

# REDEVELOPMENT AGENCY OF THE CITY OF OAKLAND

RESOLUTION No. \_\_\_\_\_ C.M.S.

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**A RESOLUTION AUTHORIZING PAYMENT ON BEHALF OF THE CITY AND APPROPRIATING FUNDS IN AN AMOUNT NOT TO EXCEED \$450,000 TO IBM CREDIT CORPORATION AND AN AMOUNT NOT TO EXCEED \$250,000 TO INTERNATIONAL BUSINESS MACHINES CORPORATION FOR THE ACORN SMART HOUSING PILOT PROJECT LOCATED AT TOWNCENTER AND COURTYARDS AT ACORN**

**WHEREAS**, IBM Credit Corporation ("ICC") loaned the City of Oakland (the "City") \$75,000 pursuant to Resolution No. 74043 C.M.S. for the Acorn Smart Housing Pilot Project at Town Center and Courtyards at Acorn (the "Project") in the Acorn Redevelopment Project Area; and

**WHEREAS**, ICC further loaned the City \$365,000 pursuant to Resolution No. 74928 C.M.S. for the Project; and

**WHEREAS**, the City expended all of the \$75,000 loan; and

**WHEREAS**, the City expended \$341,000 of the \$365,000 loan; and

**WHEREAS**, the City entered into a Statement of Work with International Business Machines Corporation ("IBM") in 1998 pursuant to Resolution No. 74043 C.M.S. for work on the Project; and

**WHEREAS**, City staff has negotiated a payment to IBM of \$250,000 for the work performed to date under the Statement of Work; and

**WHEREAS**, the Agency has a policy to include technology in affordable housing projects such as the Acorn projects, and has identified this activity as a priority; and

**WHEREAS**, Health and Safety Code section 33071 declares that a fundamental purpose of redevelopment is to expand employment opportunities for jobless, underemployed, and low income persons, and to provide an environment for the social, economic, and psychological growth and well-being of all citizens, and Health and Safety Code section 33070 declares that lack of employment opportunity creates despair and frustration which may precipitate violence, and that unfit housing and lack of employment opportunity depend on each other to perpetuate a system of dependency and hopelessness which drains the state of its valuable financial and human resources; and

**WHEREAS**, the Project is an eligible use of Agency funds under redevelopment law because the Project will benefit the Acorn Project Area, will enhance affordable housing opportunities within the Project Area, and will expand employment opportunities for the residents of the Acorn housing project by enhancing their job skills; and

**WHEREAS**, funds are available from the Acorn Redevelopment Project Fund to assist the Project; now, therefore, be it

**RESOLVED:** That the Redevelopment Agency hereby authorizes the Agency Administrator or his designee to provide payment in an amount not to exceed \$450,000 to ICC on behalf of the City to repay the loans from ICC for the Project, with repayment to be made in the form of five payments of approximately \$90,000 each over four years; and be it further

**RESOLVED:** That the Redevelopment Agency hereby authorizes the Agency Administrator or his designee to provide payment in an amount not to exceed \$250,000 as full payment to IBM on behalf of the City for the work performed by IBM on the Project; and be it further

**RESOLVED:** That payment funds shall come from the Acorn Redevelopment Project Fund; and be it further

**RESOLVED:** That the Agency Administrator or his designee is hereby authorized to take any action with respect to the Project, the loans, and the payments consistent with this Resolution and its basic purposes.

IN AGENCY, OAKLAND, CALIFORNIA, \_\_\_\_\_, 2001

**PASSED BY THE FOLLOWING VOTE:**

AYES- BRUNNER, CHANG, NADEL, REID, SPEES, WAN, AND CHAIRPERSON DE LA FUENTE,

NOES-

ABSENT-

ABSTENTION-

ATTEST: \_\_\_\_\_

CEDA FLOYD  
Secretary of the Redevelopment Agency  
of the City of Oakland