

RESOLUTION NO. 73150

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN JOSE AUTHORIZING THE CITY MANAGER TO NEGOTIATE AND EXECUTE AN AGREEMENT WITH CARGILL VALUE INVESTMENTS FOR THE SALE OF THE DESF LOAN PORTFOLIO

WHEREAS, the City has operated a small business loan program called the Development Enhancement Special Fund (DESF) to support small businesses with loan guarantees and direct loans for the benefit of small businesses in the City; and

WHEREAS, the City desires to enhance the economic impact for San Jose's small business community by establishing an Economic Development Catalyst Fund Program ("Program") to provide financial services, technical assistance, and information targeted to job-generating companies with high growth potential; and

WHEREAS, the City desires to assist in the capitalization of the Program by selling the DESF loan portfolio and depositing the proceeds with the Program.

WHEREAS, the City desires to negotiate and execute an agreement with Cargill Value Investments for the sale of the DESF loan portfolio as more fully set forth in the report dated April 12, 2006 from the Director of the Office of Economic Development (Report);

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SAN JOSE THAT:

The City Manager is hereby authorized to negotiate and execute an agreement with Cargill Value Investments for the sale of the DESF loan portfolio as set forth in the Report.

ADOPTED this 2nd day of May, 2006, by the following vote:

AYES: CAMPOS, CHIRCO, CORTESE, LeZOTTE, NGUYEN,
PYLE, REED, WILLIAMS, YEAGER, CHAVEZ

NOES: NONE

ABSENT: GONZALES

DISQUALIFIED: NONE

CINDY CHAVEZ
Vice Mayor

ATTEST:

LEE PRICE, MMC
City Clerk