

PLANNING AND ECONOMIC DEVELOPMENT COMMITTEE

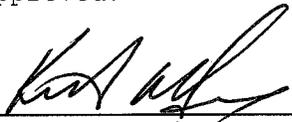
12-0295R

RESOLUTION OF INTENT TO SUPPORT TAX INCREMENT FINANCING  
ASSISTANCE TO LINCOLN PARK SCHOOL LIMITED PARTNERSHIP  
FOR THE LINCOLN PARK SCHOOL PROJECT.

CITY PROPOSAL:

RESOLVED, that the city council hereby expresses its intent to provide tax increment financing support to Lincoln Park School Limited Partnership, an affiliate of Sherman Associates, for the Lincoln Park School Project subject to the approval by the council of a tax increment financing district and plan for said project and to the negotiation and approval of an acceptable development agreement therefore.

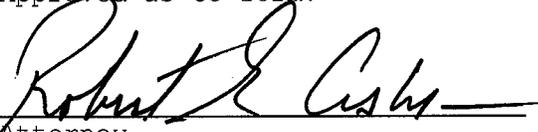
Approved:

  
\_\_\_\_\_  
Department Director

Approved for presentation to council:

  
\_\_\_\_\_  
Chief Administrative Officer

Approved as to form:

  
\_\_\_\_\_  
Attorney

Approved:

  
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Auditor

PLNG/ATTY REA:cjk 6/7/2012

STATEMENT OF PURPOSE: The purpose of this resolution is to express the council's support for the use of tax increment financing as appropriate to assist the developer of the Lincoln Park School redevelopment, Lincoln Park School Limited Partnership, an affiliate of Sherman Associates, to bring the project to fruition.

The project involves the redevelopment of the old Lincoln Park Elementary school into housing and community services office facilities.

This resolution of intent is needed at this point in time as tax credits are anticipated to be a key element of the financing package for the project. The current round of tax credit allocation requires that the developer provide

commitments from the other funding sources, including the City and DEDA, for the project by June 11<sup>th</sup>. This resolution is necessary to evidence the City's willingness to participate in the overall funding package for this redevelopment.

Preliminary estimates indicate Tax Increment Financing would support a loan of \$500,000.00 assuming an interest rate of 4.50% and term of 25 years. Further analysis will be required prior to final approval of the financing.