

BEFORE THE STATE LANDS COMMISSION  
FOR THE CITY OF LOS ANGELES

SPECIAL MEETING OF THE STATE )  
LANDS COMMISSION: )  
MONDAY, FEBRUARY 1, 1988 )

**ORIGINAL**

TRANSCRIPT OF PROCEEDINGS

LOS ANGELES, CALIFORNIA

REPORTED BY:

KRISTINA RAGLAND,  
HEARING REPORTER

JOB NO. :  
ETC2178

**KENNEDY COURT REPORTERS, INC.**

920 West Seventeenth Street, Suite F  
Santa Ana, California 92706  
(714) 835-0366 • (213) 937-2272

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SPECIAL MEETING OF THE STATE )  
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TRANSCRIPT OF PROCEEDINGS, TAKEN AT THE  
STATE BUILDING, 314 WEST FIRST STREET, ROOM 1138,  
LOS ANGELES, CALIFORNIA, COMMENCING AT 2:00 P.M.,  
ON MONDAY, FEBRUARY 1, 1988, HEARD BEFORE  
GRAY DAVIS, CHAIRMAN, REPORTED BY KRISTINA RAGLAND,  
HEARING REPORTER, A NOTARY PUBLIC IN AND FOR THE  
STATE OF CALIFORNIA AND COUNTY OF ORANGE.

APPEARANCES:

GRAY DAVIS, CHAIRMAN

LEO T. MC CARTHY,  
COMMISSIONER

GREGG TAYLOR, LIEUTENANT  
GOVERNOR

JIM TROUT

CLARE DEDRICK, EXECUTIVE OFFICER

DEBBIE TOWNSEND, STAFF

SUE BRES, SECRETARY

LOS ANGELES, CALIFORNIA, MONDAY, FEBRUARY 1, 1988

2:00 P.M.

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MR. DAVIS: ALL RIGHT. THE SPECIAL MEETING OF THE LANDS COMMISSION WILL COME TO ORDER. THE CHAIR NOTICES THE PRESENCE OF THE MAJORITY OF THE MEMBERS. LIEUTENANT GOVERNOR MC CARTHY AND CONTROLLER GRAY DAVIS PRESENT.

MS. DEDRICK: MR. CHAIR, THIS IS A ONE-ITEM CALENDAR, IT IS --

MR. DAVIS: LET'S JUST WORK FIRST WITH THE MINUTES OF THE MEETING OF JANUARY 21ST. WE'LL DO THAT FIRST.

MS. DEDRICK: OH, I'M SORRY. I DIDN'T REALIZE THEY WERE ON HERE.

MR. DAVIS: (INAUDIBLE)

MS. DEDRICK: I THINK THERE ARE TWO ITEMS ON THAT.

MR. DAVIS: WE'LL DEEM THOSE MINUTES APPROVED BY A VOTE OF TWO TO ZERO. AND NOW WE'LL MOVE TO THE SPECIAL ORDER OF BUSINESS.

MS. DEDRICK: OKAY. THIS IS A REQUEST FOR CONCURRENCE AND APPROVAL OF AN AMENDMENT TO A SETTLEMENT BETWEEN THE CITY OF LOS ANGELES AND THE BOARD OF HARBOR COMMISSIONERS. RELATING TO THE TRANSFER OF TITLE 998, WHICH IS LAND IN THE RETURN FOR PAYMENT OF \$27,400,000 BY THE BOARD. CITY LANDS BEING PURCHASED BY THE BOARD USED

1 OR ACTING IN YOUR CAPACITY UNDER THE LAW THAT REQUIRES YOU  
2 TO REVIEW SUCH TRANSACTIONS.

3 MR. DAVIS: LET ME JUST NOTE FOR THE RECORD THAT  
4 BILL JOHNSON IS HERE REPRESENTING THE CITY OF LOS ANGELES,  
5 AS IS PAT NAVE, NAVY, NAVE --

6 MR. NAVE: NAVE.

7 MR. DAVIS: PAT NAVE, DEPUTY CITY ATTORNEY,  
8 MICHAEL LEMKE FROM THE LOS ANGELES PROPERTY DEPARTMENT AND  
9 J.P. ELLMAN, LEGISLATIVE ANALYST FOR THE LOS ANGELES CITY  
10 COUNCIL.

