

CRA RESOLUTION NO. 2006-33

A RESOLUTION OF THE COMMUNITY REDEVELOPMENT AGENCY OF THE CITY OF BANNING APPROVING AN OWNER PARTICIPATION AGREEMENT WITH MG BANNING, LLC FOR DEVELOPMENT OF THE BANNING BUSINESS CENTER AT THE NORTHWEST CORNER OF 4TH STREET AND LINCOLN STREET AND AUTHORIZING AMENDMENT OF THE FISCAL YEAR 2006-2007 BUDGET TO INCLUDE THE RECOMMENDED ADJUSTMENT

WHEREAS, under Health & Safety Code Section 33000 *et seq.* and the Banning Community Redevelopment Plan, the Redevelopment Agency is authorized to enter into Owner Participation Agreements to facilitate the construction of public improvements within the Redevelopment Project Area; and

WHEREAS, MG Banning, LLC proposes to construct a business/industrial park at the northwest corner of 4th Street and Lincoln Street, known as the Banning Business Center, which Center will contain approximately 149,400 square feet of useable space; and

WHEREAS, conditions existing within the Project Area are perpetuating the existence of blight, serving to retard private development, that renders development of public improvements associated with the Banning Business Center economically infeasible without the assistance of the Agency; and

WHEREAS, the development of the Banning Business Center will generate a significant number of new jobs within the City of Banning, thereby benefiting the residents of Banning, stimulating the Banning economy, and resulting in new tax revenue for the City and the Redevelopment Agency; and

WHEREAS, the Finance Director has completed a review of revenue and expenses for all Agency funds as of September 30, 2006; and

WHEREAS, it is appropriate from time to time to make adjustments to certain revenue estimates and certain budgetary appropriations to more accurately reflect actual operating conditions;

NOW, THEREFORE, the Community Redevelopment Agency of the City of Banning resolves as follows:

Section 1: Finding.

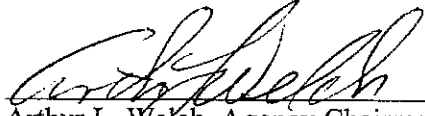
The above recitals are true and correct and are incorporated herein by reference.

Section 2: Action.

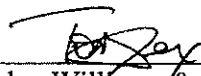
The Chair of the Community Redevelopment Agency of the City of Banning is hereby authorized to execute an Owner Participation Agreement with MG Banning, LLC calling for reimbursement of the cost of public improvements in an amount not to exceed \$500,000 and for installation of various traffic signalization improvements in an amount estimated at \$610,000; and

The Finance Director is hereby authorized to amend the budget for the fiscal year ending June 30, 2007, to appropriate \$360,000 of 2003 tax allocation bond proceeds to capital expenditures associated with the development of the Banning Business Center.

PASSED, APPROVED AND ADOPTED this 28th day of November, 2006.


Arthur L. Welch, Agency Chairman

**APPROVED AS TO FORM
AND LEGAL CONTENT:**


Burke, Williams & Sorensen
Deputy Agency Counsel

ATTEST:


Marie A. Calderon, Secretary

CERTIFICATION

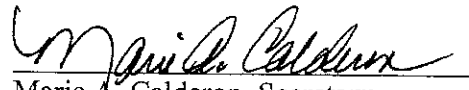
I, Marie A. Calderon, Secretary of the Community Redevelopment Agency of the City of Banning, do hereby certify that the foregoing CRA Resolution 2006-33 was duly adopted by the Community Redevelopment Agency of the City of Banning, California, at a regular meeting thereof held on the 28th day of November, 2006, by the following vote, to wit:

AYES: Boardmembers Hanna, Machisic, Palmer, Salas, Chairman Welch

NOES: None

ABSTAIN: None

ABSENT: None


Marie A. Calderon, Secretary
Community Redevelopment Agency
City of Banning, California