

THE CITY OF SAN DIEGO, CALIFORNIA
 MINUTES FOR REGULAR COUNCIL MEETING
 OF
 TUESDAY, MAY 10, 2005
 AT 9:00 A.M.
 IN THE COUNCIL CHAMBERS - 12TH FLOOR

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CHRONOLOGY OF THE MEETING:

The meeting was called to order by Mayor Murphy at 10:10 a.m. Mayor Murphy recessed the meeting at 10:52 a.m. to convene the Housing Authority and then the Redevelopment Agency thereafter. Mayor Murphy reconvened the regular meeting at 11:01 a.m. with Deputy Mayor Zucchet and Council Member Inzunza not present. Mayor Murphy recessed the meeting at 11:07 a.m. for the purpose of a break. Mayor Murphy reconvened the meeting at 11:16 a.m. with Deputy Mayor Zucchet and Council Member Inzunza not present. Mayor Murphy recessed the meeting at 11:19 a.m. into the Budget Review Committee.

The meeting was reconvened by Mayor Murphy at 2:10 p.m. with Deputy Mayor Zucchet and Council Member Inzunza not present. Mayor Murphy recessed the meeting at 2:11 p.m. to reconvene the Budget Review Committee and Closed Session immediately thereafter. Mayor Murphy reconvened the meeting at 3:34 p.m. with all Council Members present and immediately thereafter recessed the meeting to reconvene in Closed Session. Mayor Murphy reconvened the meeting at 4:11 p.m. with Deputy Mayor Zucchet not present. Mayor Murphy recessed the meeting at 4:14 p.m. to reconvene the Redevelopment Agency. Mayor Murphy reconvened the meeting at 4:35 p.m. with all Council Members present. Mayor Murphy recessed the meeting at 6:33 p.m. to reconvene into Closed Session. Mayor Murphy reconvened the meeting at 7:58 p.m. with Deputy Mayor Zucchet and Council Member Inzunza not present. Mayor Murphy recommended that Closed Session items be continued. Motion by Council Member Madaffer to continue Closed Session items to Friday, May 13, 2005, at 2:00 p.m. Second by Council Member Atkins. Passed. Yeas-1, 3, 4, 5, 6, 7, M. Not Present-2, 8. Council Member Atkins adjourned the meeting at 8:23 p.m.

ATTENDANCE DURING THE MEETING:

- (M) Mayor Murphy-present
- (1) Council Member Peters-present
- (2) Council Member Zucchet-present
- (3) Council Member Atkins-present
- (4) Council Member Young-present
- (5) Council Member Maienschein-present

- (6) Council Member Frye-present
- (7) Council Member Madaffer-present
- (8) Council Member Inzunza-present

Clerk-Lane (ek/er)

FILE LOCATION: MINUTES



ITEM-300: ROLL CALL

Clerk Lane called the roll:

- (M) Mayor Murphy-present
- (1) Council Member Peters-present
- (2) Council Member Zucchet-not present
- (3) Council Member Atkins-present
- (4) Council Member Young-present
- (5) Council Member Maienschein-present
- (6) Council Member Frye-present
- (7) Council Member Madaffer-present
- (8) Council Member Inzunza-not present

NON-AGENDA COMMENT:

PUBLIC COMMENT-1:

Linda Smith commented on City Staff's help with the Uptown shopping center conditions, and the needs of the Parks and Recreation Department.

FILE LOCATION: AGENDA

COUNCIL ACTION: (Time duration: 10:11 a.m. – 10:14 a.m.)

PUBLIC COMMENT-2:

Rick Skinner commented on his arrest by the San Diego Police Department, and the City Attorney's role in decision-making regarding trials.

FILE LOCATION: AGENDA

COUNCIL ACTION: (Time duration: 10:15 a.m. – 10:17 a.m.)

PUBLIC COMMENT-3:

Sandy Summers commented on domestic terrorism.

FILE LOCATION: AGENDA

COUNCIL ACTION: (Time duration: 10:18 a.m. – 10:22 a.m.)

PUBLIC COMMENT-4:

Noel Neudeck commented on the chairs which are blocking wheelchair spaces in the City Council Chambers.

FILE LOCATION: AGENDA

COUNCIL ACTION: (Time duration: 10:23 a.m. – 10:24 a.m.)

PUBLIC COMMENT-5:

Ron Boshun commented on the actions of the City Council.

FILE LOCATION: AGENDA

COUNCIL ACTION: (Time duration: 10:25 a.m. – 10:28 a.m.)

PUBLIC COMMENT-6:

John Stump commented on the reduction of the crime rate in the City of San Diego.

FILE LOCATION: AGENDA

COUNCIL ACTION: (Time duration: 10:29 a.m. – 10:30 a.m.)

PUBLIC COMMENT-7:

Meta Tan and Jeorge Ramirez commented on this year's attractions at the San Diego County Fair.

FILE LOCATION: AGENDA

COUNCIL ACTION: (Time duration: 10:31 a.m. – 10:32 a.m.)

PUBLIC COMMENT-8:

Mel Shapiro commented on the activities of the Centre City Redevelopment Corporation.

FILE LOCATION: AGENDA

COUNCIL ACTION: (Time duration: 10:33 a.m. – 10:36 a.m.)

PUBLIC COMMENT-9:

Jarvis Ross commented on Non-Agenda Public Comments at City Council meetings.

FILE LOCATION: AGENDA

COUNCIL ACTION: (Time duration: 10:37 a.m. – 10:38 a.m.)

PUBLIC COMMENT-10:

Muhammed Abdullah commented on the September 11 attack.

FILE LOCATION: AGENDA

COUNCIL ACTION: (Time duration: 10:39 a.m. – 10:41 a.m.)

PUBLIC COMMENT-11:

Whitney Cornish commented on the homeless people in the City of San Diego.

FILE LOCATION: AGENDA

COUNCIL ACTION: (Time duration: 10:42 a.m. – 10:44 a.m.)

PUBLIC COMMENT-12:

Carl DeMaio commented on the Financial Recovery Plan for the City of San Diego.

FILE LOCATION: AGENDA

COUNCIL ACTION: (Time duration: 10:45 a.m. – 10:48 a.m.)

PUBLIC COMMENT-13:

Lillian Zheng commented on the Yantai resolution.

FILE LOCATION: AGENDA

COUNCIL ACTION: (Time duration: 10:49 a.m. – 10:51 a.m.)

COUNCIL COMMENT:

None.

CITY MANAGER COMMENT:

None.

CITY ATTORNEY COMMENT:

None.



[ITEM-330:](#) Washington Street Improvements India Street Segment.

(See Redevelopment Agency Report RA-05-09/CMR-05-079. Uptown Community Area. District 2.)

CITY MANAGER'S RECOMMENDATION:

Adopt the following resolution:

(R-2005-1099) ADOPTED AS RESOLUTION R-300412

Finding and determining that the implementation of the Washington Street Improvement Project, Phase 2 (CIP-39-216.0) and the expenditure of \$40,000 from the Series 2000 North Bay Redevelopment Bond Proceeds are of benefit to the Project Area, that no other reasonable means of financing the proposed improvements are available to the community, and that the payment of funds for the costs of the improvements will assist in the elimination of one or more blighting conditions inside the Project Area;

Finding and determining that the improvements called for by the Washington Street Improvement Project, Phase 2 (CIP-39-216.0) are consistent with the Implementation Plan adopted pursuant to California Health and Safety Code Section 33490;

Amending the Capital Improvement Program Budget (CIP-39-216.0) by increasing the budget amount by \$40,000;

Authorizing the City Manager to appropriate and expend an amount not to exceed \$40,000 from Capital Improvement Program Budget (CIP-39-216.0) for the Washington Street Improvement Project, Phase 2, provided that the City Auditor and Comptroller first furnishes one or more certificates certifying that the funds are available.

Staff: Alex Greenwood – (619) 533-5458
Sharon Matthews – Deputy City Attorney

NOTE: See the Redevelopment Agency Agenda of 5/10/2005, for a companion item.

FILE LOCATION: MEET

COUNCIL ACTION: (Time duration: 11:02 a.m. – 11:02 a.m.)

