FILED OFFICE OF THE CITY CLERK OAKLAND

2009 MAY 14 PM 4: 30

Approved as to Form and Legality

Agency Counsel

## REDEVELOPMENT AGENCY OF THE CITY OF OAKLAND

Resolution No. 2009 - 0065 \_\_\_\_\_C.M.S.

AGENCY RESOLUTION AMENDING RESOLUTION NO. 2007-0073 TO INCREASE THE TENANT IMPROVEMENT GRANT TO MANDELA FOODS COOPERATIVE FOR THE REHABILITATION OF ITS GROCERY STORE SITE AT 1420-1430 7<sup>TH</sup> STREET BY AN AMOUNT NOT TO EXCEED \$58,000, FOR A TOTAL GRANT NOT TO EXCEED \$258,000, ALLOCATING WEST OAKLAND REDEVELOPMENT FUNDS FOR THIS PURPOSE, AND AUTHORIZING THE AGENCY ADMINISTRATOR TO AMEND THE EXISTING GRANT AGREEMENT TO REFLECT THE INCREASED FUNDING AMOUNT

**WHEREAS,** in September 2007 the Redevelopment Agency adopted Resolution No. 2007-0073 C.M.S. authorizing a \$200,000 tenant improvement matching grant to Mandela Foods Cooperative for rehabilitation of the property located at 1420-1430 7<sup>th</sup> Street for use as a grocery store; and

WHEREAS, Mandela Foods Cooperative has remained in compliance with the terms of the tenant improvement grant; and

WHEREAS, the West Oakland Project Area Committee (WOPAC) has identified the establishment of a grocery store to serve area residents, and the revitalization of 7<sup>th</sup> Street as priorities for redevelopment activities; and

**WHEREAS**, Mandela Foods Cooperative seeks to fill a need in the West Oakland community by becoming the only grocery store in the area, offering inexpensive fresh produce, meats, dairy products and other grocery items to its customers at the 7<sup>th</sup> Street location, as well as offer nutrition education programs; and

WHEREAS, Mandela Foods Cooperative has incurred cost overruns of \$110,000 in the rehabilitation of its grocery store site to date, and may face additional overruns before the project is complete; and

WHEREAS, in December 2008 the West Oakland Project Area Committee (WOPAC) approved a request by representatives of Mandela Foods Cooperative for a matching grant of up to \$100,000 to cover anticipated cost overruns; and

WHEREAS, Mandela Foods Cooperative's funding needs have been scaled back as expenses were trimmed and actual costs for some construction items are less than anticipated; now, therefore, be it

**RESOLVED:** That Resolution No. 2007-0073 is hereby amended to increase the tenant improvement matching grant by an amount not to exceed \$58,000, allocated from the West Oakland Redevelopment Operations Fund (Fund 9590), West Oakland Base Reuse Org. (88679), West Oakland Repayment Project (S233510), to Mandela Foods Cooperative to assist in meeting project cost overruns incurred during the rehabilitation of its grocery store site located at 1420-1430 7<sup>th</sup> Street; and be it

**FURTHER RESOLVED:** That the Agency Administrator is hereby authorized to amend the existing tenant improvement grant agreement with Mandela Foods Cooperative to reflect the increased funding amount.

IN AGENCY, OAKLAND, CALIFORNIA,	JUN	<b>2</b> 2009
PASSED BY THE FOLLOWING VOTE:		
AYES - KERNIGHAN, NADEL, QUAN, DE LA CHAIRPERSON BRUNNER $-7$	A FUENTE, B	ROOKS, ROOKS, KAPLAN, AND
NOES - D.		
ABSENT - Reid - 1		
ABSTENTION - ATTI	EST:	Heller

LATONDA SIMMONS
Secretary of the Redevelopment Agency
of the City of Oakland, California