

**SPECIAL REDEVELOPMENT AGENCY MEETING
JULY 28, 2008**

The meeting called to order as the City Council at 2:10 p.m. by Council President Peters with Council President Pro Tem Madaffer and Council Members Young and Hueso not present.

Roll Call Faulconer, Atkins, Young, Maienschein, Fyre,
Madaffer, Hueso and Council President Peters

Andrea Tevlin, Independent Budget Analyst
Michael J. Aguirre, City Attorney
Karen Heumann, City Attorney
Huston Carlyle, City Attorney
Elizabeth Maland, City Clerk

The meeting adjourned as the City Council at 4:22 p.m.

The meeting reconvened as the Special Redevelopment Agency at 4:22 p.m. by Chair Peters with all Agency Members present.

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

RACS-1 *In re: Chuey's Numero Uno, Inc., Debtor*
United States Bankruptcy Court, Southern District of California,
Case No. 07-05903-LT11

DGC assigned: K. Berkey/H. Carlyle

This matter involves a bankruptcy action filed under Chapter 11 by Chuey's Numero Uno, Inc. The Redevelopment Agency is a creditor of Chuey's Numero Uno, Inc. The General Counsel will provide a status report on the pending litigation and seek direction from the Redevelopment Agency Board members on the Redevelopment Agency's course of action in the pending litigation.

Chair Peters closed the hearing. Referred to Closed Session of Tuesday, July 29, 2008.

SPECIAL REDEVELOPMENT AGENCY MEETING MINUTES – JULY 28, 2008

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

RACS-2 *REDEVELOPMENT AGENCY OF THE CITY OF SAN DIEGO, a public body, corporate and politic, vs. LA JOLLA BANK, FSB, a Federal Savings Bank; OLD REPUBLIC TITLE COMPANY, a California corporation; GALT HOLDINGS, INC., a California corporation; CHUEY'S NUMERO UNO, INC., a California corporation; FEDD, LLC, a California limited liability company; AND DOES 1 THROUGH 50.*

Superior Court of the State of California, County of San Diego,
Case No. 37-2008-00083813-CU-OR-CTL

DGC assigned: K. Berkey/H. Carlyle

This matter involves a civil action filed by the Redevelopment Agency in the Superior Court of the State of California, County of San Diego, for the purpose of protecting the Agency's security interests in property associated with the approval of a Disposition and Development Agreement with Chuey's on Main Street (predecessor of Chuey's Numero Uno, Inc). The General Counsel will provide a status report on the pending litigation and seek direction from the Redevelopment Agency Board members on the Redevelopment Agency's course of action in the pending litigation.

Chair Peters closed the hearing. Referred to Closed Session of Tuesday, July 29, 2008.

SPECIAL REDEVELOPMENT AGENCY MEETING MINUTES – JULY 28, 2008

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

RACS-3 *County of San Diego v. Redevelopment Agency of the City of San Diego, et al.*
San Diego County Superior Court Case No. GIC 850455
(Consolidated with San Diego County Superior Court Case No. GIC 850829)

DGC assigned: G. Spitzer

This litigation regards the validity of City Council's adoption of the Grantville Redevelopment Plan, Ordinance No. O-19380. City Council and the Redevelopment Agency will confer with the City Attorney regarding settlement and the status of litigation.

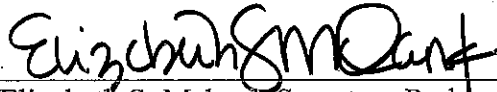
Redevelopment Agency Closed Session Comment 1:

Theresa Quiroz commented on Grantville blight and the terms of the settlement agreement.

Chair Peters closed the hearing. Referred to Closed Session of Tuesday, July 29, 2008.

Adjournment

The meeting adjourned as the Special Redevelopment Agency at 4:26 p.m.



Elizabeth S. Maland, Secretary Redevelopment Agency
of the City of San Diego (jis)