MOTION BY FRYE TO ADOPT. Second by Atkins. Passed by the following vote: Peters-yea, Zucchet-not present, Atkins-yea, Young-yea, Maienschein-yea, Frye-yea, Madaffer-yea, Inzunza-not present, Mayor Murphy-yea.



ITEM-331: Two actions related to Rancho Encantada Public Facilities Financing Plan and Facilities Benefit Assessment, FY 2006.

(See City Manager Report CMR-05-075; Public Facilities Financing Plan and Facilities Benefit Assessment Fiscal Year 2006 Draft. Rancho Encantada Community Area. District 7.)

TODAY'S ACTIONS ARE:

Adopt the following resolutions:

Subitem-A: (R-2005-1093) ADOPTED AS RESOLUTION R-300413

Approving the document entitled “Rancho Encantada Public Facilities Financing Plan and Facilities Benefit Assessment, FY 2006.”

Subitem-B: (R-2005-1095) ADOPTED AS RESOLUTION R-300414

Resolution of Intention to designate an areas of benefit in Rancho Encantada and setting the time and place for holding a public hearing thereon.

LAND USE AND HOUSING COMMITTEE’S RECOMMENDATION:

On 4/6/2005, LU&H voted 5-0 to approve the City Manager’s recommendation. (Councilmembers Peters, Atkins, Young, Frye, and Inzunza voted yea.)

Staff: Angela Abeyta – (619) 533-3674

FILE LOCATION: STRT-FB 21 (33)

COUNCIL ACTION: (Time duration: 11:17 a.m. – 11:18 a.m.)

MOTION BY MADAFFER TO ADOPT. Second by Young. Passed by the following vote: Peters-yea, Zucchet-not present, Atkins-yea, Young-yea, Maienschein-yea, Frye-yea, Madaffer-yea, Inzunza-not present, Mayor Murphy-yea.



ITEM-332: Authorize the Centre City Development Corporation to Expend Tax Increment Funds for the Purpose of the Seismic Retrofit Phase of the Rehabilitation of the Historical Balboa Theatre.

(See Centre City Development Corporation Report CCDC-05-18/CCDC-05-09. Horton Plaza Redevelopment Project. District 2.)

CENTRE CITY DEVELOPMENT CORPORATION’S RECOMMENDATION:

Adopt the following resolution:

(R-2005-1108) ADOPTED AS RESOLUTION R-300415

Declaring that the Council of the City of San Diego finds and determines:

1. That the selective demolition and abatement phase of the rehabilitation of the historical Balboa Theatre for which the Agency proposes to pay is of benefit to the Horton Plaza Redevelopment Project; that the Council finds and determines that no other reasonable means for financing the Project are available to the community;
2. That the Project will assist in eliminating one or more blighting conditions inside the Project Area;
3. That the Project is consistent with Centre City and Horton Plaza Implementation Plans for July 2004 – June 2009, on file in the Office of the Secretary to the Agency pursuant to California Health and Safety Code Section 33490.

NOTE: See the Redevelopment Agency Agenda of 5/10/2005, for a companion item.

FILE LOCATION: MEET

COUNCIL ACTION: (Time duration: 11:01 a.m. – 11:01 a.m.)

MOTION BY MAIENSCHIN TO ADOPT. Second by Atkins. Passed by the following vote: Peters-yea, Zucchet-not present, Atkins-yea, Young-yea, Maienschein-yea, Frye-yea, Madaffer-yea, Inzunza-not present, Mayor Murphy-yea.



[ITEM-333:](#) Special Hearing – FY 2006 Social Services Program Funding.

(See City Manager Report CMR-05-104.)

CITY MANAGER'S RECOMMENDATION:

Adopt the following resolution:

(R-2005-1082) ADOPTED AS RESOLUTION R-300416

Adopting the funding recommendations for the Fiscal Year 2006 Social Service Programs, set forth in the City Manager's Report No. 05-104, contingent upon certification of funds availability by the City Auditor and Comptroller;

Approving the funding appropriations from the Community Development Block Grant Program, Emergency Shelter Grant, and San Diego Housing Commission for the Fiscal Year 2006 Social Service Programs, contingent upon adoption of the Fiscal Year 2006 Budget and certification of funds availability by the City Auditor and Comptroller;

Authorizing the City Manager to negotiate and execute agreements with all programs approved for funding, contingent upon certification of funds availability by the City Auditor and Comptroller.

Staff: Ernie Linares - (619) 236-6172
Michael D. Neumeyer – Deputy City Attorney

FILE LOCATION: MEET

COUNCIL ACTION: (Time duration: 11:06 a.m. – 11:06 a.m.)

MOTION BY MAIENSCHIN TO ADOPT. Second by Atkins. Passed by the following vote: Peters-yea, Zucchet-not present, Atkins-yea, Young-yea, Maienschein-yea, Frye-yea, Madaffer-yea, Inzunza-not present, Mayor Murphy-yea.



ITEM-334: 60th Street Right-of-Way Vacation.

(Southeastern San Diego and Encanto Neighborhoods Community Plan Areas.
District 4.)

CITY MANAGER'S RECOMMENDATION:

Adopt the following resolution:

(R-2005-878) ADOPTED AS RESOLUTION R-300417

Adoption of a Resolution approving the right-of-way vacation of a portion of 60th Street from Egret Street to Tooley Street.

CITY MANAGER SUPPORTING INFORMATION:

The 60th Street Right-of-Way project would vacate a “paper” portion of 60th Street between Egret and Tooley Streets in the Southeastern San Diego Planned District within the SF 10,000 Zone in the Encanto Neighborhoods community planning area. Since 60th Street has been constructed and provides through access, this “paper” portion is no longer needed. The owner wishes to use the vacated Right-of-Way for private development. No utility easements are needed. On September 21, 2004, the City Council heard and referred this project back to the Manager to review owner access rights relinquishment from Egret Street and the appropriateness of including this owner in the adjacent Coronado View Maintenance Assessment District (MAD) set up to maintain an adjacent open space parcel. The owner agrees to the access rights relinquishment as reflected in revised Exhibits “A” and “B.” As the owner’s property is in the Empire Addition Subdivision and the Coronado View MAD specifically excludes that subdivision from any costs apportionment associated with maintenance of the open space parcel, including the owner in the Coronado View MAD would not be appropriate. On July 21, 2003, the Encanto Neighborhoods Community Planning Group voted 11-0-0 to recommend approval of the proposed street vacation with no conditions. The project is exempt from CEQA pursuant to Section 15061(b)(3) of the state CEQA Guidelines (“General Rule” no significant effect). Staff supports the right-of-way vacation because the four required findings can be made as follows:

1. That there is no prospective use for the right-of-way, either for the facility for which it was originally acquired or for any other public use of a like nature that can be anticipated. 60th Street has already been built through this area.
2. That the public will benefit from the action through improved utilization of land made possible by the street vacation. The City of San Diego will no longer be responsible for maintenance of the paper street.
3. That the vacation is not inconsistent with the General Plan, an approved Community Plan, or the Local Coastal Program - The portion of the street being vacated is not part of community plan transportation element and would revert to a SESDPD SF 10,000 Zone, which is consistent with the community plan land use designation.
4. That the facility for which the right-of-way was acquired will not be detrimentally affected by the street vacation.

There are no present or future plans to construct a street in this area. Staff recommends approval of Vacation No. 60869.

FISCAL IMPACT:

None. All costs have been paid for by the applicant.

NOTE: This project is exempt from the California Environmental Quality Act pursuant to State CEQA Guidelines Section 15061(b)(3).

Frazier/Halbert/MED

Staff: Morris Dye – (619) 446-5201.

FILE LOCATION: STRT-J2962 (39)

COUNCIL ACTION: (Time duration: 11:03 a.m. – 11:03 a.m.)

MOTION BY YOUNG TO ADOPT. Second by Madaffer. Passed by the following vote: Peters-yea, Zuchet-not present, Atkins-yea, Young-yea, Maienschein-yea, Frye-yea, Madaffer-yea, Inzunza-not present, Mayor Murphy-yea.



ITEM-S500: FY 2006 Annual Action Plan – Consolidated Plan.

(See San Diego Housing Commission Report HCR05-17 and City of San Diego Consolidated Plan.)

(Continued from the meeting of 5/3/2005, Item 102, at the request of the City Manager for further review.)

