



# REQUEST FOR ECONOMIC DEVELOPMENT AUTHORITY ACTION

Date: 1/14/2019

Item No.: 5.f

Department Approval

Executive Director Approval

Item Description: Consider Adoption of a Resolution Authorizing an Interfund Loan for an Advance of Certain Costs in Connection with Proposed Tax Increment Financing District No. 17a – Twin Lakes Hazardous Substance Sub-district (HSS)

1 **BACKGROUND**

2 On June 18, 2018 the Roseville Economic Development Authority (REDA) adopted a Contract for Private  
3 Redevelopment for McGough’s new headquarters located at 2785 Fairview Avenue. The Agreement provided  
4 pass through funds for Environmental Remediation Grants which the REDA applied for in May 2018  
5 (Attachment A). The REDA was not awarded those funds and must find other funds in order to assist the  
6 developer with the environmental remediation on the property. Currently the REDA will be using existing  
7 fund balances which were levied under the Roseville Housing and Redevelopment Authority (RHRA).

8 The REDA has made it a legislative priority in 2019 to work on modifying the Tax Increment Finance (TIF)  
9 Language for 17a – Twin Lakes Hazardous Substance Sub-district (HSS) to allow for the existing captured  
10 funds of approximately \$3,000,000 to be utilized on the remaining properties that are needing environmental  
11 remediation in TIF 17a (Attachment B).

12 The Interfund Loan resolution is a protective measure that provides the REDA with the capability to reimburse  
13 costs that the REDA will be absorbing as part of the Redevelopment Contract with McGough. If the REDA is  
14 successful in modifying the language in TIF 17a during the 2019 legislative session, then the REDA will  
15 reimburse the RHRA fund balance. The attorney for the REDA will be in attendance at the meeting to address  
16 any questions about this matter.

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18 **STAFF RECOMMENDATION**

19 Adopt a Resolution Authorizing an Interfund Loan for the reimbursement to the REDA for remediation costs in  
20 Connection with Environmental Remediation that is located in TIF HSS #17a.

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22 **REQUESTED EDA ACTION**

23 Adopt a Resolution Authorizing an Interfund Loan for the reimbursement to the REDA for remediation costs in  
24 Connection with Environmental Remediation that is located in TIF HSS #17a.

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26 Prepared by: Jeanne Kelsey, Housing and Economic Development Program Manager, 651-792-7086

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Attachments: A: Contract for Private Redevelopment with 2785 Fairview LLC  
B: Map boundary of TIF 17a HSS  
C: Resolution Authorizing Interfund Loan