11 I JUST HAVE A COUPLE QUESTIONS JUST FOR  
12 VIEWING MATERIAL THAT WAS PREPARED FOR US FOR THIS  
13 MEETING. ACTUALLY, I BROUGHT THEM UP WITH MR. TAYLOR  
14 BEFORE THE MEETING, BUT JUST FOR THE RECORD. THE ATTORNEY  
15 GENERAL RECOMMENDS APPROVAL OF THIS SETTLEMENT AS  
16 PROPOSED, MR. TAYLOR?

17 MR. TAYLOR: YES, MR. DAVIS, OUR OFFICE DOES  
18 RECOMMEND APPROVAL AND FINDS THE AMOUNT TO BE REASONABLE.

19 MR. DAVIS: AND THE NOTES ALSO INDICATE THAT BOTH  
20 THE LANDS COMMISSION STAFF AND THE ATTORNEY GENERAL AND AN  
21 INDEPENDENT APPRAISAL HAVE DETERMINED THAT \$27,400,000 IS  
22 AN APPROPRIATE AMOUNT OF MONEY?

23 MS. DEDRICK: THAT'S CORRECT, MR. CHAIRMAN.

24 MR. DAVIS: I GUESS MY ONLY OTHER QUESTION WAS ON  
25 THE ISSUE OF THE CITY DETERMINING THAT THIS WAS EXEMPT

1 FROM CEQA. AND THAT'S BECAUSE THERE IS BASICALLY NO  
2 PROJECT, I MEAN NO PROPOSED BUILDING, THIS IS JUST A  
3 FINANCIAL TRANSACTION?

4 MS. DEDRICK: THAT IS CORRECT. GREGG, I'M SURE,  
5 CAN SPEAK TO CEQA IN MORE DETAIL IF YOU'D LIKE.

6 MR. TAYLOR: THE PROJECT HAS ALREADY BEEN COMPLETED  
7 SOME YEARS AGO. THE DISPUTE IS ONLY OVER THE FINANCIAL  
8 PART OF IT. NOTHING IS GOING TO BE CHANGED AS A RESULT OF  
9 THIS HEARING WE'RE HAVING HERE.

10 MR. DAVIS: GOVERNOR, DO YOU HAVE ANY QUESTIONS?

11 MR. MC CARTHY: NO. THANK YOU.

12 MR. DAVIS: WOULD ANYBODY LIKE TO TESTIFY ON THIS  
13 PROJECT OR OFFER ANY COMMENTS?

14 MR. MC CARTHY: NO.

15 MR. DAVIS: ALL RIGHT. THERE IS A MOTION TO  
16 APPROVE THE PROJECT. AND HEARING NO OPPOSITION, I JOIN IN  
17 THAT MOTION. AND THE MOTION PASSES TWO TO ZERO.

18 MS. DEDRICK: THERE'S NO OTHER BUSINESS.

19 MR. DAVIS: NO FURTHER BUSINESS? I WANT TO THANK  
20 EVERYONE FOR COMING TO THIS SPECIAL MEETING.

21 MS. DEDRICK: THANK YOU.

22 (HEARING CONCLUDED AT 2:05 P.M.)  
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REPORTER'S CERTIFICATE

I, KRISTINA RAGLAND, HEARING REPORTER

DO HEREBY CERTIFY:

THAT THE FOREGOING TRANSCRIPT OF PROCEEDINGS WAS  
TAKEN BEFORE ME ON MONDAY, FEBRUARY 1, 1988,  
AT THE TIME AND PLACE THEREIN SET FORTH, AND WAS TAKEN DOWN BY  
ME IN SHORTHAND, AND THEREAFTER TRANSCRIBED INTO TYPEWRITING  
UNDER MY DIRECTION AND SUPERVISION;

AND I HEREBY CERTIFY THAT THE FOREGOING TRANSCRIPT  
OF PROCEEDINGS IS A FULL, TRUE AND CORRECT TRANSCRIPT OF MY  
SHORTHAND NOTES SO TAKEN.

I FURTHER CERTIFY THAT I AM NEITHER COUNSEL FOR NOR  
RELATED TO ANY PARTY TO SAID ACTION, NOR IN ANYWISE INTERESTED  
IN THE OUTCOME THEREOF.

IN WITNESS THEREOF, I HAVE HEREUNTO SUBSCRIBED MY  
NAME THIS 2ND DAY OF MARCH, 19 88.



*Kristina Ragland*

NOTARY PUBLIC IN AND FOR  
THE STATE OF CALIFORNIA  
AND THE COUNTY OF ORANGE