



**STAFF REPORT**  
**2/26/2020**

**TO:** Honorable Mayor and City Council Members

**FROM:** Luis Lopez, Development Services Director

**SUBJECT:** Resolution No. 2020-15 granting the first five-year term extension to the La Entrada Development Agreement, pursuant to Section 8.3 of the Agreement which allows the owner to request up to three five-year term extensions, provided the owners are not in default of the Agreement.

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**STAFF RECOMMENDATION:**

Staff recommends that the City Council approve the attached Resolution No. 2020-15 approving the first 5-year term extension to the La Entrada Development Agreement.

**DISCUSSION/ANALYSIS:**

Not PSAV, LLC and LLSE Holdings LLC, are the owners of the La Entrada project site, and hold property rights to the adopted La Entrada Development Agreement (DA). At the February 12, 2020 the City Council gave staff direction to grant the owners' written request for a five-year term extension on the overall DA. According to the owners, this specific item was one consideration in their negotiations with the City's request to increase the number of affordable housing units for the La Entrada community, as now required by the amended DA.

Staff is not opposed to the granting of this first 5-year term extension. Under Section 8.3 of the DA the owners may request up to three five-year term extensions, provided the owners are not in default of the Agreement. The project is not in default of the agreement, and the City Council may authorize this request at any time.

**ALTERNATIVES:**

1. Motion to Adopt Resolution No. 2020-15 as recommended by staff.
2. Motion to Adopt Resolution No. 202-15 with modifications.
3. Continue this item and give staff direction.

**FISCAL IMPACT:**

There are no fiscal impacts with granting of a five-year term extension.

**RECOMMENDED ALTERNATIVE(S):**

Staff recommends Alternative #1 above.

Attachments:      Resolution No. 202-15  
                         Owner's Written Request