(R-2002-1657 REV.)

RESOLUTION NUMBER R- 296596

ADOPTED ON JUN 0 42002

WHEREAS, San Diego's two Enterprise Zones — the Metropolitan Zone designated in 1986 and the South Bay Zone (formerly known as the San Ysidro/Otay Mesa Enterprise 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 Metropolitan Zone be expanded because

Enterprise Zone tax benefits should result in new jobs and new business investments to this

community that continues to have a high unemployment rate and/or continues to experience high

real estate vacancies; and

WHEREAS, the proposed 27.12 acre expansion in the Metropolitan Enterprise Zone would allow it to include the Solar Turbines, Inc., site at 2200 Pacific Highway; NOW, THEREFORE,

BE IT RESOLVED, by the Council of the City of San Diego, that the City Manager is authorized and directed to file documents with the California Technology, Trade & Commerce Agency to expand the Metropolitan Enterprise Zone in accordance with regulations promulgated by the Technology, Trade & Commerce Agency.

BE IT FURTHER RESOLVED, that the City Manager is authorized to take actions necessary to expand the Metropolitan Enterprise Zone to include the Solar Turbines, Inc., site, a 27.12- acre site bounded by Pacific Highway, Laurel Street, Harbor Drive, and Hawthorne Street.

[CORRECTED 6/13/2002]

BE IT FURTHER RESOLVED, that the City Council finds that the Metropolitan Enterprise Zone, as expanded, is in an area with high unemployment and limited employment opportunities for area residents, and that designation of this area as an Enterprise Zone is necessary to the creation of jobs by private enterprise.

BE IT FURTHER RESOLVED, that the City Manager is authorized to take the following actions for commercial and industrial projects within the Metropolitan Enterprise Zone, as expanded, when such expansion is approved by the California Technology, Trade & Commerce Agency: to expedite the necessary development plan and permit processing, and building permit issuance for such projects.

BE IT FURTHER RESOLVED, that if the California Technology, Trade & Commerce Agency approves the expansion of the Metropolitan Enterprise Zone to include the Solar Turbines site at 2200 Pacific Highway, the exemption from the Housing Trust Fund fee set forth in San Diego Municipal Code section 98.0608 shall not be applicable to Solar Turbines in connection with projects at the 2200 Pacific Highway site.

APPROVED: CASEY GWINN, City Attorney

Βv

Lisa A. Foster

Deputy City Attorney

LAF:jab 5/21/02

3/21/02

6/13/02 REV

Or.Dept:Comm.&Econ.Dev

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[CORRECTED 6/13/02]