
M E M O R A N D U M

DATE: May 6, 2003
TO: Council Members
FROM: Michael Sears
RE: Amended Resolution and Loan Agreement with KUTV

The Council discussed the proposed loan to KUTV Channel 2 during the January 14, 2003 work session and the Redevelopment Agency of Salt Lake (RDA) Board of Directors' January meeting. Since the briefings in January the Administration has been working with KUTV to finalize the details of the \$1.2 million loan. Attached is a revised resolution and contract that contains all of the changes to the version approved by the Council.

The Council may wish to note the two changes that have occurred since Council Members were first introduced to the idea of KUTV relocating to the Wells Fargo Building and adopted a resolution authorizing a loan to KUTV.

- The agreement will be between Salt Lake City Corporation and KUTV Holdings, Inc. The agreement will be backed by a Corporate Guarantee from CBS Televisions Stations, Inc. The original resolution included Viacom.
- The agreement has been revised to clarify the in-kind repayment portion of the loan.

The transmittal from the Administration summarizes the terms of the in-kind portion of the debt and clarifies the changes that have been made since the original resolution was adopted. The Administration is requesting approval from the Council so that the loan agreement can be executed and KUTV can move into the City.

OPTIONS

Council Members may wish to adopt the proposed resolution authorizing the Mayor to sign the KUTV loan agreement.

cc: Cindy Gust-Jenson, Gary Mumford, Dave Oka, Alison Weyher, Russell Weeks and Janice Jardine