

MINUTES OF THE MEETING OF JUNE 12, 1978

Present - Members Mitchell, O'Connor, Lowery, Williams, Schnaubelt, Gade, Stirling, Haro, and Chairman Wilson.
Absent - None.
Secretary - Charles G. Abdelnour.

Chairman Wilson called the meeting to order at 2:25 p.m.

The minutes of the meetings of May 15, May 16, and May 22, 1978 were unanimously approved, on motion of Member Stirling and second of Member Williams.

On the agenda were proposed resolutions for adopting the Fiscal 1979 budgets for the Redevelopment Agency and for Centre City Development Corporation. Member Stirling suggested both items be continued until more is learned of the future of downtown redevelopment, and until Agency members have had more time to study the revised CCDC operating budget. Chairman Wilson invited CCDC and City staff to proceed with the presentation.

Mr. James L. Spotts, Redevelopment Division Superintendent and Assistant Director of the Engineering and Development Department, explained the format of the Agency budget as representing the complete spectrum of activities covered by the Agency--some of the projects being administered by CCDC; others by the Redevelopment Division; and one other, Gaslamp Quarter, administered jointly by the Redevelopment Division and by the Planning Department.

Mr. Dean Dunphy, President of CCDC, and Mr. Gerald Trimble, Executive Vice President, both urged the Agency to consider the budget at this time, the CCDC Board having approved a substantial reduction in the operating budget at a special meeting on Friday, June 9, recognizing the question of the impact of the passage of the Jarvis-Gann initiative last week. Mr. Trimble stressed the need for continuing negotiations with developers and also the recognition that there are other sources of funding besides those affected by Proposition 13's passing. Mr. Dunphy said the CCDC Board is confident that the problems can be worked out, and hoped the Agency would also express optimism.

Ms. O'Connor said that like all the other City budgets, this should be considered consistent with all of Proposition 13 ramifications. She cited the need for a greater certainty about what money will be available before the Agency can go ahead on the whole budget. In regard to the CCDC operating budget, Ms. O'Connor stated that in her recollection, the salary for executive vice president as indicated in the FY 1979 budget is higher than was proposed in the original agreement of May, 1977. In regard to the operating budget as a whole, Ms. O'Connor suggested that the FY 78 budget be extended into the next fiscal year. Mr. Trimble said that CCDC activities could be continued for a month, since all of FY 78 funds will not have been expended by June 30.

Some discussion took place concerning an appropriate date for continuing the meeting, when there will have been some legislative response from the state concerning the \$1.3 billion indebtedness in outstanding redevelopment bonds in the cities throughout the state, and concerning the means for allocating tax money to redevelopment agencies in the future. Mr. Trimble said he is aware of bills now being drafted which would speak to this. Mr. Dunphy added that another possibility is the formation of assessment districts for another source of funds.

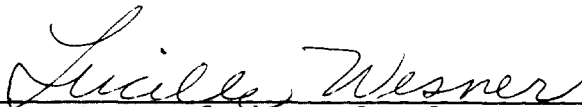
Member Stirling made the motion to continue the meeting to July 10; Member Schnaubelt seconded, and it was passed unanimously. Both items on the agenda will be considered at that time -- the annual budget for the Redevelopment Agency, and the annual budget for the Centre City Development Corporation.

The meeting was adjourned at 3:02 p.m.



Chairman of the Redevelopment Agency
of the City of San Diego, California

ATTEST:



Deputy Secretary of the Redevelopment Agency
of the City of San Diego, California