

**City of Sacramento
as Successor Agency
to the Redevelopment Agency of the City of Sacramento**

January 26, 2016

ISRF Manager
California Infrastructure and Economic Development Bank
P.O. Box 2830
Sacramento, CA 95812-2830

**Re: Annual Certificate for Tax Allocation Loan Agreement
City of Sacramento Redevelopment Agency Successor Agency, CIEDB Loan
No. CIEDB-B05-063**

In accordance with the annual reporting provisions contained in Section 5.03 of the Tax Allocation Loan Agreement dated December 14, 2005, (“Loan Agreement”) between the City of Sacramento as Successor Agency to the Redevelopment Agency of the City of Sacramento (“Borrower”) and the California Infrastructure and Economic Development Bank (“CIEDB”), any amendments thereto, and as modified by the letter from the CIEDB dated December 28, 2012, I hereby certify that the following is true and correct for fiscal year 2014-2015 (“Fiscal Year”). All capitalized terms have the same meaning as defined in the Loan Agreement.

1. Attached is a copy of the Borrower’s audited financial statements for the Fiscal Year, prepared by an Independent Accountant.
2. The total tax increment allocated by the County Assessor’s Office for payment of the CIEDB debt (includes principal, interest, and CIEDB Annual Fee) for the Fiscal Year is: \$229,046.43 (the full amount requested and owed for the Fiscal Year).
3. No Event of Default as described in Section 7.01(a) has occurred and no event has occurred which, with the passing of time or the giving of notice or of both, would constitute an Event of Default.
4. The Borrower is in compliance with the Tax Certificate requirements as set forth in Exhibit G of the Agreement. In addition, the Purchaser certifies to the following:
 - a. yes no During the Fiscal Year, the Project has not been used and at this time is not expected to be used in the future by anyone or any entity other than the Purchaser, other governmental entities or the general public.
 - b. yes no During the Fiscal Year, neither the Project nor any part of the Project has been sold or leased.
 - c. yes no Only the Purchaser operated and managed the Project during the Fiscal Year.
 - d. yes no Excluding construction contracts and contracts previously consented to by the CIEDB related to the Project; the

Purchaser has not entered into any contracts or agreements related to the use, management, or operation of the Project, or for any other reason related to the Project.

5. There has not been any other event or circumstance of any kind relating to the Project or the Borrower generally that would materially affect the ability of the Borrower to repay the Loan. No litigation or administrative challenges of any type have been commenced or threatened which (if ultimately decided against the Borrower) would materially affect the ability of the Borrower to repay the Loan.
6. The Borrower submitted all Recognized Obligation Payment Schedules (ROPS) required for the current Fiscal Year to the Department of Finance (DOF) according to DOF's schedule and the Borrower's ROPS payment schedules provided coverage for this loan and other obligations approved by DOF.
7. The Reserve Account:
 - a. Is funded in an amount equal to the Reserve Requirement.
 yes no
 - b. Is invested in Permitted Investments.
 yes no
 - c. There have been no withdrawals from the Reserve Account during the Fiscal Year.
 yes no
(If there **were** withdrawals from the Reserve Account during the Fiscal Year, select one of the following.)
 - There were one or more withdrawals from the Reserve Account during the Fiscal Year; notification was sent to the CIEDB pursuant to Section 3.05 of the Loan Agreement, and the replenishment schedule is attached hereto.
(or)
 - There were one or more withdrawals from the Reserve Account during the Fiscal Year; notification was sent to the CIEDB pursuant to Section 3.05 of the Loan Agreement, and the account has been replenished to the Reserve Requirement.

Sincerely,



Russell Fehr
City Treasurer