

**Wednesday, April 11, 2018**  
**Minutes of the Special Meeting of the Oversight Board for the**  
**Successor Agency to the Palm Springs Community Redevelopment Agency**

**CALL TO ORDER**

A Special Meeting of the Oversight Board for the Successor Agency to the Palm Springs Community Redevelopment Agency was called to order by Chair Van Horn on Wednesday, April 11, 2018, at 3:00 p.m., in the Large Conference Room, City Hall, located at 3200 E. Tahquitz Canyon Way, Palm Springs, California.

**ROLL CALL**

**Present:** Board Members Christy Holstege, John Ramont, David Ready, Vice Chair Arthur, and Chair Cathy Van Horn.

**Absent:** Board Member Heidi Marshall

**City Staff**

**Present:** Edward Z. Kotkin, Legal Counsel/City Attorney; Geoffrey Kiehl, Director of Finance and Treasury; Jay Virata, Director of Community and Economic Development; Diana Shay, Redevelopment Coordinator, and Anthony J. Mejia, Board Secretary/City Clerk, were present at Roll Call. Other staff members presented reports or responded to questions as indicated in the minutes.

**ACCEPTANCE OF THE AGENDA**

MOTION BY VICE CHAIR ARTHUR, SECOND BY BOARD MEMBER HOLSTEGE, CARRIED 5-0, to accept the agenda as published.

**PUBLIC COMMENT**

None.

**1. CONSENT CALENDAR**

**A. APPROVAL OF MINUTES**

MOTION BY BOARD MEMBER READY, SECOND BY VICE CHAIR ARTHUR, CARRIED 5-0, to approve the Oversight Board Meeting Minutes of January 29, 2018.

**2. UNFINISHED BUSINESS**

None.

### 3. NEW BUSINESS

#### A. APPROVE SALE OF THE SUCCESSOR AGENCY-OWNED PROPERTY LOCATED AT 285 NORTH INDIAN CANYON DRIVE, KNOWN AS DESERT HOTEL PROPERTY (APN 513-091-003) AND IDENTIFIED AS PROPERTY NO. 2 IN THE LONG RANGE PROPERTY MANAGEMENT PLAN, TO THE CITY OF PALM SPRINGS PURSUANT TO SECTION 34191.5(C) OF THE HEALTH AND SAFETY CODE

Jay Virata, Director of Community and Economic Development, presented the staff report.

In response to Board inquiry, Board Member Ready explained the need for the City to purchase the parcel to facilitate the expansion of the adjacent Fire Station.

Vice Chair Arthur pointed out that the parcel was publically bid and a higher offer was received but that the City is now offering to purchase the parcel at a lower price.

City Attorney Kotkin noted that there is a public purpose for the City to purchase the parcel and that the highest and best use of the property may not always result in the highest purchase price; opined that each Board Member should consider whether their respective constituents benefit from the added fire protection, more so than the purchase price of the parcel.

Vice Chair Arthur questioned the propriety of advertising the parcel for sale, rejecting the highest offer, and allowing the City to offer a lower purchase price for the subject parcel.

Board Member Holstege pointed out that the State's process has been followed and that it is the Board's responsibility to ensure that the best use of the parcel is achieved.

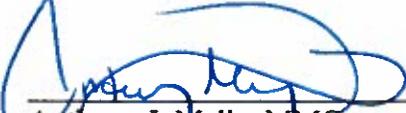
In response to Board inquiry, Chair Van Horn noted that the parcel is non-conforming and unlikely that it could be sold in the future as a standalone parcel if the Fire Station expansion does not proceed.

MOTION BY BOARD MEMBER READY, SECOND BY BOARD MEMBER HOLSTEGE, CARRIED 4-0-1 (WITH VICE CHAIR ARTHUR ABSTAINING), to adopt Resolution No. 050 entitled "A RESOLUTION OF THE OVERSIGHT BOARD OF THE SUCCESSOR AGENCY TO THE PALM SPRINGS COMMUNITY REDEVELOPMENT AGENCY APPROVING THE SALE OF THE PROPERTY LOCATED AT 285 NORTH INDIAN CANYON DRIVE, KNOWN AS THE DESERT HOTEL PROPERTY AND IDENTIFIED AS PROPERTY NO. 2 IN THE LONG-RANGE PROPERTY MANAGEMENT PLAN TO THE CITY OF PALM SPRINGS."

### BOARD MEMBER ITEMS, REQUESTS, AND COMMENTS

Economic Development Director Virata provided a status update on the Cork and Bottle property.

**ADJOURNMENT:** The Oversight Board adjourned at 3:20 p.m. The Board will not conduct a regular meeting until such time as needed for business pursuant to law.



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Anthony J. Mejia, MMC  
Board Secretary/City Clerk

CLERK NOTE: Beginning July 1, 2018, the County of Riverside created a County Oversight Board to assume the responsibilities of local Oversight Boards. The Palm Springs Oversight Board did not meet again between April 11-June 30, 2018. Therefore, these minutes are signed without being submitted to the Palm Springs Oversight Board for approval.