

REVISED

**REDEVELOPMENT AGENCY
OF THE CITY OAKLAND**

OFFICE OF THE CITY CLERK
OAKLAND

2005-0008 05 JUN 03 PM 4:38

RESOLUTION NO. _____

RESOLUTION AUTHORIZING THE ISSUANCE AND PRESCRIBING THE TERMS, CONDITIONS AND FORM OF NOT TO EXCEED \$55,000,000 PRINCIPAL AMOUNT OF THE REDEVELOPMENT AGENCY OF THE CITY OF OAKLAND CENTRAL DISTRICT REDEVELOPMENT PROJECT SUBORDINATED TAX ALLOCATION BONDS, SERIES 2005, APPROVING THE FORM OF AND AUTHORIZING THE EXECUTION AND DELIVERY OF A FIRST SUPPLEMENTAL INDENTURE OF TRUST, A BOND PURCHASE AGREEMENT; APPROVING THE FORM OF AND AUTHORIZING THE DISTRIBUTION OF A PRELIMINARY OFFICIAL STATEMENT AND AUTHORIZING EXECUTION AND DELIVERY OF AN OFFICIAL STATEMENT; APPROVING THE RETENTION OF A FINANCIAL ADVISOR AND OTHER AGENTS; AUTHORIZING PAYMENT OF COSTS OF ISSUANCE; AND AUTHORIZING AND APPROVING NECESSARY ACTIONS IN CONNECTION THEREWITH

WHEREAS, the Redevelopment Agency of the City of Oakland (the "Agency") is a public body, corporate and politic, duly organized and existing and authorized to transact business and exercise its powers, all under and pursuant to the Community Redevelopment Law, being Part 1 of Division 24 of the Health and Safety Code of the State of California (the "Law") and the powers of the Agency include the power to issue refunding bonds; and

WHEREAS, on January 9, 2003, the Agency issued its \$120,605,000 aggregate principal amount of Central District Redevelopment Subordinated Project Tax Allocation Bonds, Series, 2003 (the "Series 2003 Bonds"); and

WHEREAS, the Agency intends to issue an additional series of bonds (the "Bonds") under and pursuant to the Law and the hereinafter defined Indenture, to provide funds to finance redevelopment in the Agency's Central District Redevelopment Project, and such Bonds will be issued on a parity with the Series 2003 Bonds under and pursuant to the Indenture;

NOW, THEREFORE, BE IT RESOLVED, as follows:

Section 1. Conditions Precedent. All conditions, things and acts required by law to exist, to happen and to be performed precedent to and in connection with the issuance by the Agency of refunding bonds exist, have happened and been performed in due time, form and manner, in accordance with applicable law, and the Agency is now authorized pursuant to the Law to incur indebtedness in the manner and form provided in this Resolution, as may be supplemented from time to time.

Section 2. Indenture. The First Supplemental Indenture of Trust (the "First Supplement"), both between the Agency and The Bank of New York Trust Company, N.A., as trustee (the "Trustee"), supplementing and amending the Indenture of Trust dated as of January 1, 2003 (the

"Original Indenture" and, together with the First Supplement, the "Indenture"), between the Agency and the Trustee, formerly known as BNY Western Trust Company, in substantially the form on file with the Secretary of the Agency, is hereby approved and adopted. The Agency Treasurer (the "Agency Treasurer") or his designee is hereby authorized and directed to execute and the Secretary of the Agency (the "Secretary of the Agency") is hereby authorized to attest to, the First Supplement in substantially such form, with such changes, additions, amendments or modifications (including but not limited to changes, additions, amendments or modifications necessary to obtain ratings on the Bonds or a municipal bond insurance commitment), which are approved by the Agency Treasurer, in consultation with Agency Counsel (the "Agency Counsel"), in the interest of the Agency, such approval to be conclusively evidenced by said execution. The Agency hereby approves the amendments set forth in the First Amendment and agrees to comply with, or cause to be complied with, all covenants of the Agency set forth in the Indenture.

Section 3. Issuance of Bonds. The Board of the Agency hereby authorizes the issuance of the Bonds which shall be designated the "Redevelopment Agency of the City of Oakland Central District Redevelopment Project Subordinated Tax Allocation Bonds, Series 2005" in an aggregate amount of not to exceed \$55,000,000, subject to the terms set forth in the Purchase Contract (defined below).

Section 4. Form of Bonds. The form of the Bonds, in substantially the form attached to the First Supplement, is hereby approved and adopted. The Agency Treasurer or his designee is hereby authorized and directed to approve and to execute the Bonds by manual or facsimile signature; and the Secretary of the Agency is hereby authorized and directed to attest, by manual or facsimile signature and to cause the seal of the Agency to be reproduced or impressed on the Bonds, with such changes, additions, amendments or modifications made in accordance with Section 11 hereof.

Section 5. Bond Purchase Contract. The Bond Purchase Contract (the "Purchase Contract"), by and among the Agency, the Oakland Joint Powers Financing Authority and the Underwriter (as hereinafter), substantially in the form submitted to this meeting, is hereby approved and the Agency Treasurer or his designee is hereby authorized and directed to execute and deliver said Bond Purchase Agreement with such changes therein as the Agency Treasurer may approve, such approval to be conclusively evidenced by the execution and delivery of such Bond Purchase Agreement, provided that the aggregate principal amount of Bonds to be issued shall not exceed \$55,000,000, the true interest cost of the Bonds that are not initially issued as auction rate securities shall not exceed seven percent (7%), the Underwriters' discount (excluding original issue discount, if any) shall not exceed seven-tenths of one percent (0.70%), and the final maturity for Bonds shall be repaid over a period not to exceed 31 years. Morgan Stanley & Co. Incorporated and E.J. De La Rosa & Co., Inc. are hereby approved as the underwriters of the Bonds (the "Underwriter").

