03/20/2023 #+203 (R-2023-415)

RESOLUTION NUMBER R- 314667

DATE OF FINAL PASSAGE MAR 2 8 2023

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO APPROVING THE SECOND AMENDMENT TO THE LEGAL SERVICES AGREEMENT WITH QUINN EMANUEL URQUHART & SULLIVAN AS OUTSIDE COUNSEL TO PROVIDE ONGOING LEGAL SERVICES RELATED TO LITIGATION MATTERS INVOLVING THE 101 ASH STREET AND CIVIC CENTER PLAZA PROPERTY TRANSACTIONS.

WHEREAS, the City of San Diego (City) entered into two separate lease purchase agreements involving two high rise buildings in downtown San Diego, one at 101 Ash Street (101 Ash Building) and the other at Civic Center Plaza at 1200 Third Avenue (CCP Building); and

WHEREAS, despite reaching settlement agreements with two parties, the City continues to be embroiled in two different lawsuits involving these properties against various other parties including the City's supposedly "volunteer" broker for both properties as well as contractors who performed work on the 101 Ash Building; and

WHEREAS, among other things, the City is seeking to recover monetary damages from defendants on these matters; and

WHEREAS, on December 14, 2021, the Council of the City of San Diego (City Council) approved the retention of Quinn Emanuel Urquhart & Sullivan (Quinn Emanuel) as outside counsel to represent the City in these three litigation matters because of the complexity of the legal issues and because hundreds of millions of dollars are at stake in these cases; and

WHEREAS on August 9, 2022, the City Council approved the First Amendment to the Legal Services Agreement, which increased the not-to-exceed amount of the contract with Quinn Emanuel from \$500,000 to \$1 million; and

WHEREAS, Quinn Emanuel is able to continue performing the requested services at an hourly rate substantially lower than the rates typically billed by the law firm; and

WHEREAS, with the necessary legal work to prepare the cases for trial in April 2023,

Quinn Emanuel will soon exceed the maximum not-to-exceed amount based on the current work
that the law firm is performing for the City on litigation related to the 101 Ash Building and CCP

Building; and

WHEREAS, an increase of \$500,000 to the Legal Services Agreement, which would raise the total not-to-exceed amount from \$1 million to \$1.5 million, is necessary to avoid disruption in Quinn Emanuel's services that would impede the current work that the law firm is performing, which all have deadlines that must be met in light of a trial date in April 2023; and

WHEREAS, the continuing legal services of Quinn Emanuel are necessary because the Office of the City Attorney lacks capacity to handle these matters with the departure of experienced senior litigators and leave of other litigators; and

WHEREAS, the amount of the Second Amendment to the Legal Services Agreement with Quinn Emanuel would increase the contract by \$500,000 for a total contract amount not to exceed \$1.5 million, which requires City Council approval of the contract itself pursuant to San Diego Municipal Code section 22.3207(a); NOW, THEREFORE,

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

1. That the Second Amendment to the Legal Services Agreement with Quinn Emanuel is approved, and the Mayor or his designee is authorized to execute this Second Amendment for and on behalf of the City of San Diego in a total amount not to exceed \$1.5 million (reflecting the \$500,000 increase, above the current \$1 million contract amount).

2. That the Chief Financial Officer or his designee is authorized to appropriate and expend an amount not to exceed \$1.5 million from the Public Liability Fund for the purpose of executing the Second Amendment to the Legal Services Agreement with Quinn Emanuel, contingent upon the adoption of the Annual Appropriation Ordinance for the applicable Fiscal Year, and contingent upon the Chief Financial Officer first furnishing one or more certificates that the funds necessary are, or will be, on deposit in the City Treasury.

APPROVED: MARA W. ELLIOTT, City Attorney

Ву	flue -				
-	Ken So				
	Chief Deputy City Attorney				

KRS:cc 01/23/2023

Or.Dept:City Attorney Doc. No. 3221289

I certify that the foregoing Remeeting of MAR 20.	solution was passed by the Council of the City of San Diego, at this 2023.
	DIANA J.S. FUENTES City Clerk
	By Connie Patterson Deputy City Clerk
Approved: 3 27 23 (date)	TODD GLORIA, Mayor
Vetoed: (date)	TODD GLORIA, Mayor

Passed by the Council of The C	City of San Dieg	o onM	AR 2 0 2023	, by the following vote
Councilmembers	Yeas	Nays	Not Present	Recused
Joe LaCava	7	Π	П	П
Jennifer Campbell	7	. []		
Stephen Whitburn	, Z	П		
Monica Montgomery Steppe		Ī		П
Marni von Wilpert	<u> </u>	П		
Kent Lee	Й	П	n	П
Raul A. Campillo	Ā	П		ñ
Vivian Moreno			Ž	П
Sean Elo-Rivera	$\Box$		Π	
			TODD GL	ORIA
UTHENTICATED BY:	Mayor of The City of San Diego, California.			
			DIANA J.S. FU	ENTES
(Seal)		City Clerk of The City of San Diego, California.		
		By Lew	mie Potte	Deputy
		Office of the	City Clerk, San D	iego, California
	Resolu	ution Numbe	r R- 31466	7

1 gr 🕨 🛊