(R-99-360)

## RESOLUTION NUMBER R- 290970 NOV 2 4 1998 ADOPTED ON

WHEREAS, San Diego's two Enterprise Zones -- the Metropolitan Zone designated in 1986 and the San Ysidro/Otay Mesa Zone designated in 1992 -- are state designated areas within which businesses in these zones may claim various state tax benefits, primarily tax credits for hiring unemployed persons; and

WHEREAS, it is recommended that the zones be expanded because Enterprise Zone tax benefits should result in new jobs and new business investments to these communities that continue to have a high unemployment rate and/or continue to experience high real estate vacancies; and

WHEREAS, state law permits Enterprise Zones to expand by up to 15 percent of the originally designated area; and

WHEREAS, the proposed expansion in the Metropolitan Enterprise Zone would leave 2.74 acres available for future expansions, and

WHEREAS, the proposed expansion in the San Ysidro/Otay Mesa Enterprise Zone would leave 524.90 acres for future expansions; NOW, THEREFORE,

BE IT RESOLVED, by the Council of The City of San Diego, as follows:

1. That the City Manager is authorized and directed to file documents with the California Trade and Commerce Agency to expand the San Ysidro/Otay Mesa Enterprise

Zone and the Metropolitan Enterprise Zone in accordance with regulations promulgated by the Trade and Commerce Agency pursuant to state law (AB 251 of 1989).

- 2. That the City Manager is authorized to take actions necessary to expand the San Ysidro/Otay Mesa Enterprise Zone and the Metropolitan Enterprise Zone to include the area as described in Attachments A and B hereto, which is by this reference incorporated herein.
- 3. That the City Council finds that the San Ysidro/Otay Mesa Enterprise Zone, as expanded, has been found to be an area with high unemployment and limited employment opportunities for area residents, and that designation as an enterprise zone is necessary to the creation of jobs by private enterprise.
- 4. That the City Council also finds that the Metropolitan Enterprise Zone, as expanded, is a depressed and blighted area as demonstrated by a high concentration of deteriorated or deteriorating buildings, by extensive building, zoning, and other violations, by a lack of commercial activity to provide services for area residents, by limited employment opportunities for area residents, by a high incidence of vandalism, gang activity, and criminal activity in the area, and by a low level of private sector investment; and that designation as an enterprise zone is necessary to reverse these depressed and blighted conditions.
- 5. That the City Manger is authorized to do the following actions for commercial and industrial projects within the San Ysidro/Otay Mesa and Metropolitan Enterprise Zone, as expanded, when such expansion is approved by the California Trade and Commerce Agency: to expedite the necessary development plan and permit processing, and building permit issuance for

such projects; and waive the requirement to pay into the San Diego Housing Trust Fund and waive the requirement to pay Development Impact fees (Metropolitan Zone only).

APPROVED: CASEY GWINN, City Attorney

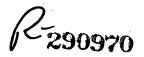
Ву

Douglas K. Humphreys Deputy City Attorney

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## ATTACHMENT A

Starting at a point where Oro Vista Road and Interstate 5 (I-5) intersects and traveling northbound on I-5 to Palm Avenue; west along Palm Avenue to a point where Palm Avenue and Saturn Boulevards intersects; beginning at the point where the rear property line of West Park Unit 2. Map 6483 and Saturn Boulevard intersects and traveling west; continuing west to a point where the San Diego city limit ends (includes only the south side of Palm Avenue and all those lots zoned commercial or industrial); north approximately 375 feet along said city limit; then west along north side of Palm Avenue to the intersection of Palm Avenue and 13th Street; north on 13th Street to a point where 13th Street intersects with the northwestern corner of rear property line of Lot 10 of Southland Manor, Map 7666; then east along rear property lines beginning at Lot 10 of Southland Manor, Map 7666 to the intersection of Palm Avenue and Saturn Boulevard (includes only the north side of Palm Avenue and those lots zoned commercial or industrial and excluding all lots which fall within the Multiple Species Conservation Program/MSCP); north on Saturn Boulevard to a point where the northwest corner of Palm Avenue Shopping Center, Lot 1, Map 10357 intersects; then east along said property line to the I-5 median; north I-5 to Main Street; east along the south side of Main Street until intersecting with Hollister Street; south along the west side of Hollister Street to point where it intersects with Marian Way; west on Marian Way until intersecting with I-5; south along the northern lanes of I-5 until intersecting Palm Avenue, east on Palm Avenue to the southwest corner of Moore's Subdivision, lot 22, map 1300; north 131.5 feet along western property line then east on rear property line until it intersects with Moore's Subdivision, lot 11, map 1300; north 231.39 feet then east 110.75 feet to Hollister St; south along Hollister Street (includes only west side of said street) until intercepting Palm Avenue; continuing southeasterly along the San Diego and Arizona Eastern Railroad right-of-way; south along a line marking the easternmost lot line of Ocheltree Subdivision Unit No. 1, west to I-5; then north along rear property lines beginning at Ocheltree Resubdivision of Lot 15, Map 4758 (includes only west side of Outer Road and Hollister Street and those lots designated commercial or industrial); then continuing west along rear property lines on Palm Avenue (includes south side of the street only and those lots zoned commercial or industrial) to I-5; then south on I-5 to the point of origination.



## **ATTACHMENT B**

Starting at a point where Broadway intersects with Fifth Avenue then north for two-hundred and fifty feet, then easterly along the boundary of Lots B and K, Block 35, of Map DB0013PG52, for two hundred feet until intercepting 6<sup>th</sup> Street; south along 6<sup>th</sup> Street until intercepting Broadway; then west along Broadway to the point of origination.

