



July 12, 2013

Mr. Allen Jones, Deputy Chief of Staff
City of San Diego
202 C Street, 11th Floor
San Diego, CA 92101

Dear Mr. Jones:

Subject: Approval of Oversight Board Action

The City of San Diego Successor Agency (Agency) notified the California Department of Finance (Finance) of its May 28, 2013 oversight board (OB) resolution on May 28, 2013. Pursuant to Health and Safety Code (HSC) section 34179 (h), Finance has completed its review of the OB action.

Based on our review and application of the law, OB Resolution No. OB-2013-6 approving the Settlement Agreement and Release, and approving the Aggregate Settlement Payment of \$1.99 million related to the dispute with the former owner of the property located at 1343-1345 Market Street, San Diego, is approved. Settlement agreements entered into by a competent court of law are considered enforceable obligations and funding for this settlement was approved as an obligation through the ROPS 13-14A Meet and Confer process. This is our determination with respect to the OB action taken.

Please direct inquiries to Wendy Griffe, Supervisor, or Jenny DeAngelis, Lead Analyst at (916) 445-1546.

Sincerely,

STEVE SZALAY
Local Government Consultant

cc: Mr. Jeff Graham, President, Civic San Diego
Mr. Andrew Phillips, Vice President and CFO, Civic San Diego
Mr. Juan Perez, Senior Auditor and Controller Manager, San Diego County
Ms. Nenita DeJesus, Senior Auditor and Controller Accountant, San Diego County
California State Controller's Office