ATTACHMENT COVER SHEET

Meeting Date: May 29, 2007

Item: Consideration of a City Loan to the Redevelopment Agency.

Attachments:	Pages
1. Exhibit 'A' – Principle/Interest ratio model	1

Principle and Interest

		Outstanding Principle	Principle Payment	Interest Payment (4%)
		$9,000,000		
2007-08	Jan.	$7,875,000	$1,125,000	$180,000
2008-09	July	$6,750,000	$1,125,000	$157,500
	Jan.	$5,625,000	$1,125,000	$135,000
2009-10	July	$4,500,000	$1,125,000	$112,500
	Jan.	$3,375,000	$1,125,000	$90,000
2010-11	July	$2,250,000	$1,125,000	$67,500
	Jan.	$1,125,000	$1,125,000	$45,000
2011-12	July	$0	$1,125,000	$22,500
Total			**$9,000,000**	**$810,000**

		Outstanding Principle	Principle Payment	Interest Payment (5%)
		$9,000,000		
2007-08	Jan.	$7,875,000	$1,125,000	$225,000
2008-09	July	$6,750,000	$1,125,000	$196,875
	Jan.	$5,625,000	$1,125,000	$168,750
2009-10	July	$4,500,000	$1,125,000	$140,625
	Jan.	$3,375,000	$1,125,000	$112,500
2010-11	July	$2,250,000	$1,125,000	$84,375
	Jan.	$1,125,000	$1,125,000	$56,250
2011-12	July	$0	$1,125,000	$28,125
Total			**$9,000,000**	**$1,012,500**

		Outstanding Principle	Principle Payment	Interest Payment (6%)
		$9,000,000		
2007-08	Jan.	$7,875,000	$1,125,000	$270,000
2008-09	July	$6,750,000	$1,125,000	$236,250
	Jan.	$5,625,000	$1,125,000	$202,500
2009-10	July	$4,500,000	$1,125,000	$168,750
	Jan.	$3,375,000	$1,125,000	$135,000
2010-11	July	$2,250,000	$1,125,000	$101,250
	Jan.	$1,125,000	$1,125,000	$67,500
2011-12	July	$0	$1,125,000	$33,750
Total			**$9,000,000**	**$1,215,000**

Interest Only

Pay interest only for the life of the loan, with the total principle amount due at the end of the loan period.

		Principle Payment	Interest Payment (4%)
2007-08	Jan.	$0	$180,000
2008-09	July	$0	$180,000
	Jan.	$0	$180,000
2009-10	July	$0	$180,000
	Jan.	$0	$180,000
2010-11	July	$0	$180,000
	Jan.	$0	$180,000
2011-12	July	$9,000,000	$180,000
Total		**$9,000,000**	**$1,440,000**

		Principle Payment	Interest Payment (5%)
2007-08	Jan.	$0	$225,000
2008-09	July	$0	$225,000
	Jan.	$0	$225,000
2009-10	July	$0	$225,000
	Jan.	$0	$225,000
2010-11	July	$0	$225,000
	Jan.	$0	$225,000
2011-12	July	$9,000,000	$225,000
Total		**$9,000,000**	**$1,800,000**

		Principle Payment	Interest Payment (6%)
2007-08	Jan.	$0	$270,000
2008-09	July	$0	$270,000
	Jan.	$0	$270,000
2009-10	July	$0	$270,000
	Jan.	$0	$270,000
2010-11	July	$0	$270,000
	Jan.	$0	$270,000
2011-12	July	$9,000,000	$270,000
Total		**$9,000,000**	**$2,160,000**