

THE REDEVELOPMENT AGENCY OF THE CITY OF SAN JOSE

MEMORANDUM

TO: REDEVELOPMENT AGENCY BOARD	FROM: HARRY S. MAVROGENES EXECUTIVE DIRECTOR
SUBJECT: SEE BELOW	DATE: JUNE 30, 2009

INFORMATION

SUBJECT: \$24.16M AWARD OF STATE PROPOSITION INFILL INFRASTRUCTURE GRANT FOR THE NORTH SAN PEDRO HOUSING PROJECT

The Agency has been awarded an Infill Infrastructure Grant from the State for the North San Pedro Housing Project for \$24.16M. The Infill Infrastructure Grant Program was funded by Proposition 1C, the Housing and Emergency Shelter Trust Fund Act of 2006. Its primary objective is to promote infill housing development. The program seeks to accomplish this objective by providing financial assistance for infrastructure improvements necessary to facilitate infill housing.

The North San Pedro Residential Project will be comprised of three high-rise towers, urban townhome units and a stand alone affordable project on land owned by the Agency between Market Street and Route 87 north of Saint James. The Grant will be used for infrastructure improvements that are required before private investment can occur and include the realignment of Julian Street, widening and conversion of Saint James to two-way traffic, utility work, two new parks, and the expansion of Pellier Park.

The State needs to go to the bond market, expected in September/October, to finance the Proposition 1C grants. The infrastructure portion of the project will commence late 2009/early 2010 at the earliest dependent upon the Agency's ability to access the funds.



HARRY S. MAVROGENES
Executive Director