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31 July 2007

Christopher Cox, Chairman
U.S. Securities and Exchange Commission
100 F Street, NE
Washington, DC 20549

Re: Redevelopment Agency of the City of San Diego

Dear Chairman Cox:

In light of your recent speech in Los Angeles, California, regarding "integrity in the municipal marketplace," I am writing to provide you with a copy of a complaint filed today in San Diego County Superior Court against the Redevelopment Agency of the City of San Diego and other public agencies. The complaint alleges that the Redevelopment Agency has failed to prepare its "annual report" for fiscal years 2003, 2004, 2005, and 2006, including "[a]n independent financial audit report for the . . . fiscal year." See CAL. HEALTH & SAFETY CODE § 33080.1(a). The exhibits attached to the complaint include a letter from the Redevelopment Agency admitting that it has not prepared these reports. Furthermore, the California State Controller's Office has confirmed that the Redevelopment Agency has not filed these reports as required by law.¹ See *id.*, § 33080(a) (requiring annual report to be filed with Controller).

I believe that the financial markets should be made aware of the Redevelopment Agency's non-compliance with all applicable financial-reporting laws and the effect of such non-compliance on the Agency's municipal securities.

Sincerely,

BRIGGS LAW CORPORATION

Cory J. Briggs

Enclosures

¹ See <<http://www.sco.ca.gov/ard/local/locrep/redevelop/reports/0506redevelop.pdf>>, p. iv, n. 2 (fiscal year 2005-06); <<http://www.sco.ca.gov/ard/local/locrep/redevelop/reports/0405redevelop.pdf>>, p. iv, n. 2 (fiscal year 2004-05); <<http://www.sco.ca.gov/ard/local/locrep/redevelop/reports/0304redevelop.pdf>>, p. iv, n. 3 (fiscal year 2003-04); and <<http://www.sco.ca.gov/ard/local/locrep/redevelop/reports/0203redevelop.pdf>>, p. iv, n. 2 (fiscal year 2002-03).



cc: Mayor Jerry Sanders, City of San Diego (via e-mail only)
Councilmember Scott Peters, City of San Diego (via e-mail only)
Councilmember Kevin Faulconer, City of San Diego (via e-mail only)
Councilmember Toni Atkins, City of San Diego (via e-mail only)
Councilmember Tony Young, City of San Diego (via e-mail only)
Councilmember Brian Maienschein, City of San Diego (via e-mail only)
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City Attorney Michael Aguirre, City of San Diego (via e-mail only)
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Deputy Chief Operating Officer for Land Use and Economic Development Jim Waring, City of San Diego (via e-mail only)

