

STAFF REPORT
Successor Agency

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03/13/12
MVB

Date: March 13, 2012

To: Chairman Parris and Successor Agency Members

From: David R. McEwen, City Attorney

Subject: **Authorization to Rescind Agency Action Taken August 10, 2010**

Recommendation:

Rescind authorization given August 10, 2010 to the Lancaster Redevelopment Agency's Executive Director to execute an agreement, and any related documents with 7Jays, LLC and Antelope Valley Chevrolet, Inc. as required by court order.

Fiscal Impact:

None

Background:

On August 10, 2010 the Lancaster Redevelopment Agency authorized the Executive Director or his designee to execute an agreement, and any related documents, with Hawse Automotive Properties, LLC; JCH Automotive Properties, LLC; 7Jays, LLC; and Antelope Valley Chevrolet, Inc. A suit was brought by the City of Palmdale and the Redevelopment Agency of the City of Palmdale seeking to set aside this action. After a trial occurred regarding this lawsuit, a Court order was issued enjoining Lancaster from providing financial assistance to Antelope Valley Chevrolet through November, 2012. The proposed action would rescind previous direction given on August 10, 2010 regarding financial assistance. The Lancaster Redevelopment Agency no longer exists; therefore the City as the Successor Agency is taking this action.