

**REDEVELOPMENT AGENCY OF THE  
CITY OF SAN DIEGO, CALIFORNIA**

**CLOSED SESSION AGENDA  
FOR  
REDEVELOPMENT AGENCY  
MONDAY, JUNE 19, 2006<sup>1</sup>  
TUESDAY, JUNE 20, 2006, AT 9:00 A.M.  
COUNCIL COMMITTEE ROOM -12<sup>TH</sup> FLOOR  
202 C Street, San Diego, CA 92101**

**NOTE:** In accordance with the San Diego City Council Permanent Rule for Noticing and Conduct of Closed Session Meetings, adopted on February 28, 2005, a portion of the Agenda for the Redevelopment Agency meeting has been reserved for Agency Counsel comment, public comment, and Redevelopment Agency discussion of the content of this Closed Session Docket. **Please see the Special Open Session Agenda to determine when such matters may be heard.**

**Conference with Legal Counsel - existing litigation, pursuant to California Government Code section 54956.9(a):**

RACS-1      *Redevelopment Agency v. Ahmad Mesdaq*  
San Diego Superior Court Case No. GIC 829293-1

DCA: B. Bartram

This is an update on the status of an appeal arising from an action in eminent domain brought by the Agency concerning property located at 502 J Street. The case was tried in October 2005 which resulted in a condemnation award adverse to the Agency. In January 2006 the trial court granted Defendant's motion for litigation expenses and an appeal of the judgment has been taken. The grounds for the appeal and the status of the litigation will be presented to the Agency Board.

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<sup>1</sup> Closed Session may take place at any time after public testimony, but typically, the Closed Session meeting takes place at 9:00 a.m. on Tuesdays.

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RACS-2      *In re 500 West Broadway, L.P.*,  
US Bankruptcy Case No. 05-05433

DCA: B. Bartram

This action arises out of an Agency Agreement entered into with 500 West Broadway, L.P. [Developer] in November 2002 for the purpose of renovating the YMCA. The rehabilitation project proceeded and was approximately 98 percent complete when in June 2005 First National Bank filed for appointment of a receiver to prevent Developer's dissipation of assets from the property. Thereafter, the General Partner of Developer, Barone Galasso & Associates filed a petition for Chapter 11, involuntary bankruptcy against the Developer, staying all creditor actions pending resolution of the bankruptcy. The US Bankruptcy Court has recently approved the issuance to creditors of Developer including the Agency of Ballots for accepting or rejecting a Plan of Developer/Debtor Reorganization. The status and background of the bankruptcy and recommendations concerning the Agency's approval of the Plan will be presented for Agency action.