

(R-99-1070)

RESOLUTION NUMBER R- **291483**

ADOPTED ON **APR 13 1999**

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO APPROVING THE TRANSFER OF COMMUNITY DEVELOPMENT BLOCK GRANT FUNDS FROM COUNCIL DISTRICT 2 TO THE REDEVELOPMENT AGENCY, CONSTRUCTION OF THE LITTLE ITALY LANDMARK SIGN ON INDIA STREET BETWEEN DATE AND FIR STREETS IN THE LITTLE ITALY REDEVELOPMENT DISTRICT OF THE EXPANSION SUB AREA OF THE CENTRE CITY REDEVELOPMENT PROJECT AREA, AND MAKING CERTAIN FINDINGS WITH RESPECT TO THE PAYMENTS FOR THE IMPROVEMENT.

WHEREAS, the Council of The City of San Diego, [the Council] is engaged in activities necessary to carry out and implement the Redevelopment Plan for the Little Italy District of the Expansion Sub Area of the Centre City Redevelopment Project [the Project]; and

WHEREAS, in order to carry out and implement the construction of the Little Italy Landmark Sign on India Street between Date and Fir Streets in the Little Italy Redevelopment District of the Expansion Sub Area of the Project area it is necessary to authorize the transfer of Community Development Block Grant funds from District 2 to the Agency; and

WHEREAS, in order to carry out and implement the Redevelopment Plan, the Agency proposes to pay for the construction of the improvement on India Street between Date and Fir Streets; and

WHEREAS, Centre City Development Corporation [the Corporation] has reviewed and recommends that the Council consents to and makes certain findings to construct the public improvement; and

WHEREAS, the Council has duly considered all conditions of the proposed payment for the improvement and participation and believes that the payment by the Agency of the cost of the installation and construction of the public improvement by the Agency is in the best interest of the City and health, safety, morals and welfare of its residents, and in accord with the public purposes and provisions of applicable State and local law requirements; NOW, THEREFORE,

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

1. That the City Auditor and Comptroller is authorized to transfer \$94,600 of Community Development Block Grant funds from Council District 2 to the Agency for the Little Italy Landmark Sign Project.

2. That the Council finds and determines that the construction of the public improvement on India Street between Date and Fir Streets is of benefit to the Project, that the Council finds and determines that no other reasonable means for financing the proposed improvement for which the Agency proposes to pay are available to the community, and that the Council finds and determines that the proposed improvement will assist in eliminating one or more blighting conditions inside the Project area, all as described in Attachment 1.

3. That it finds and determines that the construction and installation of the Little Italy Landmark Sign on India Street between Date and Fir Streets is consistent with the Implementation Plan adopted for the Project by the Agency on June 21, 1994, as Document

No. 2141, pursuant to California Health and Safety Code section 33490, as described in Attachment 1.

4. That it consents to the payment by the Agency for all of the cost of the improvement identified above.

5. That it authorizes the City Clerk to deliver a copy of this resolution to the Executive Director and members of the Agency.

APPROVED: CASEY GWINN, City Attorney

By *Elisa A. Cuato*
Douglas K. Humphreys
Deputy City Attorney

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Or.Dept:CCDC
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ATTACHMENT NO. 1
FINDINGS

SUBJECT IMPROVEMENTS:

REQUEST TO BID AND CONSTRUCT LITTLE ITALY LANDMARK SIGN ON INDIA STREET BETWEEN DATE & FIR STREETS. LITTLE ITALY REDEVELOPMENT DISTRICT OF THE CENTRE CITY REDEVELOPMENT PROJECT

I. FINDINGS OF BENEFIT

The subject improvement for which the Redevelopment Agency of the City of San Diego (Agency) proposes to pay will benefit the Little Italy Redevelopment District or the immediate neighborhood in which the Project area is located in that:

- A. The improvement is within the Little Italy Redevelopment District of the Centre City Redevelopment Project, adjacent to developing properties.
- B. The improvement is planned for India Street between Date & Fir Streets. The improvement will enhance the area for the benefit of nearby users as well as residents.
- C. The improvement will act as a catalyst providing an incentive for private investment in the rehabilitation of the areas.

II. NO OTHER REASONABLE MEANS OF FINANCING

There are no other reasonable means available to the community for financing the subject improvement for which the Agency proposes to pay in that:

City of San Diego

- A. The Fiscal Year 1999 Budget for the City of San Diego (City) increased 15.3%. The overall increase is largely attributable to an increase in the General Fund, Enterprise Fund, Special Revenue Fund, and in the Capital Improvement Program (CIP). Even with an increase in the Capital Improvement Program Budget, a number of capital projects remain unfunded due to limited funds.