SAN DIEGO HOUSING COMMISSION'S RECOMMENDATION:

Adopt the following resolution:

(R-2005-1065) ADOPTED AS RESOLUTION R-300420

Approving the City's federally required Fiscal Year 2006 Annual Action Plan for Community Development, and authorizing the Chief Executive Officer of the Housing Commission to submit the Plan, on behalf of the City, to the U.S. Department of Housing and Urban Development for its review and approval.

NOTE: This is a companion item to the FY 2006 Community Development Block Grant (CDBG) Program Funding.

FILE LOCATION: MEET

COUNCIL ACTION: (Time duration: 4:13 p.m. – 4:14 p.m.)

MOTION BY MADAFFER TO ADOPT. Second by Atkins. Passed by the following vote: Peters-yea, Zucchet-not present, Atkins-yea, Young-yea, Maienschein-yea, Frye-yea, Madaffer-yea, Inzunza-yea, Mayor Murphy-yea.



ITEM-S501: Two actions related to Rancho Bernardo Maintenance Assessment District.

(Rancho Bernardo Community Area. District 5.)

(Continued from the meeting of May 3, 2005, Item 330, at the City Manager's request, to tabulate the ballots.)

NOTE: Public portion of hearing closed on 5/03/2005.

CITY MANAGER'S RECOMMENDATION:

Adopt the following resolutions:

Subitem-A: (R-2005-846) ADOPTED AS RESOLUTION R-300418

Approving Fiscal Year 2006 Budget for the Rancho Bernardo Maintenance Assessment District.

Subitem-B: (R-2005-847) ADOPTED AS RESOLUTION R-300419

Considering the protests, approving Engineer's Report, confirming the assessments, and ordering the proposed maintenance, in the matter of the Rancho Bernardo Maintenance Assessment District.

CITY MANAGER SUPPORTING INFORMATION:

This action will increase the Fiscal Year 2006 assessments for the Rancho Bernardo Maintenance Assessment District (District). The District is located in the Rancho Bernardo Community Planning Area. It was established in July 1983 and was balloted for Proposition 218 compliance in 1997, and was balloted again in June-July 2004 to increase assessments for existing and proposed new maintenance areas. The June-July 2004 ballot failed by a margin of 51% opposed and 49% in favor. The Rancho Bernardo Maintenance Assessment District Citizens Advisory Committee initially decided to maintain service levels by drawing down reserves, while evaluating whether to ballot again. In October 2004, the Advisory Committee voted to reduce service levels to keep expenditures within revenues. In December 2004, the Advisory Community voted to ballot the District again. Per Resolution R-290239, since the District only failed by 2%, it is eligible for balloting again within one year of vote tabulation. This second ballot protest procedure would allow for a vote of property owners whether to: (1) raise the annual assessment per Equivalent Benefit Unit (EBU) from \$7.21 to \$15.00 in Fiscal Year 2006, (2) incorporate new areas into the district, and (3) authorize a cost indexing factor of an amount not to exceed San Diego CPI-U plus 3%.

The purpose is to increase income sufficiently to cover the current service level, maintain a minimum 10% operating reserve, and fund small planting projects and their future maintenance through the assessment of property owners. This District would provide maintenance for lands for landscaped medians, median tree up-lighting, hardscaped medians, median sweeping, landscaped rights-of-way, and hardscaped rights-of-way.

	<u>FY 2006</u>	<u>Maximum Authorized</u>
<u>EXPENSES:</u>		
Personnel	\$36,993	\$36,993
Contract	\$251,961	\$308,816
Incidentals	\$60,491	\$74,541
Energy and Utilities	<u>\$21,943</u>	<u>\$29,094</u>
TOTAL EXPENSES	\$371,388	\$449,444
<u>REVENUES:</u>		
Assessments	\$364,424	\$449,505
City Contributions-Gas Tax	\$33,872	\$33,872
Interest	<u>\$5,000</u>	<u>\$5,000</u>
TOTAL REVENUES	\$403,296	\$488,377
RESERVES	\$31,908	\$38,933

The proposed property owner assessment for Fiscal Year 2006 is \$15.00 per EBU. A maximum assessment authorized for Zone 1 of the District is \$18.50 per EBU. Zone 1 of the District contains a total of 24,294.81 EBUs. Zone 2 is not assessed.

FISCAL IMPACT:

It is proposed that the City will contribute \$33,872 from the Gas Tax Fund 302191 for the City's share of expenses incurred for maintenance of street medians comparable to similar areas throughout the City. All other costs are assessed to property owners in the District. The City owns 12 assessable parcels in the district, resulting in a General Fund assessment in Fiscal Year 2006 of \$1,933. The fiscal impact to the City is the same as it was when the ballot failed in June-July 2004.

Herring/Oppenheim/AWF

Staff: Mauro Garcia – (619) 685-1350

FILE LOCATION: STRT-M400 (34)

COUNCIL ACTION: (Time duration: 11:03 a.m. – 11:05 a.m.)

Assistant City Clerk Joyce Lane announced that the election has been conducted according to assessment proceedings. Ms. Lane announced that the ballots in favor exceed the ballots in opposition, with a majority vote in favor, and that the proposed increase to the annual assessment and to incorporate new areas for maintenance has passed. Ms. Lane then certified the results of the election and submitted them to the City Council.

MOTION BY MAIENSCHIN TO ADOPT THE RESOLUTION APPROVING THE FISCAL YEAR 2006 BUDGET FOR THE RANCHO BERNARDO MAINTENANCE DISTRICT, TO CONFIRM THE ASSESSMENTS, APPROVE THE ASSESSMENTS, APPROVE THE ENGINEER'S REPORT AND DISTRICT MAP, AND ORDER THE PROPOSED MAINTENANCE AND/OR SERVICES FOR THE RANCHO BERNARDO MAINTENANCE ASSESSMENT DISTRICT IN ACCORDANCE WITH THE ASSESSMENT ENGINEER'S REPORT. Second by Madaffer. Passed by the following vote: Peters-yea, Zucchet-not present, Atkins-yea, Young-yea, Maienschein-yea, Frye-yea, Madaffer-yea, Inzunza-not present, Mayor Murphy-yea.



ITEM-S502: Special Hearing - FY 2006 Community Development Block Grant (CDBG) Program Funding.

(See memorandum from P. Lamont Ewell dated 4/19/2005.)

(Continued from the meeting of 5/3/2005, Item 200, Subitem B, at the request of the City Manager for Council discussion and decisions regarding the distribution of available funds.)

NOTE: Testimony taken on 5/3/2005. The public testimony portion of the hearing was closed.

CITY MANAGER'S RECOMMENDATION:

Adopt the following resolution:

Subitem-B: (R-2005-1081 Cor. Copy) ADOPTED AS RESOLUTION R-300421

Approving and appropriating the funding allocations for the FY2006 CDBG Program, contingent upon certification of funds availability by the City Auditor and Comptroller, and that those projects funded are to be incorporated into the City's Fiscal Year 2006 CDBG Action Plan;

Authorizing the City Manager to execute the Fiscal Year 2006 Action Plan for San Diego Housing Commission submittal to the United States Department of Housing and Urban Development, pursuant to Resolution R-2005-1065, and upon its acceptance, to execute a grant agreement for Federal Fiscal Year 2005 CDBG, Emergency Shelter Grant (ESG), Housing Opportunities for People with AIDS (HOPWA), Home Investment Partnership (HOME), and American Dream Downpayment Initiative (ADDI) funds;

Authorizing the City Manager to negotiate and execute agreements with all programs approved for funding, contingent upon certification of funds availability by the City Auditor and Comptroller;

Authorizing the City Auditor and Comptroller to re-program funding from prior year CDBG funded projects to Fiscal Year 2006 projects, as adopted by the City Council, contingent upon certification of funds availability by the City Auditor and Comptroller;

Authorizing the Executive Director of the San Diego Housing Commission to negotiate and execute agreements with all funded programs whose allocations the City Manager asks the San Diego Housing Commission to administer, contingent upon certification of funds availability by the City Auditor and Comptroller;

Authorizing the City Manager to suspend the initiation of new HUD Section 108 Loans that rely on CDBG as a repayment source during Fiscal Year 2006.

