RESOLUTION NO. 206-2001

Adopted November 27, 2001

AUTHORIZING A FIRST AMENDMENT TO THE TAX INCREMENT AFFORDABLE HOUSING PROGRAM LOAN AGREEMENT AND A FIRST AMENDMENT TO THE PROMISSORY NOTE WITH GP/TODCO-A, A CALIFORNIA NONPROFIT PUBLIC BENEFIT CORPORATION, TO AMEND THE REPAYMENT TERMS OF THE LOAN 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 September 15, 2000, the Redevelopment Agency of the City and County of San Francisco (the “Agency”) entered into a Tax Increment Affordable Housing Program Loan Agreement (the “Loan Agreement”) with GP/TODCO-A, a California nonprofit public benefit corporation (the “Borrower”), 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. Under the terms of the Loan Agreement, the Agency agreed to lend Borrower up to One Million Four Hundred Fifty-Three Thousand Three Hundred Ninety-Five and No/100 Dollars (“$1,453,395”) for permanent financing (the “Permanent TI Loan”), and up to One Million One Hundred Thousand Dollars ($1,100,000) for temporary bridge financing (the “Bridge TI Loan”).

3. The Borrower executed a Promissory Note (the “Note”) on behalf of the Agency in the amount of Two Million Five Hundred Fifty-Three Thousand Three Hundred Ninety Five and No/100 Dollars ($2,553,395) as a promise to repay the Permanent TI Loan and the Bridge TI Loan.

4. The Borrower has requested Agency approval of a First Amendment to the Loan Agreement and a First Amendment to the Note to modify the repayment terms so that the Bridge TI Loan is due no later than September 15, 2003, the third anniversary of the date of the Loan Agreement. The Agency and the Borrower both desire to amend the Loan Agreement and the Note to reflect the new repayment terms.

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 First Amendment to the Tax Increment Affordable Housing Program Loan Agreement and a First Amendment to the Promissory Note with GP/TODCO-A, a California nonprofit public benefit corporation, to amend the repayment terms of the Loan Agreement and Promissory Note so that the Bridge TI Loan is due no later than September 15, 2003, the third anniversary of the date of the Tax
Increment Affordable Housing Program Loan Agreement 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