously, Redevelopment Agency Board Resolution No. 5592 and Resolution No. 72590, entitled: "A Resolution of the Council of the City of San José Approving the Borrowing of Funds by the Redevelopment Agency of the City of San José From California Statewide Communities Development; Acknowledging that the Security for the Loan is a First Lien on the City's Property Tax Revenue; and Approving the Information Describing the City in the Official Statement", were adopted. (9-0-1. Absent: Gonzales.)

ADJOURNMENT

The Council of the City of San José, and Redevelopment Agency Board adjourned at 5:41 p.m.

CINDY CHAVEZ, VICE MAYOR

ATTEST:

LEE PRICE, CMC, CITY CLERK

smd/03/22/05jtrdamin