CITY MANAGER SUPPORTING INFORMATION:

The purpose of the public hearing is to hear testimony on the FY 2006 Community Development Block Grant (CDBG) program. There are 161 CDBG applications. Each CDBG application has been assigned a number and the applicant will be invited to testify in numerical order. At the conclusion of the CDBG testimony, general program and other comments will be heard. The hearing will then be closed and the remainder of the item (subitem B) will be continued to May 10, 2005, at which time Council discussion and funding decisions will occur.

FISCAL IMPACT:

Funds are available from the Community Development Block Grant Program to cover the costs of these programs.

Frazier/Cunningham/ACP

Staff: Anita C. Pyle – (619) 236-6944
Michael D. Neumeyer – Deputy City Attorney

FILE LOCATION: MEET

COUNCIL ACTION: (Time duration: 4:12 p.m. – 4:13 p.m.)

NOTE: CDBG and Social Service allocations from Mayor Murphy and each Council Member were submitted in writing and reviewed by all members of the Council during the Council meeting. The memorandums submitted are on file in the office of the City Clerk. Following is a listing of the allocations as submitted:

MAYOR MURPHY'S CDBG FY 2006 ALLOCATIONS

FY '06 CITYWIDE REPROGRAMMING

FY '04	Barrio Station, Barrio Youth Program	\$ 778
FY '04	Barrio Station, Street Alternatives & Resources	\$ 649
FY '04	Casa Familiar Family Services Center	\$ 1,014
FY '04	Fourth District Seniors Resource Center	\$ 550
FY '04	Homestart, Inc. Family Justice Center	\$ 731
FY '04	SD County SER, Pacific Beach Employment Center	\$ 913
FY '04	SEDC 108 Loan Repayment	\$ 66,646
FY '04	Citywide Reserve	\$ 919
FY '03	Energy Efficiency Project	\$237,904
FY '03	Urban Forest Tree Planting Program	\$ 80,056
FY '02	Comm. Energy Efficiency	\$ 50,000
FY '05	Citywide Reserve	<u>\$ 51,957</u>
TOTAL		\$492,117

COMMITMENTS BASED UPON PRIOR COUNCIL ACTIONS/DIRECTION:

Mercado Project 108 Loan Repayment	\$ 443,496
SEDC 108 Loan Repayment	\$ 94,678
Cortez Hill Homeless Shelter 108 Loan Repayment	\$ 255,873
ADA Barrier Removal	\$1,292,467
Social Services (15% of entitlement)	<u>\$2,592,447</u>
SUBTOTAL	\$4,678,961

CITY MANAGER REQUESTS:

ADA Transition Plan	\$ 52,556
Neighborhood Code Compliance	\$ 80,000
Housing Commission Affordable Housing Projects	\$ 1,277,478
Neil Good Day CUP	\$ 11,112
CDBG Administration	<u>\$ 450,860</u>
TOTAL	\$ 1,872,006

MAYOR'S PROPOSED CITY-WIDE ALLOCATIONS FOR BALANCE OF FUNDING:

1	Community Forest		\$ 300,000
4	Alliance for African Assist	ADA Compliance Bldg	\$ 10,000
29	City of San Diego	Mentor Protégé Program	\$ 5,000
59	Fox Canyon Nghbrhd	No Parking Street Sweep	\$ 5,000
81	Pazzaz, Inc.	Pazzaz Program Expansion	\$ 10,000
118	Supreme Council Somali	African American RefugeCenter	\$ 10,000
127	Urban Crops	Nghbrhd Enhancement	\$ 10,000
148	Inner City Youth SD	Community Empowerment Ctr	\$ 2,343
157	SD Urban Farms	Morse High School Urban Farm	\$ 5,000
	Citywide Reserve		<u>\$ 500,000</u>
	TOTAL		\$ 857,343

COUNCIL MEMBER PETERS: Council District 1 CDBG FY 2006 Allocations.

District 1 CDBG Allocation	\$ 674,036
CDBG Administration	-\$ 43,959
Project Management	-\$ 32,338
ADA Transition	-\$ 52,556
NCCD	-\$ 7,800
Neil Good Day CUP	-\$ 11,111
Section 108 Loan Payments	-\$ 11,109
 Net FY 2006 CD1 CDBG Funds	 \$ 515,164
Reallocation of CD1 CDBG Funds	\$ 67,257
 TOTAL FY 2006 CDBG FUNDS AVAILABLE	 \$ 582,421

CDBG FY 2006 CD1 ALLOCATIONS:

1	Access, Inc	Microenterprise Services	\$ 2,500
2	ACCION San Diego	Microlending Program	\$ 2,500
4	Alliance for African Asst	ADA Compliance Renovation	\$ 3,000
5	Alliance for African Asst.	Alliance Microbusiness Program	\$ 2,500
7	Alpha Project for Homeless	Take Back the Streets	\$ 10,000
8	Aquatic Adventures	Renovation and Expansion	\$ 25,000
15	Bronze Triangle Comm	COMM22 Dev. –	\$ 2,500
21	Christie’s Place	Support Center for Families	\$ 5,000
29	City of SD Com & Econ	Mentor Protégé Program	\$ 2,500
29A	City of SD Com & Econ	Plan to End Chronic Homeless	\$ 2,500
31	City of SD Neigh Code	Mitigation of Vacant/Dilapidated	\$ 9,730
30	City of SD Env Svcs	Lead Safe Nghbrhd Program	\$ 5,000
32	City of SD Neigh Code	Proactive Code Enforcement	\$ 90,270
39	City of SD Neigh Code	Removal of Barriers to Mobility	\$ 66,177
53	Envir. Hlth Coalition	City of SD Lead Hazard Control	\$ 2,500
67	Indian Human Res Ctr	Amer. Indian Cultural Ctr Museum	\$ 2,500
72	Live and Let Live Alano	Capitol Fund Campaign	\$ 1,500
74	Lutheran Social Svcs	Home Safety & Security Program	\$ 5,000
83	People for Trees	Nghbrhds Tree Planting & Educ.	\$ 2,500
85	Pro Kids	Maintenance Equip Storage Shed	\$ 1,500
86	Rebldg Together SD	Home Rehabs for LMI and elderly	\$ 5,000
99	SD Imperial Counties LC	Accessible Sidewalks Project	\$ 5,000
100	SD Imperial Counties LC	Safe Homes Project	\$ 4,000
101	SD LGBT Comm. Ctr	Renovation of Building	\$ 7,500
112	SD County Hisp. CC	DEVO Microenterprise Outreach	\$ 3,500
115	Sr. Community Centers	Kitchen Completion Project	\$ 2,500
117	Family Health Center	Sherman Hghts Clinic Expansion	\$ 2,500
124	Union of Pan Asian Comm	Multi-Cultural Economic Dev.	\$ 2,500
125	Union of Pan Asian Comm	Seismic Upgrades – upgrade and remodel building	\$ 2,500
128	Urban Corps of SD	Youth Training Center	\$ 5,000
136	Girl Scouts SD & Imperial	Nature Appreciation Building	\$ 2,500
137	World Beat Center	Restoration Phase III, HVAC	\$ 2,500
	TOTAL FY ’06 ALLOCATIONS		\$ 289,677
	IMPROVEMENT FUND		\$ 292,744

CDBG CD1 REPROGRAMMING FOR FY 2006

2000	Six to Six Program	\$	964
2000	Neighborhood House Food Bank	\$	83
2001	People for Trees	\$	124
2001	Sidewalk Study – El Cajon Blvd	\$	273
2001	Accion San Diego Microlending	\$	112
2001	Black Contractors Association	\$	4,871
2002	SD Hispanic Chamber of Commerce	\$	773
2002	Union of Pan Asian Communities	\$	904
2004	CD 1 Reserve	\$	59,153
	Total of Reprogrammed Funds	\$	67,257

COUNCIL MEMBER ZUCCHET: Council District 2 CDBG FY 2006 Allocations.

