## RESOLUTION NO. R-282109 ADOPTED ON JUNE 7, 1993

WHEREAS, The City of San Diego is an active participant in the City-County Reinvestment Task Force which seeks to encourage financial institutions to reinvest in community business and affordable housing; and

WHEREAS, the City-County Reinvestment Task Force has reviewed the seizure of the HomeFed Bank by the Office of Thrift Supervision and the subsequent purchase and assumption of its assets by the Resolution Trust Corporation (RTC); and

WHEREAS, the City-County Reinvestment Task Force has concluded that RTC activities in relation to this takeover have had extraordinary adverse impacts on the San Diego economy; and

WHEREAS, the City-County Reinvestment Task Force study strongly recommends that additional analysis of these impacts and potential future impacts should be undertaken particularly as it relates to: the impact on San Diego property values of the sale of HomeFed Bank properties by RTC at prices well below market; the failure of RTC to work with local agencies in the acquisition of affordable housing; the loss of tax revenue to local agencies through depressed property values and the possible impacts of depressed property values on other local financial institutions; and

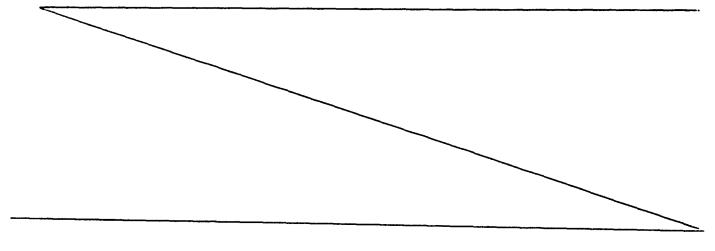
WHEREAS, Congress has adopted performance standards for RTC

which include requirements that local agencies and nonprofits be permitted to acquire RTC properties for affordable housing; NOW, THEREFORE,

BE IT RESOLVED, by the Council of The City of San Diego, that the City Council joins the City-County Reinvestment Task Force in requesting that the House Committee on Banking, Finance and Urban Affairs conduct a congressional hearing in San Diego on the impact of the procedures and practices of the Resolution Trust Corporation in the seizure of the HomeFed Bank on the economy of The City of San Diego.

BE IT FURTHER RESOLVED, that the City Council directs the Department of Legislative Services to send a letter to the Chairman of the House Committee on Banking, Finance and Urban Affairs, Honorable Henry Gonzalez, requesting that the Committee conduct such a hearing.

BE IT FURTHER RESOLVED, that the Council requests special federal assistance in the sale of HomeFed's banking operation to a consortium of local investors.



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BE IT FURTHER RESOLVED, that the Council requests Governor Wilson's support of our request to the Banking, Finance and Urban Affairs Committee.

APPROVED: JOHN W. WITT, City Attorney

Stuart H. Swett

Senior Chief Deputy

SHS:js:smm

04/29/93

05/26/93 REV.

06/08/93 REV. 2 06/10/93 REV. 3

Or. Dept. "Council-Stevens

R-93-1791

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Passed and adopted by the Council by the following vote:	of The City of Sa	an Diego on		JUN 07 1993
Council Members Abbe Wolfsheimer Ron Roberts John Hartley George Stevens Tom Behr Valerie Stallings Judy McCarty Juan Vargas Mayor Susan Golding	Yeas O	Nays	Not Present	Incligible
AUTHENTICATED BY: (Seal)			SUSAN GOLDING  Mayor of The City of San Diego, California.  CHARLES G. ABDELNOUR  Chy Clerk of The City of San Diego, California.  By Mayor of The City of San Diego, California.	

Office of the City Clerk, San Diego, California

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