

RESOLUTION NO. 12-2002

Adopted January 29, 2002

AUTHORIZING A SIXTH AMENDMENT TO THE OPERATING AGREEMENT WITH ZEUM, A CALIFORNIA NON-PROFIT PUBLIC BENEFIT CORPORATION, FOR ASSISTANCE IN THE IMPLEMENTATION OF ZEUM'S SUSTAINABILITY PLAN AND INCREASING THE FISCAL YEAR 2001-2002 ANNUAL CONTRIBUTION BY \$200,000 FOR A TOTAL AGGREGATE AMOUNT NOT TO EXCEED \$863,000; YERBA BUENA CENTER REDEVELOPMENT PROJECT AREA

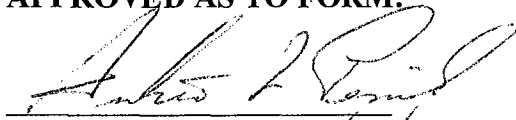
BASIS FOR RESOLUTION

1. By Resolution No. 123-97, dated July 1, 1997, the Redevelopment Agency of the City and County of San Francisco ("Agency"), authorized an Operating Agreement ("Agreement") with Zeum, to operate a Youth Arts and Education Center, Carousel and Children's Garden on Central Block 3 in the Yerba Buena Center Redevelopment Project Area. The Agreement provides that the Agency provide \$500,000 in annual contributions for a total aggregate contribution of \$910,000 for security, operations, and maintenance.
2. On October 27, 1998 by Resolution No. 221-98, the Agency authorized a First Amendment to the Agreement which adjusted the payment schedule of the annual contribution to Zeum.
3. On May 4, 1999 by Resolution No. 50-99, the Agency authorized a Second Amendment to the Agreement which provided Zeum with a \$450,000 advance on the total annual contribution for the purpose of Zeum's security, operations and maintenance and revised certain other terms to the Agreement.
4. On May 23, 2000 by Resolution No. 76-2000, the Agency authorized a Third Amendment to the Agreement which provided Zeum with a \$200,000 advance on the total annual contribution for the purpose of Zeum's security, operations and maintenance.
5. On March 6, 2001 by Resolution No. 41-2001, the Agency authorized a Fourth Amendment to the Agreement which provided Zeum with a \$260,000 advance on the total annual contribution for the purpose of Zeum's security, operations and maintenance.
6. On November 13, 2001 by Resolution No. 196-2001, the Agency authorized a Fifth Amendment to the Agreement which provided Zeum with a \$90,000 increase to their Fiscal Year 2001-2002 total annual contribution for the purpose of funding increased costs associated with its leadership transition and an Executive Director search.
7. The Agency now desires to provide Zeum with a \$200,000 increase to their Fiscal Year 2001-2002 total annual contribution for the purpose of assisting Zeum with development and marketing efforts and additional costs associated with the completion of Fiscal Year 2001-2002.

RESOLUTION

ACCORDINGLY, IT IS RESOLVED by the Redevelopment Agency of the City and County of San Francisco that the Executive Director is authorized to execute a Sixth Amendment to the Operating Agreement with Zeum, a California non-profit public benefit corporation, for assistance in the implementation of Zeum's sustainability plan, by increasing the annual contribution by \$200,000 for a total aggregate amount not to exceed \$863,000 for assistance in the implementation of Zeum's sustainability plan, substantially in the form lodged with the Agency General Counsel.

APPROVED AS TO FORM:


Bertha A. Ontiveros 1/27/02
Agency General Counsel