District 2 CDBG Allocations	\$	1,036,979
Reprogrammed funds	\$	251,252
CDBG Administration	-\$	67,629
Project Management	-\$	35,117
NCCD	-\$	12,000
ADA Transition	-\$	52,556
Neil Good Day CUP	-\$	11,111
Section 108 Loan Payments	-\$	297,194
TOTAL FY 2006 CDBG FUNDS AVAILABLE	\$	812,624

CDBG FY 2006 CD 2 ALLOCATIONS:

1	Access, Inc	Microenterprise Services	\$	5,000
2	ACCION San Diego	Microlending Program	\$	20,000
4	Alliance for African Asst.	ADA Compliance Renovation for Hlth Clinic/Comm. Center	\$	5,000
8	Aquatic Adventures	Renovation and Expansion of Education Facilities	\$	5,000
15	Bronze Triangle Comm	COMM22 Dev. – Low Income Housing in Logan Heights	\$	5,000
16	Bus. Imprvmnt Dist. Council	Core Business District: a portion	\$	10,000
17	Ctr. For Comm Solutions	HEAL	\$	10,000
21	Christie’s Place	Support Center for Families	\$	20,000
29A	City of SD Com & Econ	Plan to End Chronic Homeless	\$	5,000

48	E. Village Comm Action	E. Village/Barrio Logan Arts Dist	\$ 5,000
64	Gaslamp Quart. Hist. Found.	WH Dacis House ADA Renovations	\$ 20,000
73	LISC	Revitalization Initiative III	\$ 3,000
74	Lutheran Social Srvc	Caring Neighbors	\$ 5,000
76	National Med. Assoc.	Homeless Medical Care	\$ 25,000
80	Ocean Bch Comm Dev.	Entryway Ped Plaza & Pathway	\$ 125,000
82	Peninsula Shepard Ctr.	Minor Home Repair	\$ 7,500
83	People for Trees	Neighborhoods	\$ 5,000
85	Pro Kids	Maintenance Equip Storage Shed	\$ 2,000
86	Reblg Together SD	Rebuilding Together SD	\$ 10,000
99	SD Imperial Counties LC	Accessible Sidewalks Project	\$ 15,000
100	SD Imperial Counties LC	Safe Homes Project	\$ 25,000
101	SD LGBT Comm. Ctr.	Renovation of Building	\$ 30,000
105	SD Youth & Comm Srvc	Take Wing ADA & Code Compl	\$ 24,000
106	SD Youth & Comm Srvc	Take Wing Energy Efficiency	\$ 5,000
112	SD County Hispanic CC	DEVO Micro Enterprise Outreach	\$ 5,000
113	Senior Community Centers	Broadway Center Replacement	\$ 20,000
115	Senior Community Centers	Kitchen Completion Project	\$ 30,000
119	Access Center of SD	Health Related Environ. Upgrade	\$ 600
121	Ocean Bch Main St Assoc	OB Commercial Revitalization	\$ 100,000
124	Union of Pan Asian Comm.	Multicultural Economic Dev	\$ 5,000
125	Union of Pan Asian Comm.	Seismic Upgrades	\$ 3,500
127	Urban Corps of San Diego	SD Nghbrhd Enhancement	\$ 15,000
128	Urban Corps of San Diego	Youth Environ. & Ed. Ctr.	\$ 40,000
	District 2 Community Improvement Fund		\$ 202,024
TOTAL FY 2006 ALLOCATIONS			\$ 812,624

CDBG CD2 REPROGRAMMING FOR FY 2006

1997	Park Blvd University Heights	\$ 1,671
1998	Pacific Beach Commercial Revitalization	\$ 936
1998	University Heights CDC Birney School	\$ 537
1999	Catholic Charity Rachels	\$ 532
1999	Center for Social Services	\$ 147
2000	Adams Avenue Business Association	\$ 123
2000	North Park Mainstreet	\$ 127
2000	Pacific Beach Comm. Revitalization	\$ 1,496
2000	Normal Heights Branch	\$ 619
2000	Jackie Robinson YMCA	\$ 891

2000	Fire Station #7	\$	5,882
2000	Capehardt Park	\$	393
2000	Neighborhood House	\$	175
2001	Little Italy Community	\$	347
2001	People for Trees	\$	164
2001	Sidewalk Study El Cajon Blvd	\$	237
2001	Scripps Health City Heights	\$	2,148
2001	Black Contractors Association	\$	712
2001	North Bay Conceptual Plan	\$	7,222
2002	Little Italy Association	\$	136
2002	Capehardt Park	\$	1,806
2002	SD Hispanic Chamber of Commerce	\$	516
2002	Union of Pan Asian Community	\$	452
2003	Fair Housing Council	\$	86
2003	ACCION San Diego	\$	584
2003	SD Hispanic Chamber of Commerce	\$	358
2003	Union of Pan Asian Community	\$	434
2003	BID Council	\$	427
Current	CD 2 Reserves	\$	222,094
	Total CD 2 FY 06 Reprogramming	\$	251,252

COUNCIL MEMBER ATKINS: Council District 3 CDBG FY 2006 Allocations.

District 3 CDBG Allocations		\$	1,980,630
CDBG Administration		-\$	129,171
Project Management		-\$	60,903
NCCD		-\$	22,920
ADA Transition		-\$	52,556
Neil Good Day CUP		-\$	11,111
Section 108 Loan Payments		-\$	<u>685,761</u>
Urban Village	\$	260,000	
District 3 Infrastructure	\$	408,486	
Camp Hope	\$	9,942	
Food Bank	\$	2,333	
LGBT Centre	\$	5,000	
Subtotal		-\$	<u>772,348</u>
Net FY 2006 CD3 CDBG Funds		\$	1,018,208
Reallocation of CD3 CDBG funds		\$	<u>147,582</u>
TOTAL FY 2006 CDBG FUNDS AVAILABLE		\$	1,165,790

CDBG FY 2006 CD3 ALLOCATIONS:

3	Adams Ave. Bus. Assoc.	Adams Ave. Revitalization	\$	40,000
4	Alliance for African Asst.	ADA Compliance Renovation	\$	10,000
5	Alliance for African Asst.	Alliance Microbusiness Program	\$	15,000
6	Alpha of San Diego	Two-Way Mirror for Counseling	\$	1,000
7	Alpha Project for Homeless	Take Back the Streets	\$	20,000
8	Aquatic Adventures	Renovation and Expansion	\$	10,000
9	Azalea Prk Nghbh Assoc	Identification Project	\$	20,000
10	Bayside Community Ctr	Linda Vista Housing Counselor	\$	5,000
17	Center for Comm Solutions	HEAL	\$	5,800
19	Cherokee Pt. Nghbhd Assoc	38 th St. Landscaping	\$	23,400
21	Christie's Place	Support Center for Families	\$	10,000
22	City Hghts CDC	City Hghts Comm Tech Network	\$	10,000
25	City Hghts CDC	Rebuild City Heights Affordable	\$	30,000
26	City Hghts CDC	Rebuild City Heights Improve N	\$	30,000
29A	City of SD Com & Econ	Plan to End Chronic Homeless	\$	5,000
32	City of SD Neigh Code	Proactive Code Enforcement	\$	83,000
44	City of SD Shirley Ann	Shirley Ann Place Historical Dist	\$	25,000
45	Community Housing Wrks	Face Lift	\$	5,000
46	Community Housing Wrks	Home Ownership Center	\$	75,000
47	Comprehensive Trng Syst	Pathway to Business	\$	10,000
51	El Cajon Blvd Business	Economic Development Plan	\$	40,000
52	Elder Help of SD	Razing the Roof for Seniors	\$	12,364
61	Fox Canyon Nghbrhd	West side of Euclid Avenue	\$	3,240
69	Karibu Center for Social	Karibu	\$	7,000
71	Latino Builders Dev Corp	Community Development Projects	\$	5,000
72	Live and Let Live Alano	Capitol Fund Campaign	\$	20,000
74	Lutheran Social Svcs	Caring Neighbors	\$	10,000
76	National Medical Assoc	Homeless Medical Care	\$	10,000
83	People for Trees	Neighborwoods	\$	10,000
86	Rebldg Together SD	Rebuilding Together SD	\$	15,000
91	SD City County Reinvest	San Diego Land Trust	\$	5,000
99	SD Imperial Counties LC	Accessible Sidewalks Project	\$	20,000
100	SD Imperial Counties LC	Safe Homes Project	\$	20,000
101	SD LGBT Comm. Ctr.	Renovation of Building	\$	40,000
102	SD Model School	Model School Project	\$	40,000
104	San Diego Second Chance	Second Chance Center	\$	30,000
112	SD County Hisp. CC	DEVO Microenterprise Outreach	\$	5,000
113	Senior Community Centers	Broadway Center Replacement	\$	5,000

