



**SACRAMENTO
HOUSING AND REDEVELOPMENT
AGENCY**



18

October 10, 1989

Budget and Finance Committee
of the City Council
Sacramento, CA

Honorable Members in Session:

SUBJECT: Formation of Joint Powers Authority

SUMMARY

The attached report is submitted to you for review and recommendation prior to consideration by the Redevelopment Agency of the City of Sacramento.

RECOMMENDATION

The staff recommends approval of the attached resolution approving the joint powers authority.

Respectfully submitted,

ROBERT E. SMITH
Executive Director

TRANSMITTAL TO COMMITTEE:

JACK R. CRIST
Deputy City Manager

Attachment



SACRAMENTO HOUSING AND REDEVELOPMENT AGENCY



18

October 10, 1989

Redevelopment Agency and
of the City of Sacramento
Sacramento, California

Honorable Members in Session:

SUBJECT: Formation of a Joint Powers Authority

SUMMARY

Staff is recommending proceeding with the formation of a Joint Powers Authority (JPA) between the City Redevelopment Agency and City of Sacramento. The JPA will act as a nominal lessor for future financings. The formation of the JPA will place no financial or other liabilities on the City Redevelopment Agency.

BACKGROUND

Since 1986, the City has used the Sacramento City Public Facilities Financing Corporation (SCPFFC) as a nominal lessor for its lease financing. However, due to a position taken by the County Assessor, facilities funded through SCPFFC will likely not be exempted from property taxes.

In order to qualify for property tax exemption a JPA of two public entities must be established as a nominal lessor.

Legal Council of the Agency and the Agency's Bond Council have reviewed the formation agreement to insure no risk to the Agency.

FINANCIAL DATA

There are no financial implications at this time.

ENVIRONMENTAL REVIEW

No recommendations with environmental implications are made at this time.

POLICY IMPLICATIONS

This action establish a Joint Power Authority between the Agency and City to act as a nominal lessor for future financings.

10-10-89

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MBE/WBE IMPACT

No recommendation with MBE/WBE implications are made at this time.

VOTE AND RECOMMENDATION OF COMMISSION

At its meeting of September 11, 1989 the Sacramento Housing and Redevelopment Commission adopted a motion recommending the adoption of the attached resolution. The votes were as follows:

AYES: Amundson, Moose, Pernell, Sheldon, Simon, Simpson,
Strong, Wiggins, Wooley, Yew
NOES: None

NOT PRESENT TO VOTE: None

ABSENT: None

RECOMMENDATION

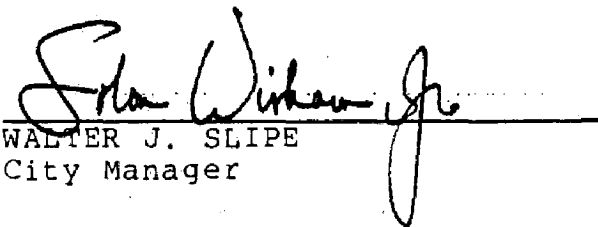
Staff recommends that the Redevelopment Agency join with the City of Sacramento to form a Joint Power Authority to act as nominal lessor for the 1989 City COP.

Respectfully Submitted,



ROBERT E. SMITH
Executive Director

TRANSMITTAL TO COUNCIL:

For: 
WALTER J. SLIPE
City Manager

Contact Person: Terry Wolford, Director of Administration,
440-1340

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RESOLUTION NO.

ADOPTED BY THE REDEVELOPMENT AGENCY OF THE CITY OF SACRAMENTO

ON DATE OF _____

FORMING A JOINT POWER AUTHORITY WITH THE CITY OF SACRAMENTO

BE IT RESOLVED BY THE REDEVELOPMENT AGENCY OF THE CITY OF SACRAMENTO:

Section 1: The Executive Director is authorized to proceed with negotiation and organization required for future establishment of a Joint Powers Authority with the City of Sacramento which authority shall to act as nominal lesser for future financing activities.

Section 2: The Executive Director shall return for authorization to execute negotiated documents related to such authority.

CHAIR

ATTEST:

SECRETARY

434-1100WPP

FOR CITY CLERK USE ONLY

RESOLUTION NO.: _____

DATE ADOPTED: _____