Section 6. Appointment of Depositories and Other Agents. The Agency Treasurer is hereby authorized and directed to appoint from time to time one or more depositories for the Bonds, as she may deem desirable. The Agency Administrator is hereby also authorized and directed to appoint from time to time one or more agents, as she may deem necessary or

desirable. To the extent permitted by applicable law, and under the supervision of the Agency Treasurer, such agents may serve as paying agent, Trustee or registrar for the Bonds, or financial printer or may assist the Agency Treasurer in performing any or all of such functions and other duties as the Agency Treasurer shall determine. Such agents shall serve under such terms and conditions, as the Agency Treasurer shall determine. The Agency Treasurer may remove or replace agents appointed pursuant to this section at any time.

Section 7. Municipal Bond Insurance Policy. The Agency Administrator and the Agency Treasurer are hereby authorized to negotiate and procure a municipal bond insurance policy for the Bonds so long as such policy, in the opinion of such parties, will result in present value debt service savings to the Agency, taking into account the cost of the premium for such policy to the Agency. If a municipal bond insurance policy is to be obtained, the Agency Administrator and the Agency Treasurer are hereby authorized to negotiate such additional covenants and agreements to be observed by the Agency as may be required by such municipal bond insurer, and such covenants and agreements shall be reflected in the Trust Indenture as executed by the Agency.

Section 8. Official Statement. The Agency Administrator is hereby authorized and directed, in consultation with the Agency Counsel, to prepare a preliminary official statement for the Bonds authorized by this Resolution. The form of proposed preliminary official statement (the "Preliminary Official Statement"), in substantially the form presented to this Agency Board and, on file with the Secretary of the Agency, is hereby approved and adopted with such changes, additions, amendments or modifications as may be made in accordance with Section 11 hereof. The Agency Administrator is hereby authorized to cause the distribution of a Preliminary Official Statement for the Bonds, deemed final by this Agency Board for purposes of Rule 15c2-12 promulgated by the Securities and Exchange Commission pursuant to the Securities and Exchange Act of 1934, as amended, and the Agency Treasurer and the Agency Administrator are each separately authorized to execute a certificate to that effect. The Agency Treasurer and the Agency Administrator are each separately authorized and directed to sign a final Official Statement for the Bonds. The Agency Administrator is hereby authorized and directed to cause to be printed and mailed to prospective purchasers of the Bonds copies of the Preliminary Official Statement and the final Official Statement.

Section 9. Appointment of Financial Advisor. The retention of the firm of Public Financial Management, Inc. as financial advisor to the Agency on this issuance is hereby approved. The Agency Administrator is hereby authorized to negotiate and execute contractual agreements with Public Financial Management, Inc. in connection with the issuance of the Bonds.

Section 10. Payment of Costs of Issuance. The Agency Treasurer is hereby authorized and directed to pay, or cause to be paid on behalf of the Agency, the costs of issuance associated with the Bonds.

Section 11. Modification to Documents. Any Agency official authorized by this Resolution to execute any document is hereby further authorized, in consultation with the Agency Administrator and the Agency Counsel, to approve and make such changes, additions, amendments or modifications to the document or documents the official is authorized to execute

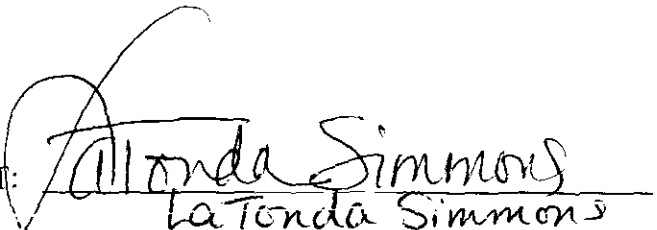
as may be necessary or advisable (provided that such changes, additions, amendments or modification shall not authorize an aggregate principal amount of Bonds in excess of \$55,000,000. The approval of any change, addition, amendment or modification to any of the aforementioned documents shall be evidenced conclusively by the execution and delivery of the document in question.

Section 12. Ratification. All actions heretofore taken by the officials, employees and agents of the Agency with respect to the sale and issuance of the Bonds are hereby approved, confirmed and ratified.

Section 13. General Authority. The Agency Treasurer, the Agency Administrator, the Secretary of the Agency or each such person's duly authorized designee and agent, and any other officials of the Agency and their duly authorized designee and agents are hereby authorized and directed, for and in the name and on behalf of the Agency, to do any and all things and take any and all actions and execute and deliver any and all certificates, agreements and other documents including a Continuing Disclosure Agreement, a Tax Certificate or Certificates, refunding instructions, an agreement relating to the delivery of a debt service reserve fund surety bond, letters of representation to any depository for the Bonds, which they, or any of them, may deem necessary or advisable in order to consummate the lawful issuance and delivery of the Bonds, and to effectuate the purposes thereof and of the documents herein approved in accordance with this Resolution.

The Agency Treasurer and the Agency Administrator may designate in writing one or more persons to perform any act, which such persons are hereby authorized by this Resolution to perform.

Section 14. Effect. This Resolution shall take effect immediately upon its passage.

ATTEST: 
Interim Secretary of the Agency and Clerk of the Council
of the City of Oakland, California

PASSED BY THE FOLLOWING VOTE COUNT JAN 18 2005

AYES - BROOKS, BRUNNER, CHANG,
NADEL, REID, QUAN, ~~QUAN~~
AND PRESIDENT DE LA FUENTE - 7
Vacant - District 2

NOES - 0

ABSENT - 0

ABSTENTION - 0