RESOLUTION NO. 205-2001

Adopted November 27, 2001

AUTHORIZING A SECOND AMENDMENT TO THE COMMUNITY DEVELOPMENT BLOCK GRANT LOAN AGREEMENT WITH GP/TODCO-A, A CALIFORNIA NONPROFIT PUBLIC BENEFIT CORPORATION, TO AMEND THE SCHEDULE OF PERFORMANCE FOR THE ACQUISITION AND REHABILITATION OF THE DELTA HOTEL, 80-88 SIXTH STREET; SOUTH OF MARKET EARTHQUAKE RECOVERY REDEVELOPMENT PROJECT AREA

BASIS FOR RESOLUTION

1. On January 26, 1999, the Redevelopment Agency of the City and County of San Francisco (the “Agency”) entered into a CDBG Affordable Housing Program Loan Agreement (the “Loan Agreement”) with GP/TODCO-A, a California nonprofit public benefit corporation (the “Developer”), for the acquisition and rehabilitation of the Delta Hotel located at 80-88 Sixth Street, San Francisco in the South of Market Earthquake Recovery Redevelopment Project Area (the “Site”).

2. In addition to the CDBG funds, the Developer will use a Tax Increment Affordable Housing Loan from the Agency (approved by the Commission by Resolution No. 87-2000 on June 13, 2000 for a total amount of $2,553,395), Tax Credit Equity and funds from the City of San Francisco’s Seismic Safety Loan Program to rehabilitate 152 Single Room Occupancy units at the site (“Project”).

3. By Resolution No. 59-2001 dated April 17, 2001, the Agency approved a First Amendment to the Loan Agreement modifying the Schedule of Performance to establish requirements that were consistent with the proposed development schedule and the performance requirements outlined in the Tax Increment Affordable Housing Loan Agreement that was also provided for the Project.

4. The Developer has made significant progress in the redevelopment of the Project, but has been unable to commence the rehabilitation work by September 30, 2001, as required by the Schedule of Performance contained in the Loan Agreement.

5. The Developer has requested a second amendment to the Loan Agreement modifying the Schedule of Performance to establish requirements that are consistent with the current schedule for start of the rehabilitation work.

6. The Agency and the Developer both desire to amend the Loan Agreement to reflect the new date for the commencement of the rehabilitation work.

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 Second Amendment to
the CDBG Affordable Housing Program Loan Agreement with GP/TODCO-A, a California non-profit public benefit corporation, to amend the Schedule of Performance to reflect the current schedule for the rehabilitation of the Delta Hotel at 80-88 Sixth Street, San Francisco, in the South of Market Earthquake Recovery Redevelopment Project Area, in substantially the form lodged with the Agency General Counsel.

APPROVED AS TO FORM:

[Signature]
Bertha A. Ontiveros
Agency General Counsel