FINANCIAL NEWS

The San Diego Union sports

### Smith's Patience At An End With Big Bills, Small Crowds

Last December, when the decision was made to continue National League baseball in San Diego, Buzzie Bavasi decided he had discovered the identi-ty of that jolly old fellow who comes around on Christmas morning in a pollution-free sleigh.

There is only one Santa Claus in baseball," said Bavasi, "and his name is C. A. Smith."

But even Santa, it seems, won't go on pouring goodies into a stocking which leaks through a hole

Smith's philanthropic spirit didn't last through the first month of the 1973 season.

On May 5, he met with Joseph Danzansky of the Giant Food chain, a Washington enterprise, in the Westgate Plaza Hotel here. The hotel delivered a typewriter to the two men and Danzansky worked out the rough version of a conditional sale, and they signed it. The agreement stipulated that

Smith will yield title to his baseball franchise to Washington in exchange for \$9 million in cash and take back a note for \$3 mil-lion. The \$9 million will become Smith's when the National League formally ap-

The original letter of intent was in such crude form that the two men, Smith and Danzansky, flew to Washington the following day and redrafted it. That night, May 6, they signed it a second time in the Madison Hotel.

C. Arnholt Smith

proves the sale.

Smith accepted a down payment of \$100,000 and the cancelled check is now in the possession of Marvin Willig, a Washington lawyer who is a member of the Danzansky group Bavasi says Smith told him of the letter of intent,

or conditional agreement, on May 13.

The agreement contains two conditions: (1) Smith must obtain release from the ball club's 20-year stadium lease with the city; and (2) the league must be

### \$700,000 Annual Payments Hurt

satisfied with that arrangement.

Smith reportedly has offered Mayor Pete Wilson a proposal in which he would indemnify the city \$2.1 million - the full amount the ball club was to receive from its management-promotion contract over a seven-year period. The city had sought to bolster the club in its infancy with an annual subsidy of \$300,000.

This was to have been repaid over the last 13 years of the stadium lease from annual revenue

But, alas, paid attendance never surpassed 644,272 (that in 1972) and Smith decided it was no longer prudent to make annual interest payments of \$700,000 on a \$10 million loan.

Smith's impatience was such that he initiated the second round of negotiations with Danzansky which resulted in a conditional sale on May 5. Smith's counsel contacted Joseph Tydings, former U.S. sen-ator from Maryland, and Tydings communicated

Smith's interest to Danzansky.

Danzansky then flew to San Diego for a clandestine meeting at Smith's hotel, the Westgate Plaza, and they agreed on the largest purchase price ever paid for a baseball team. The New York Yankees recently sold for \$10 million.

Among other things, this has the effect of relieving Buzzie Bavasi of his ownership position in the ball club. Had the club been moved to Washington and retained by Smith, Bavasi would have held his

32 per cent interest. The new owners reportedly have offered Bavasi an annual salary of \$100,000 to head the club in Washington. This would represent an increase of about \$30,000 over his current wage as club presi-

The Danzansky faction has purchased the assets of the San Diego ball club, but not the stock. Which is to say they bought player contracts, balls and bats, and a license to operate in the National League. They did not acquire the club's obligations, including debts and the stadium lease.

### \$9 Million Might Save Club

Bavasi has expressed reluctance to leave San Diego, to start again under a group of men he doesn't know very well, and to yield his ownership role. Thus, he would not be displeased if San Diego interests would match or top the Washington offer for the purpose of keeping the team here.

This presumably would require \$9 million in cash,

keeping in mind that Bavasi owns 32 per cent. Bavasi would have to find means to finance his share.

New San Diego ownership is possible, if unlikely. Such local sportsmen as John Mabee and Bob Breitbard have shown interest in the project and presumably will be seeking partners now that the condi-tional sale is public knowledge.

Smith has not discouraged such overtures, but stipulates the buyers must produce cash. He will not accept payment over a long term.

If such investors materialize, they'll be gambling both on the team and the city. The team has been lightly supported because it doesn't win very often. Once it becomes a contender — always a slow pro-cess for an expansion club — attendance presum-ably would climb to the vicinity of 1 million annual paying customers, a profitable neighborhood.

The greatest need, in terms of San Diego baseball,

is a Daddy Warbucks in search of a tax shelter.

Meanwhile, the season will go on four more
months, quietly and resentfully. Washington sources
say Smith offered to deliver the ball club to the capital immediately but Danzansky declined with thanks.

Thus comes a summer of baseball at the stadium which may resemble a silent movie as the San Diego-Washington team does its thing in the community which used to call itself a "city in motion."

Does anybody know how to get this thing out of

### SAINT FANS WANT FOOTBALL

NEW ORLEANS (AP) — A group of Louisiana millionaires say they want home ownership for the New Orleans Saints, and that they're willing to match any offers made by out-of-towners, says a local television station.

Following reports in local newspapers that owner John Mecom Jr. was considering an offer of \$20 million for the National Football League franchise, WWL quoted attorney Ben Toledano as saying that he represents a group of about 11 men who want the team.

Mecom was quoted Friday as saying he wants to sell, and the Times-Picayune reported that a group from Chicago has completed preliminary negotiations for the purchase.



SAN DIEGO, CALIFORNIA, MONDAY MORNING, MAY 28, 1973

# Washington Buys Padres For Record \$12 Million



In the lockerroom after a doubleheader loss to Philadelphia, San Diego Padres Nate Colbert



(left) and Dave Roberts look downcast on hearing the news that the Padres will be moving.

