


2007 APR 25 AM 10: 24

Approved as to form and legality:

By: 
Deputy City Attorney

OAKLAND CITY COUNCIL

RESOLUTION No. 80571 C.M.S.

A RESOLUTION AMENDING RESOLUTION NO. 70597 C.M.S. TO EXTEND THE TERM OF A \$1,678,000 AFFORDABLE HOUSING DEVELOPMENT LOAN TO HARRISON HOTEL ASSOCIATES FOR THE REHABILITATION OF THE HARRISON HOTEL LOCATED AT 1415 HARRISON STREET IN ORDER TO SECURE A \$5.6 MILLION LOAN FROM THE STATE OF CALIFORNIA

WHEREAS, Resolution No. 70597 C.M.S. dated November 30, 1993, authorized an affordable housing development loan in an amount not to exceed \$1,678,000 (the "City Loan") to Harrison Hotel Associates (the "Developer"), a nonprofit organization devoted to the provision of affordable housing; and

WHEREAS, the Loan was for the acquisition and rehabilitation of the Harrison Hotel (the "Project"), an 81-unit single-room occupancy hotel located at 1415 Harrison Street in the City of Oakland; and

WHEREAS, the Project was completed as planned in 1994; and

WHEREAS, the Project, because of the limited scope of the 1994 rehabilitation, needed additional improvement work in 2005; and

WHEREAS, the Developer, without requesting additional funds from the City, has completed that work with a commercial construction loan; and

WHEREAS, the State of California, through the Multifamily Housing Program, has agreed to repay the construction loan and provide permanent financing for the completed additional work with a new \$5.6 million loan (the "MHP loan"); and

WHEREAS, Resolution No. 70597 C.M.S. states that the City Loan shall be for a term of 55 years, resulting in a maturity date in the year 2048, while the terms of the MHP Loan require that the City Loan mature no sooner than the MHP Loan, which matures in the year 2062; now, therefore, be it

RESOLVED: That the City Council hereby amends Resolution No. 70957 C.M.S. to provide that the term of the City Loan be extended sufficiently to meet the requirements of the MHP Loan; and be it further

RESOLVED: That the City Council hereby authorizes the City Administrator or his or her designee to negotiate and enter into an amendment to the loan documents for the City Loan to extend the loan term; and be it further

RESOLVED: That all documents needed to amend the City Loan shall be reviewed and approved by the City Attorney's Office for form and legality prior to execution, and copies will be placed on file with the City Clerk; and be it further

RESOLVED: That the City Council hereby appoints the City Administrator and his or her designee as agent of the City to conduct negotiations, execute documents, administer the loan, extend or modify the repayment terms, and take any other action with respect to the City Loan and the Project consistent with this Resolution and its basic purpose.

IN COUNCIL, OAKLAND, CALIFORNIA, MAY 15 2007, 2007

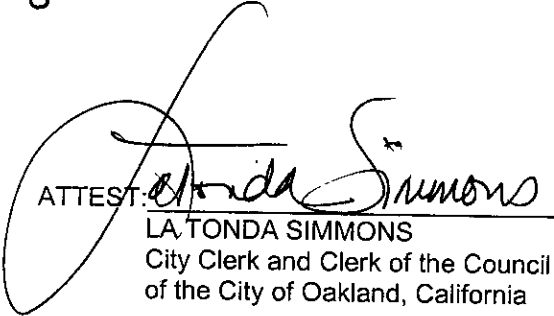
PASSED BY THE FOLLOWING VOTE:

AYES- BROOKS, BRUNNER, CHANG, KERNIGHAN, NADEL, QUAN, REID, AND PRESIDENT DE LA FUENTE, -8

NOES- 0

ABSENT- 0

ABSTENTION- 0

ATTEST: 
LA TONDA SIMMONS
City Clerk and Clerk of the Council
of the City of Oakland, California