114	Senior Community Centers	City Heights Senior Housing	\$	40,000
115	Sr. Community Centers	Kitchen Completion Project	\$	5,000
119	The Access Center of SD	Health Related Environmental	\$	10,000
120	George Glenner Center	Alzheimer Family Centers	\$	8,900
123	Townspeople	Wilson Avenue	\$	15,000
124	Union of Pan Asian Comm	Multi-Cultural Economic Dev.	\$	25,000
125	Union of Pan Asian Comm	Seismic Upgrades	\$	5,000
126	University Hghts CDC	CDBO Planning and Revit	\$	15,000
127	Urban Corps of SD	Neighborhood Enhancement	\$	20,000
128	Urban Corps of SD	Youth Training Center	\$	15,000
130	YMCA of SD	Tommies Place	\$	10,000
136	Girl Scouts SD & Imperial	Nature Appreciation Building	\$	5,000
137	World Beat	WBC Restoration	\$	8,000
145	Community Housing Works	Housing Counselor	\$	39,500
147	Greater SD Citizens Patrol	Mid-City Crime Prevention	\$	10,000
155	SD Home Loan Counseling	Financial Keys to Affordable	\$	10,000
159	Fair Housing Council of SD	Fair Housing Tenant/Landlord	\$	5,000
	City of SD, Streets Dept.	3 rd District Sidewalk Program	\$	40,000
	City of SD Traffic Engrg.	3 rd District Mid-block St. Light	\$	25,000
	Sunburst Apartments	Youth Housing	\$	15,000
	North Park Org. of Bsns.	City of Villages Pilot Village	\$	30,000
	El Cajon Blvd Bsns Improv.	City of Villages Pilot Village	\$	30,000
	City of SD 3 rd Council Dist.	Third District Reserve Fund	\$	48,586
TOTAL FY 2006 CDBG ALLOCATION			\$	1,165,790

CDBG CD31 REPROGRAMMING FOR FY 2006

1997	Park Boulevard/University Heights	\$	8,156
1998	Azalea Park Community Improvement	\$	1,432
1998	University Heights CDC/Birney Elementary School	\$	8,240
1998	Golden Hill CDC	\$	148
1999	El Cajon Boulevard BID	\$	4,136
2000	City Heights Business Association	\$	1,400
2000	North Park Main Street – Sidewalks	\$	1,573
2000	Six to Six Program	\$	868
2000	Neighborhood House Food Bank	\$	125
2000	City Heights CDC – Rebuild City Heights	\$	2,324
2000	Greater Golden Hill CDC	\$	135
2001	People for Trees	\$	124

2001	Sidewalk Study – El Cajon Boulevard	\$	273
2001	ACCION San Diego – Microlending	\$	64
2001	North Park Main Street – Job Creation	\$	305
2001	Black Contractors Association	\$	570
2002	El Cajon Boulevard BID	\$	3,600
2002	Alliance for African Assistance	\$	880
2002	SD Hispanic Chamber of Commerce	\$	516
2002	Union of Pan Asian Communities	\$	2,713
2004	Workforce Partnership/Head Start	\$	110,000
	Total Available for Reprogramming	\$	147,582

COUNCIL MEMBER YOUNG: Council District 4 CDBG FY 2006 Allocations.

District 4 CDBG Allocation	\$	1,607,317
CDBG Administration	-\$	104,825
Project Management	-\$	39,378
NCCD	-\$	18,600
ADA Transition	-\$	52,556
Neil Good Day CUP	-\$	11,111
Section 108 Loan Payments	-\$	<u>748,776</u>
Net FY 2006 CD4 CDBG Funds	\$	632,072
CD4 Reprogrammed and Reserves	\$	<u>427,380</u>
Total FY 2006 CDBG Funds Available:	\$	1,059,452

CDBG FY2006 CD 4 ALLOCATIONS:

Accion	\$	15,000
Alliance for African Assistance	\$	20,000
City of San Diego Neighborhood Code Compliance, District 4	\$	249,511
City of San Diego Park & Recreation Dept (Webster)	\$	180,000
Housing Our People Economically (HOPE)	\$	10,000
Jackie Robinson YMCA	\$	50,000
Labors Community Service Agency	\$	20,000
Latino Builders Development Corporation	\$	15,000
Local Initiatives Support Corporation	\$	15,000
Neighborhood Volunteer Code Compliance, District 4	\$	48,000
Pazzaz	\$	50,000

People for Trees	\$	15,000
Pro Kids	\$	8,600
San Diego City-County Reinvestment Task Force	\$	35,000
San Diego County Hispanic Chamber of Commerce	\$	15,000
San Diego Imperial Counties Labor Council (Safe Homes)	\$	40,000
San Diego Home Loan Counseling and Education Center	\$	10,000
The Fair Housing Council of San Diego	\$	5,000
Urban Corps of San Diego, District 4	\$	92,100
The World Beat Center	\$	15,000
Mountain View Sports and Racquet Club	\$	25,000
Subtotal	\$	933,211
Council District 4 Reserves	\$	126,241
Total FY 2006 Allocations	\$	1,059,452

COUNCIL MEMBER MAINESCHEIN: Council District 5 CDBG FY 2006 Allocations.

Previous District 5 Unencumbered Funds -Community Enhancement	\$	292,038
Reprogram FY 06 Funds - District 5 Community Enhancement Fund	\$	241,528
CDBG Administration	-\$	41,930
Project Management	-\$	31,399
ADA Transition	-\$	52,556
NCCD	-\$	7,440
Neil Good Day CUP	-\$	11,111

CDBG FY 2006 CD 5 ALLOCATIONS:

1	Access Inc.	Microenterprise Development	\$	2,500
2	ACCION	Micro-lending Program	\$	5,000
5	Alliance for African Asst	Micro Business Program	\$	5,000
7	Alpha Project for Homeless	Take Back the Streets	\$	40,000
21	Christies Place	Support Center for Families	\$	5,000
29	City of SD Com & Econ	Mentor Protégé Program	\$	2,000
29A	City of SD Com & Econ	Plan to End Chronic Homeless	\$	5,000
30	City of SD	Lead Safe Neighborhood Program	\$	5,000
31	City of SD NCC	Mitigation of Vacant and Dilap	\$	9,730
70	Labor's Comm Srvc	Neighborhood Security & Repairs	\$	2,500
81	Ntnl Medical Assoc.	Homeless Medical Care	\$	5,000
84	People for Trees	Urban Foresty Resource Center	\$	3,000

85	Pro Kids	Maintenance Equipment Storage	\$ 2,100
86	Rebuilding Together SD	Rebuilding Together San Diego	\$ 2,500
88	SVDP Management Inc.	Bishop Maher Center Rehab Proj.	\$ 13,333
89	Salvation Army	Door of Hope Housing Planning	\$ 5,000
90	San Diego Ctr for Children	Adolescent Residential Facility Rep	\$ 5,000
99	SD Imperial Counties	Safe and Accessible Sidewalks	\$ 20,000
100	SD Imperial Counties	Safe Home Project	\$ 20,000
103	African American Business	African American Business lending	\$ 2,500
104	San Diego Second Chance	Second Chance Community Res.	\$ 15,000
112	SD County Hispanic CC	DEVO Micro Enterprise Outreach	\$ 20,000
115	Senior Community Centers	Kitchen Completion Project	\$ 5,000
119	Access Center of SD	Health Related Environmental	\$ 1,800
124	Union of Pan Asian Comm	Multi-Cultural Economic Dev.	\$ 15,000
125	Union of Pan Asian Comm	Seismic Upgrades	\$ 5,000
128	Urban Corp of San Diego	Environmental & Educational	\$ 20,000
130	YMCA of SD County	Tommies Place TLP	\$ 10,000
136	Girl Scouts of San Diego	Nature Appreciation Building	\$ 5,000

