

RESOLUTION NO. ____-2019

RESOLUTION OF THE FORT BRAGG CITY COUNCIL APPROVING A SHORT-TERM BRIDGE LOAN TO MENDOCINO COAST HOSPITALITY CENTER FOR INITIAL OPENING AND OPERATIONS OF WINTER SHELTER AND AUTHORIZING THE CITY MANAGER TO EXECUTE LOAN AGREEMENT AND PROMISSORY NOTE

WHEREAS, the Mendocino Coast Hospitality Center has applied for a Limited Term Permit to operate a Winter Shelter from December 15, 2019 to April 1, 2020, depending on funding and need; and

WHEREAS, Mendocino County Board of Supervisors and the Mendocino Coast Hospitality Center anticipate executing a contract for funding the Winter Shelter from approximately December 15, 2019 to April 1, 2020, dependent on funding and need, in the amount of \$66,516; and

WHEREAS, the Mendocino Coast Hospitality Center must expend funds prior to the execution of the contract for funding the Winter Shelter and expend funds in the period before the County will be able to pay the Mendocino Coast Hospitality Center for costs associated directly with operating the Winter Shelter; and

WHEREAS, the Mendocino Coast Hospitality Center is a non-profit organization which provides shelter and other services to homeless individuals in and around Fort Bragg; and

WHEREAS, the Mendocino Coast Hospitality Center does not have sufficient cash reserves to pay these initial costs of operating the Winter Shelter and has requested a short-term bridge loan in an amount not to exceed Twenty-five Thousand dollars (\$25,000) from the City of Fort Bragg; and

WHEREAS, based on all the evidence presented, the City Council finds as follows:

1. The City Council has sufficient cash balances in its General Fund to loan the Mendocino Coast Hospitality Center up to Twenty-five Thousand dollars (\$25,000) for a period of time not to exceed fifty-three (53) days at an interest rate equal to three percent (3%) annualized interest.
2. The operations of the Winter Shelter are vital to the health, safety and welfare of some of the City's more vulnerable residents and visitors.

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Fort Bragg does hereby approve a short-term bridge loan for Mendocino Coast Hospitality Center in an amount not to exceed Twenty-five Thousand dollars (\$25,000) and authorizes the City Manager to Execute the same.

The above and foregoing Resolution was introduced by Councilmember _____, seconded by Councilmember _____, and passed and adopted at a regular meeting of the City Council of the City of Fort Bragg held on the 9th day of December, 2019, by the following vote:

**AYES:
NOES:
ABSENT:
ABSTAIN:
RECUSED:**

**WILLIAM V. LEE
Mayor**

ATTEST:

**June Lemos, CMC
City Clerk**