

RESOLUTION NO. 5015

**A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SOLEDAD
APPROVING A LOAN AGREEMENT BETWEEN THE CITY OF SOLEDAD AND THE
SUCCESSOR AGENCY OF THE SOLEDAD REDEVELOPMENT AGENCY FOR
ENFORCEABLE OBLIGATIONS PURSUANT TO HEALTH AND SAFETY CODE
SECTION 34173 (H)**

WHEREAS, pursuant to Health and Safety Code (the "HSC") § 34172 (a)(1), the Soledad Redevelopment Agency was dissolved February 1, 2012; and

WHEREAS, consistent with the provisions of the HSC, the City Council of the City of Soledad (the "City") previously elected to serve in the capacity of the Successor Agency to the Soledad Redevelopment Agency (the "Successor Agency"); and

WHEREAS, the Oversight Board for the Successor Agency ("Oversight Board") has been established pursuant to HSC § 34179 to assist in the wind-down of the dissolved redevelopment agency; and

WHEREAS, due to cash-flow insolvency, the Successor Agency has borrowed funds from the City to finance a portion of its enforceable obligations during past Recognized Obligation Payment Schedule ("ROPS") periods that in total equals \$100,369; and

WHEREAS, pursuant to HSC § 34173 (h), the City may loan funds to the Successor Agency for administrative costs, enforceable obligations, or project-related expenses and, subject to Oversight Board approval, the Successor Agency shall include such borrowed funds on its ROPS as an enforceable obligation for the repayment of the borrowed funds; and

WHEREAS, consistent with HSC § 34173 (h), the Successor Agency has included the repayment of the \$100,369 that it borrowed from the City as enforceable obligation No. 15 on its ROPS 14-15B and shall continue to include this repayment enforceable obligation on future ROPS until the debt to the City has been fully repaid; and

WHEREAS, the City Council's adoption of this Resolution will confirm the Oversight Board's approval of the establishment of an enforceable obligation for repayment of the City's loan to the Successor Agency to be used to finance a portion of the Successor Agency's enforceable obligations, as reflected on ROPS 14-15B and any future ROPS in which the repayment of the City loan may appear; and

WHEREAS, all of the prerequisites with respect to the approval of this Resolution have been met.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Soledad, as follows:

- Section 1.** The foregoing recitals are true and correct and are a substantive part of this Resolution.
- Section 2.** The City's loan to the Successor Agency to be used to finance a portion of the Successor Agency's enforceable obligations, as described in this Resolution, is approved.
- Section 3.** This Resolution shall take effect upon the date of its adoption.

PASSED AND ADOPTED by the City Council of the City of Soledad at a regular meeting duly held on the 1st day of October, 2014, by the following vote:

AYES, and in favor thereof, Councilmembers: Christopher K. Bourke, Richard J. Perez, Mayor Pro Tem Alejandro Chavez and Mayor Fred J. Ledesma

NOES, Councilmembers: None

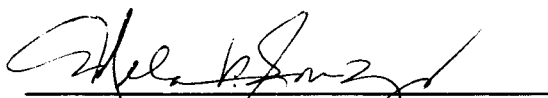
ABSTAIN, Councilmembers: None.

ABSENT, Councilmembers: Patricia D. Stephens



FRED J. LEDESMA, Mayor

ATTEST:



ADELA P. GONZALEZ, City Clerk