CDBG CD5 REPROGRAMMING FOR FY 2006

FY 94	Mira Mesa Senior Center	\$ 4,486
FY 97	Linda Vista Community Park – Tot Lot	\$ 228
FY 00	Six to Six Program	\$ 964
FY 01	Neighborhood House Foodbank	\$ 42
FY 01	People for Trees	\$ 84
FY 01	Sidewalk Study – El Cajon Blvd	\$ 273
FY 01	ACCION San Diego – Microlending	\$ 56
FY 01	Burn Institute – Senior Program	\$ 44
FY 01	Black Contractors Association	\$ 1,425
FY 01	Special Projects – District 5	\$ 3,263
FY 02	San Diego Hispanic Chamber of Commerce	\$ 1,547
FY 02	Union of Pan Asian Communities	\$ 2,261
FY 02	District 5 Unprogrammed Funds	\$ 127,810
FY 03	District 5 Reserve	\$ 149,555

COUNCIL MEMBER FRYE: Council District 6 CDBG FY 2006 Allocations

CDBG Administration	-\$ 83,184
Project Management	-\$ 62,293
ADA Transition	-\$ 52,556
NCCD	-\$ 14,760
Neil Good Day CUP	-\$ 11,111

CDBG FY 2006 CD 6 ALLOCATIONS:

1	Access, Inc.	Microenterprise	\$ 25,000
2	ACCION San Diego	Microlending Program	\$ 25,000
5	Alliance for African Asst	Alliance Microbusiness Program	\$ 5,000
7	Alpha Project for Homeless	Take Back the Streets	\$ 50,000
10	Bayside Community Ctr	Linda Vista Housing Counselor	\$ 75,000
11	Boys & Girls Clubs of SD	Clairemont Branch Games room	\$ 75,000
13	Boys & Girls Clubs of SD	Linda Vista Branch Renovation	\$ 75,000
21	Christie's Place	Support for Families	\$ 10,000
28	City of SD	Blue Zone Curb Installation	\$ 5,000
30	City of SD Envir Srvcs	Lead Safe Neighbor Prog	\$ 30,000
34	City of SD NCC	Proactive Code Enforcement	\$ 261,551
50	Educational Enrich Sys	Linda Vista Infant Toddler Center	\$ 10,000
74	Lutheran Social Services	Caring Neighbors	\$ 15,000
83	People for Trees	Neighborhoods	\$ 5,000
84	People for Trees	Urban Forestry Resource Center	\$ 5,000
86	Rebuilding Together SD	Rebuilding Together San Diego	\$ 22,000
87	Rebuilding Together SD	Warehouse Relocation	\$ 8,000
89	Salvation Army Sierra	Door of Hope Perm Supportive	\$ 25,000
94	San Diego Family Care	Community Clinic Expansion	\$ 50,000
99	SD Imperial Counties	Safe and Accessible Sidewalks	\$ 40,000
100	SD Imperial Counties	Safe Homes Project	\$ 50,000
101	San Diego LGBT	Renovation of Existing Building	\$ 10,000
127	Urban Corps of SD	SD Neighborhood Enhancement	\$ 20,000
128	Urban Corps of SD	Youth Environmental & Ed Ctr	\$ 20,000
136	Girl Scouts	Nature Appreciation Building	\$ 10,000
137	The World Beat Center	WBC Restoration	\$ 10,000
139	Bayside Community Ctr.	Linda Vista Housing Counselor	\$ 70,000
140	Burn Institute	Senior Fire and Burn Prevention	\$ 5,000
150	Linda Vista Civic Assoc.	Linda Vista Revitalization	\$ 50,000
157	SD Urban Farms	Morse High School Urban Farm	\$ 5,000
	Total CDBG FY 2006		\$ 1,290,455

CDBG CD6 REPROGRAMMING FOR FY 2006

1997	SER/JOBS for Progress PB	\$	134
1998	Pacific Beach Commercial Revitalization	\$	300
1998	Center for Com Solutions	\$	813
2000	Six to Six Program	\$	964
2000	Human Dev Found – Open Gate	\$	87
2000	South Clairemont Rec Center	\$	10,726
2000	Neighborhood House Food Bank	\$	42
2001	People for Trees	\$	126
2001	Sidewalk Study – El Cajon Blvd	\$	273
2001	ACCION San Diego – Microlending	\$	112
2001	Black Contractors Association	\$	712
2002	SD Hispanic Chamber of Commerce	\$	773
2002	NCC – District 6	\$	213
	Total Available from Reprogramming	\$	15,275
	District 6 Reserves	\$	304

COUNCIL MEMBER MADAFFER: Council District 7 CDBG FY 2006 Allocations

Total District 7 Allocation	\$	<u>1,244,375</u>
CDBG Administration	-\$	81,155
Project Management	-\$	46,354
NCCD	-\$	14,400
ADA Transition Plan	-\$	52,556
Neil Good Day CUP	-\$	11,111
Section 108 Loan Payments		
Food Bank	-\$	1,167
College/Rolando Library	-\$	<u>274,822</u>
Remainder District 7 Discretionary	\$	762,810
Total available for reprogramming	\$	316,022

CDBG FY2006 CD 7ALLOCATIONS:

2	ACCION San Diego	Microlending Program	\$ 35,000
5	Alliance for African Asst.	Alliance Microbusiness Program	\$ 25,000
6	Alpha of San Diego	Two Way Mirror for Counseling	\$ 1,000
7	Alpha Project for Homeless	Take Back the Streets	\$ 50,000
8	Aquatic Adventures	Aquatic Adventures Renovation	\$ 10,000
22	City Heights CDC	City Heights CTN	\$ 45,000
26	City Heights CDC	Rebuild City Heights Improve	\$ 39,000
35	City of SD NCC	Proactive Code Enforcement	\$ 83,469
44	City of San Diego	Shirley Ann Place Historical Dist	\$ 4,725
45	Community Housing Wrks	Face Lift	\$ 15,000
46	Community Housing Wrks	Home Ownership Center	\$ 65,000
47	Comprehensive Training	Pathway to Business	\$ 25,000
51	El Cajon Blvd Business	Economic Development Program	\$ 35,000
52	ElderHelp of San Diego	Razing the Roof for Seniors	\$ 6,500
59	Fox Cnyn Neighborhood	Fox Canyon No Parking Street	\$ 4,725
136	Girl Scouts	Nature Appreciation Building	\$ 10,000
72	Live and Let Live	Capitol Fund Campaign	\$ 2,500
83	People for Trees	Neighborhoods	\$ 15,000
86	Rebuilding Together SD	Rebuilding Together SD	\$ 22,000
87	Rebuilding Together SD	Warehouse Relocation	\$ 8,000
100	SD Imperial Counties	Safe Homes Project	\$ 50,000
124	Union of Pan Asian Comm	Multicultural Economic Dev	\$ 15,000
127	Urban Corps of San Diego	SD Neighborhood Enhancement	\$ 15,000
128	Urban Corps of San Diego	Youth Environmental and Ed Ctr	\$ 30,000
	San Diego Fire Dept	Fire Station 10 Improvements	\$ 30,000
	Redevelopment Agency	Grantville Redevelopment	\$ 100,000*
	College Area Business	Office Relocation	\$ 10,000
	Joan Kroc Salvation Army	Lending Library Shade Structure	\$ 10,000

*This is a loan to be repaid to District Seven Special Projects by future Grantville tax increment.

CDBG CD7 REPROGRAMMING FOR FY 2006

1999	Colina Del Sol Parking Lot	\$ 1,286
2000	Neighborhood House Food Bank	\$ 167
2001	People for Trees	\$ 164
2001	Sidewalk Study – El Cajon Blvd	\$ 273
2001	ACCION San Diego – Microlending	\$ 94
2001	Fox Canyon Neighborhood Association 4236/3603	\$ 1,151
2001	Fox Canyon Neighborhood Association 4236/3604	\$ 1,151

2001	Black Contractors Association	\$	356
2002	Colina Del Sol – Pavement	\$	1,336
2002	Colina Del Sol – Tot Lot	\$	1,528
2002	SD Hispanic Chamber of Commerce	\$	516
2002	College/Rolando Library	\$	308,000
	Total Available for Reprogramming	\$	316,022

COUNCIL MEMBER INZUNZA: Council District 8 CDBG FY 2006 Allocations

Section 108 Loan Repayment			
	Mercado	\$	250,000
	Central Police	\$	351,813
	Logan Health	\$	29,000
	Logan Library	\$	252,523
	Logan Library #2	\$	11,000
	Camp Hope	\$	14,880
	Food Bank	\$	2,333
	Otay Library	\$	64,000
	Total Section 108 Loan Repayment	\$	975,549
	CDBG Administration	\$	124,437
	Project Mgmt	\$	42,217
	NCCD	\$	22,080
	ADA Transition Plan	\$	52,556
	Neil Good Day CUP	\$	11,111
	Total	\$	252,401

