

BUFFALO FISCAL STABILITY AUTHORITY

RESOLUTION NO. 06 - 22

APPROVE BUFFALO URBAN RENEWAL AGENCY FANNIE MAE LENDING AGREEMENT AND 800 MAIN STREET, LLC. LOAN

WHEREAS, Chapter 122 of the Laws of 2003 as amended by Chapter 86 of the Laws of 2004 permits the Buffalo Fiscal Stability Authority (“BFSA”) to review and approve or disapprove contracts or other obligations binding or purporting to bind the City or any covered organization; and

WHEREAS, Chapter 122 of the Laws of 2003 as amended by Chapter 86 of the Laws of 2004 permits the BFSA to review and approve or disapprove the terms of any proposed settlement of claims against the City or any covered organization in excess of \$50,000.00; and

WHEREAS, in order to carry out the mission of the BFSA, the BFSA will review contracts or other obligations in excess of \$50,000, though the BFSA Act provides no limitation for contracts or obligations; and

WHEREAS, the BFSA will review contracts or other obligations in excess of \$50,000, but will require approval by the full BFSA Board when the contract or other obligation is valued at \$200,000 or more; and

WHEREAS, the Buffalo Urban Renewal Agency (“BURA”) has arranged for a \$6,000,000 non-revolving line of credit (five year term, variable interest rate based on three month LIBOR) with Fannie Mae as a fund to provide bridge loans leveraged against additional dollars for investment in targeted neighborhoods to be repaid by future community development block grant dollars; and

WHEREAS, the first transaction involving these funds will be a loan of \$2,000,000 to 800 Main Street, LLC. for commercial and residential development at 844-864 Main Street; and

WHEREAS, the BURA officials have submitted contracts and other obligations for approval at the March 8, 2006 BFSA meeting, and have signed the BFSA Remittance Approval Request Form (“RARF”) in which they indicate that there are sufficient funds available for such items; and

WHEREAS, BFSA Staff have reviewed such items and the RARF and recommend approval of such contracts; and

NOW THEREFORE BE IT RESOLVED, that the Buffalo Fiscal Stability Authority approve and authorize the Buffalo Urban Renewal Agency to enter into contracts and obligations as listed below:

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|---|----------------|
| 1. Fannie Mae Lending Agreement – line of credit | \$6,000,000.00 |
| 2. 800 Main Street, LLC. – collateral mortgage loan | \$2,000,000.00 |

This Resolution shall take effect immediately.

Approved March 8, 2006

/S/ Rev. Richard A. Stenhouse
Richard A. Stenhouse, Secretary