



City of Loma Linda Official Report

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Approved/Continued/Denied By Redevelopment Agency Date _____
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AGENCY AGENDA: February 8, 2010

TO: Agency Board Members

VIA: T. Jarb Thaipejr, Executive Director

FROM: Konrad Bolowich, Economic Development

SUBJECT: Direction to Agency staff to develop an agreement with property owner at 24601 Redlands Blvd. to install fire suppression systems.

RECOMMENDATION

It is recommended that the Redevelopment agency direct staff to negotiate an agreement to finance installation of fire suppression equipment at 24601 Redlands Blvd. (former Cal Spas building)

BACKGROUND

The buildings at 24601 Redlands Blvd. were recently purchased and retrofitted to allow operation of two separate businesses on the site. Final fire inspection of the site determined that the site will require fire suppression systems for these new uses. The property owner and business owners are unable to obtain financing to install these systems. Both businesses are existing, successful, long standing members of the business community and failure to obtain financing for these systems would require the businesses to relocate outside of the city or to cease operation.

ANALYSIS

Staff has received a preliminary system cost estimate of \$80,000.00. Initial discussions with the property owner indicate that a ten (10) year loan attached to the property and with specific covenants regarding future business activities are agreeable in concept. It is a common practice for Redevelopment Agencies to make these types of loans to retain or to help expand existing businesses.

FINANCIAL IMPACT

Funding is available in Account No. 57-1800-1980