- B. The City's capital improvement budget is funded primarily with water and sewer fees, developer impact fees, grant funds, enterprise fund revenues, Facility Benefit Assessment funds, and Transnet funds. The Fiscal Year 1999 Capital Improvement Program Budget increased 32.2% from the Fiscal Year 1998 Budget. The Fiscal Year 1999 CIP Budget provides for the sewer upgrade of the City's Metropolitan and Municipal Wastewater System, water projects, the east/west connection between Interstate 5 and Interstate 15 for Route 56, lane widening, storm projects and installation and improvement of city-wide traffic signals.
- C. Consistent with signs of a recovering economy, most major tax revenue categories displayed signs of growth in Fiscal Year 1998. Moderate growth is anticipated for most Fiscal Year 1999 major revenues. The economic growth rate for major revenue categories are property tax (3.0%), sales tax (4.2%), Transient Occupancy Tax (6.6%) and Motor Vehicle License fees (3.8%).
- D. The City's Fiscal Year 1999 Capital Improvements Budget (CIP) is embodied in Volume's IV and V of the City's Budget. The Agency's Fiscal Year 1998-1999 Program Budget was adopted on June 25, 1998. The CIP and the Agency's Budget were developed in accordance with City and Council Policy, and each project activity was evaluated and incorporated in the respective budgets. Projects are funded based on need and the availability of appropriate funding sources. The City's CIP Budget totals \$391.3 million, an increase of \$95.5 million over Fiscal Year 1998.
- E. Although sustained revenue growth is anticipated in Fiscal Year 1999, the City is relying on some onetime revenue sources to provide higher levels of services than would otherwise be possible. Local Property Tax apportionments have been permanently diminished as a result of the Fiscal Year 1993 and 1994 state budget actions. Despite the state's ongoing economic recovery, the magnitude of the Property Tax loss - in excess of \$24 million each fiscal year - has required the use of onetime revenues.
- F. Maintaining and enhancing the services that the City provides to the citizens, residents and visitors are one of the City's primary core values. Although the weak economy and reductions in defense and aerospace spending have negatively impacted the City's revenues, the City has embarked on changing the traditional ways of conducting business and utilized three strategies to adhere to this core value. These strategies to maintain and enhance service levels by increasing revenues or reducing expenses are delineated in the 1999 Budget.

III. ELIMINATION OF BLIGHTING CONDITIONS

The payment of funds toward the cost of the construction and installation of the subject improvement will assist in the elimination of one or more blighting conditions inside the Little Italy Redevelopment District area and the proposed improvement is consistent with the Implementation Plan adopted for the Project pursuant to Health and Safety Code 33490, in that:

- A. The improvement will enhance the neighborhood and eliminate adverse conditions.
- B. The improvement will act as a catalyst providing an incentive for private investment, thereby contributing to the removal of economic blight.
- C. "Completion of off-site improvements in this area is a means to contribute to blight removal" is included in the work program of the Implementation Plan adopted June 21, 1994 pursuant to Health and Safety Code 33490.

**The City of San Diego
CERTIFICATE OF CITY AUDITOR AND COMPTROLLER**

CERTIFICATE OF UNALLOTTED BALANCE

AC 9901041

ORIGINATING

DEPT. NO.: 9960

I HEREBY CERTIFY that the money required for the allotment of funds for the purpose set forth in the foregoing resolution is available in the Treasury, or is anticipated to come into the Treasury, and is otherwise unallotted.

Amount \$ 94,600.00

Fund 18533 and 18534

Purpose Authorizing the transfer of funds from CDBG to the Redevelopment Agency for the Little Italy Landmark Sign Project.

Date March 31, 1999

By:

Debra L. Clark

AUDITOR AND COMPTROLLER'S DEPARTMENT

ACCOUNTING DATA										
ACCTG. LINE	CY PY	FUND	DEPT	ORG.	ACCOUNT	JOB ORDER	OPERATION ACCOUNT	BENF/EQUIP	FACILITY	AMOUNT
001	0	18533	4131	3119	4279	000001				\$44,600.00
002	0	18534	4161	6111	4279	000001				\$50,000.00
TOTAL AMOUNT										\$94,600.00

FUND OVERRIDE

CERTIFICATION OF UNENCUMBERED BALANCE

I HEREBY CERTIFY that the indebtedness and obligation to be incurred by the contract or agreement authorized by the hereto attached resolution, can be incurred without the violation of any of the provisions of the Charter of the City of San Diego; and I do hereby further certify, in conformity with the requirements of the Charter of the City of San Diego, that sufficient moneys have been appropriated for the purpose of said contract, that sufficient moneys to meet the obligations of said contract are actually in the Treasury, or are anticipated to come into the Treasury, to the credit of the appropriation from which the same are to be drawn, and that the said money now actually in the Treasury, together with the moneys anticipated to come into the Treasury, to the credit of said appropriation, are otherwise unencumbered.

Not to Exceed \$ _____

Vendor _____

Purpose _____

Date _____

By: _____

AUDITOR AND COMPTROLLER'S DEPARTMENT

ACCOUNTING DATA										
ACCTG. LINE	CY PY	FUND	DEPT	ORG.	ACCOUNT	JOB ORDER	OPERATION ACCOUNT	BENF/EQUIP	FACILITY	AMOUNT
TOTAL AMOUNT										

FUND OVERRIDE

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