CDBG FY 2006 CD 8 ALLOCATIONS:

ACCION San Diego	Microlending Program	\$	10,000
Alpha Project	Take Back the Streets	\$	100,000
Aquatic Adventures	Renovation and Expansion	\$	5,000
SY BID Council	Mi Pueblo	\$	50,000
Bronze Triangle	Comm & 22 nd Development	\$	20,000
Barrio Logan CDC – Mateo	Latino Home Ownership	\$	20,000
Central Commercial Dist	Cesar Chavez Plaza	\$	20,000
City NCCD Sherman and	Proactive Code Enforcement	\$	50,000
Community Housing Wrks	Homeownership Center	\$	20,000
Greater Golden Hill CDC	25 th Street Revitalization	\$	75,000

Inner City Business Assoc	Small Bsness Tech Assistance	\$	20,000
Latino Builders Dev Corp	Community Development Projects	\$	75,000
Local Initiatives Support	Revitalization Initiative III	\$	70,000
Environmental Hlth Coalit.	Lead Hzard Control	\$	5,000
Rebuilding Together	Rebuilding Together	\$	10,000
Sherman Heights Family	Expansion Project	\$	10,000
SD LGBT Comm Center	Renovation of Building	\$	5,000
SDIC Labor Council	Safe Homes Project	\$	15,000
San Ysidro Business Assoc	Public Safety Improvements	\$	20,000
San Ysidro Chamber	SY Business Retention	\$	10,000
Urban Corps	Neighborhood Enhancement	\$	70,000
District 8 Reserves		\$	74,541
Total Allocations		\$	754,632

CDBG CD8 REPROGRAMMING FOR FY 2006

1998	Golden Hill CDC	\$	422
2000	Neighborhood House Food Bank	\$	83
2000	Greater Golden Hill Comm Dev	\$	270
2001	Black Contractors Association	\$	2,154
2002	SD Hispanic Chamber of Commerce	\$	1,031
2002	Union of Pan Asian Comm	\$	904
2002	Historic San Diego CDC	\$	2,000
2002	Central Police Station	\$	7,677
2002	Logan Family Health Center	\$	60,000
	Total	\$	74,541

MOTION BY INZUNZA TO ADOPT. Second by Peters. Passed by the following vote:
Peters-yea, Zucchet-not present, Atkins-yea, Young-yea, Maienschein-yea, Frye-yea,
Madaffer-yea, Inzunza-yea, Mayor Murphy-yea.



ITEM-S503: Requesting the Board of Administration of the San Diego City Employees Retirement System (SDCERS) to Comply with Disclosure Requests Made by the U.S. Securities Exchange Commission (SEC) and the U.S. Attorney's Office.

(See memorandum from Councilmember Toni Atkins dated 5/3/2005.)

MAYOR MURPHY'S RECOMMENDATION:

Adopt the following resolution:

(R-2005-1168) ADOPTED AS RESOLUTION R-300422

Declaring the City Council hereby requests that the Board of Administration of SDCERS (the "Board") cooperate fully with the ongoing investigations and audit and promptly provide to the Department of Justice (the "DOJ"), the Securities and Exchange Commission (the "SEC"), the Audit Committee, and the auditor of the City's financial statements all documents and other information each may request; and

Declaring the City Council hereby requests that the Board decline to assert the attorney-client privilege as a basis to withhold the production of documents or other information sought in connection with the investigations and audit and that the Board waive such privilege so that the DOJ, the SEC, the Audit Committee, and the City's auditor may have complete access to information.

FILE LOCATION: MEET

COUNCIL ACTION: (Time duration: 4:35 p.m. – 4:57 p.m.)

MOTION BY PETERS TO ADOPT WITH DIRECTION TO THE CITY MANAGER TO SEND A REQUEST TO THE BOARD IN THE STRONGEST APPROPRIATE LANGUAGE TO DOCKET THE ISSUE FOR RECONSIDERATION. Second by Atkins. Passed by the following vote: Peters-yea, Zucchet-yea, Atkins-yea, Young-yea, Maienschein-yea, Frye-yea, Madaffer-yea, Inzunza-yea, Mayor Murphy-yea.



ITEM-S504: Acceptance of Audit Committee's Status Report; First Amendment to Agreement with Kroll, Inc. for Services Related to the Audit of the City's Comprehensive Annual Financial Report (CAFR); and New Agreement with Willkie, Farr & Gallagher to Provide Independent Legal Counsel to Kroll and the Audit Committee On These Matters.

CITY MANAGER'S RECOMMENDATION:

Adopt the following resolutions:

Subitem-A: (R-2005-1222) ADOPTED AS RESOLUTION R-300423
In the matter of accepting the Audit Committee's Status Report.

Subitem-B: (R-2005-1222) ADOPTED, INCORPORATED INTO RESOLUTION R-300423
Authorizing a first amendment to the agreement with Kroll Inc. in the amount of \$1,500,000 for continued provision of investigative services in their role as the City's Audit Committee, and consulting assistance in assessing internal control deficiencies affecting matters discussed in the Vinson & Elkins and City Attorney investigation reports, and directing the City Attorney to prepare applicable resolution.

Subitem-C: (R-2005-1222) ADOPTED, INCORPORATED INTO RESOLUTION R-300423
Authorizing an agreement with Willkie, Farr, & Gallagher LLP in the amount of \$500,000 for provision of independent legal counsel to the City Audit Committee and Kroll in connection with the above matters, and directing the City Attorney to prepare applicable resolution.

CITY MANAGER SUPPORTING INFORMATION:

In February of 2005, the City of San Diego ("City") entered into an agreement with Kroll, Inc. ("Kroll") to receive, review and evaluate the findings of the investigations performed by Vinson & Elkins ("V&E") and the City Attorney, and to provide consulting assistance in assessing internal control deficiencies affecting matters discussed in the investigation reports (see attached agreement with Kroll). The original agreement was for a not-to-exceed amount of \$250,000. The scope of Kroll's engagement, as memorialized in the original agreement, is two-phased, the first phase being to serve as an Independent Investigator for matters relating to the unfunded liability of the SDCERS and for errors discovered in the footnotes of the City's audited financial

statements. This phase includes working with KPMG to understand their concerns and identify a satisfactory work program to assist them in obtaining the necessary evidence and documentation required by applicable accounting, auditing and professional services. This phase also includes review and evaluation of the investigation reports issues by V&E and the City Attorney.

The second phase includes consultation with City personnel to establish internal controls that, if implemented and properly operated by the City, could provide reasonable assurance that the transactions identified in the reports in Phase One are properly reported and disclosed in the City's financial statements. This work is to be coordinated with the City Auditor and Comptroller, the internal audit department manager, and the City's outside independent auditors as to the scope and nature of internal controls that the City would need to assess, document, implement, and test.

By this action, the agreement with Kroll will be increased by \$1,500,000, for a total not-to-exceed amount of \$1,750,000.

Kroll will also be utilizing independent legal counsel from the firm of Willkie, Farr & Gallagher LLP ("Willkie, Farr"). Willkie, Farr's role will be to provide counsel and assistance to Kroll and the Audit Committee in connection with the independent investigation into SDCERS finances and disclosure, as well as with other matters that, in the judgment of the Audit Committee, may require inquiry or investigation (see attached agreement with Willkie, Farr). Willkie, Farr will report exclusively to the Audit Committee, serving with complete independence from the Mayor and City Council, the City, and the City's departments, agencies and elected officials.

Funding for the retention of Willkie, Farr is being requested in the amount of \$500,000.

Irvine

Aud. Cert. 2500975.

FILE LOCATION: MEET

COUNCIL ACTION: (Time duration: 4:57 p.m. – 6:33 p.m.; 8:00 p.m. – 8:20 p.m.)

MOTION BY PETERS TO ADOPT. Second by Atkins. Passed by the following vote: Peters-yea, Zucchet-not present, Atkins-yea, Young-nay, Maienschein-yea, Frye-nay, Madaffer-yea, Inzunza-not present, Mayor Murphy-yea.

