

RESOLUTION NO. 6747

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF REDLANDS AUTHORIZING THE EXECUTION AND DELIVERY OF AN EXTENSION OF REGULATORY AGREEMENT IN CONNECTION WITH THE CITY'S VARIABLE RATE DEMAND MULTIFAMILY HOUSING REVENUE BONDS 1988 SERIES A AND 1988 SERIES B (ORANGE VILLAGE APARTMENTS PROJECT)

WHEREAS, the City of Redlands (the "City") has previously issued its \$8,000,000 Variable Rate Demand Multifamily Housing Revenue Bonds 1988 Series A and 1988 Series B (Orange Village Apartments Project) (the "Bonds") to provide for the financing of a multifamily housing project located in the City of Redlands known as the Orange Village Apartments (the "Project"); and

WHEREAS, a Regulatory Agreement and Declaration of Restrictive Covenants among the City, the original owner of the Project and the bond trustee (the "Regulatory Agreement") was recorded against the Project to ensure compliance with Federal Tax Law as it related to income limits and occupancy restrictions; and

WHEREAS, the Orange Village Apartments, L.P., the current owner of the Project (the "Owner") defeased and redeemed the Bonds on August 1, 2008 with moneys derived from a taxable bank loan; and

WHEREAS, upon the redemption of the Bonds the restrictions and covenants contained in the Regulatory Agreement terminated; and

WHEREAS, the Owner has requested the City's assistance in removing the Regulatory Agreement as an encumbrance on the title to the Project and has agreed to extend the covenants and restrictions in the Regulatory for an additional two years under an Extension of Regulatory Agreement in the form presented at this meeting;

NOW, THEREFORE, the City Council of the City of Redlands resolves as follows:

Section 1. The above recitals, and each of them, are true and correct.

Section 2. The proposed form of Extension of Regulatory Agreement presented at this meeting is hereby approved. The Mayor or the City Manager and the City Clerk are, and each of them is, hereby authorized and directed, for and in the name of the City, to execute the Second Supplemental Indenture in substantially the form hereby approved, with such additions thereto and changes therein as are approved by such officers, such approval to be conclusively evidenced by the execution and delivery thereof.

Section 3. The officers of the City are hereby authorized and directed, jointly and severally, to do any and all things to execute and delivery any and all documents and certificates which they may deem necessary or advisable in order to facilitate the execution and delivery of the Extension of Regulatory Agreement, and to otherwise to effectuate the purposes of this

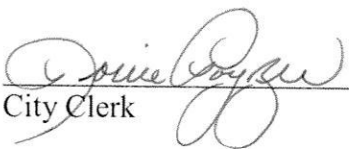
resolution; and such actions previously taken by such officers are hereby ratified and confirmed, including, without limitation, the execution and delivery of the Termination Agreement.

PASSED, APPROVED AND ADOPTED at a regular meeting of the City Council of the City of Redlands on August 5, 2008:



Mayor

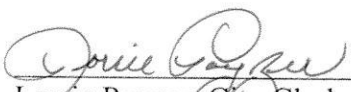
ATTEST:



City Clerk

I, Lorrie Poyzer, City Clerk of the City of Redlands, hereby certify that Resolution No. 6747 was duly adopted by the City Council of the City of Redlands at a regular meeting thereof held on the 5th day of August, 2008, by the following vote:

AYES:	Councilmembers Gilbreath, Gallagher, Aguilar, Bean; Mayor Harrison
NOES:	None
ABSENT:	None
ABSTAIN:	None



Lorrie Poyzer, City Clerk