### 'CAPTAINS' ABANDON SHIP

ment in the grand tradition of

While officers of the good

ship S.D. Padre assembled on

the bridge to hear that the vessel was being scuttled, the

crew milled in the forecastle

watching the waters of uncer-

Manager Don Zimmer and

his coaching staff were gone from the Padre dressing

room, having been sum-moned to a front office meet-

ing to be told of the club's im-

The players remained, hav-

In angry desperation, they turned for information to that

most unreliable of sources,

Those reports were greeted

with a mixture of resignation,

disappointment and gallows

There was little surprise.

There had been too long a Flying Dutchman air about

this franchise - too many ru-

mors, too many financial re-

porters from the Washington

Post poking about the club-

house - for anything to come

"So it finally happened,"

ing been told nothing.

sports writers.

humor.

as a surprise.

tainty rise about them.

D.C.

### Disappointed Padres Turn To Writers

By NELSON FISHER Turf Editor, The San Diego Union

INGLEWOOD - Prosperity roved too much for Cougar II, newest horse millionaire, in the \$125,000 Hollywood Invitational yesterday when he settled for third money in the 11/2-mile marathon over Hollywood Park's turf course.

Life Cycle

Upsets Cougar

Invitational

Peter Blum's Life Cycle, from Florida, led the parade to the finish a length and one-quarter ahead of the Daybreak 'arm's Wing Out with Cougar third, beaten a neck for second

Life Cycle equalled the ourse record of 2:25 3-5 set by Fiddle Isle in 1970.

Had Cougar, a smashing winner over those first two in the Century Handicap that pushed his earnings above the \$1 mil-lion mark, gained only the \$25,000 second money, he would have advanced to No. 9 behind Citation on the list of 11 horses reaching the million-dollar plateau. So now he remains No. 11, the \$15,000 third place pot leaving him at \$1,021,641 just below Dr. Fager at \$1,022,642.

The deserving victory for Life Cycle, a 4-year-old son of Wolfram and Katira, earned him \$75,000 first money. In the mile and three-furlong Century Handicap here May 5, he was (Continued on C-6, Col. 1)

By WAYNE LOCKWOOD precognition, I guess this is | It was not exactly a moit," said Dave Campbell.

"I've had bad vibes all day." It might have meant that the Padres were about to lose a doubleheader to the Philadelphia Phillies.

Instead, it meant that Campbell and the half-dozen or so other San Diego homeowners on the Padres were now commuters.

"My house is going for \$46,000." Campbell advertised. "That's fully air-condi-tioned and landscaped."

He was laughing because grown men aren't supposed

There was overall a feeling

of bitterness. "Boy, they're not going to do anything up there now," said Clarence Gaston, noting the lame-duck status of the

franchise. "They weren't going to do

anything anyway," responded Leron Lee. There was a sense of be-

trayal. "If it's just a financial thing, then it really didn't matter how we played any-way, did it?" wondered Nate Colbert. "They were going to

sell the team anyway. "I just work here," shrugged Clay Kirby, a Washington native who had just enjoyed his best outing of the season

in the second game. "I don't know anything. I'm just an employe.

Some chose to relate the

move with attendance.

"If you can't draw, you 20-yea can't draw," observed Ivan dium. Murrell.

"If you're not a winner, you can't draw in San Diego. And we're sure not a winner." "I'm not going," announced

(Continued on C-4, Col. 4)

### Smith Confirms Plan To Move Club Next Year

Sports Editor, The San Diego Union

The San Diego Padres have been sold to a group of Washington businessmen headed by Joseph Danzansky, with the franchise being delivered to the capital at the conclusion of the current National League season.

The sale occurred the day of the Kentucky Derby, May 5, in San Diego when C. Arnholt Smith, principal owner of the Padres, signed a letter of intent which obligated the Danzansky faction to a purchase price of \$12 mil-

for a basehall team, some \$2 million more than was paid recently for the New York Yan-kees.

The timing of the sale had the effect of memorial services for this, we won't be playing in baseball in San Diego during front of nobody," said Nate Colthe Memorial Day holiday. The bert. team will continue here on a That was one of the varied lame duck basis, but the mood reactions the San Diego Padres will be vastly changed.

#### NEED TIME

"Because the opportunity came along now," replied the panker-sportsman. "The people in Washington need time to get games. their deal together."

Smith said there is nothing in his agreement with the Dan-his agreement with the Dan-shame to leave a ballpark like zansky group which gives San Diego interests an opportunity to purchase the franchise and keep it in this city. However, this remains a possibility, a remote possibility in Smith's

"I'd be the happiest man in San Diego if the team were to remain here," said Smith, "but righthander Clay Kirby, who it seems unlikely. How can someone else make it work if relief pitching in yesterday's

### 20-YEAR LEASE

League. Further, there is the "I really know nothing about complication of the ball club's the plans," Bavari said, "but I 20-year lease on San Diego Sta- don't see how they could move It was learned that Smith has the season."

contacted Mayor Pete Wilson about the possibility of being move) is that I have to be released of his stadium obliga-tions. The Padres are in the judgement," Bavasi said. "I (Continued on C-4, Col. 1)

## Smith reportedly has accepted a down payment of \$100,000 and Marvin Willig, one of Danzansky's partners, has the cancelled check in his possession. The \$12 million purchase price is the highest ever paid

By PHIL COLLIER

"When the fairs hear about

will be vastly changed.

Smith acknowledged the Pathe field after 4-3 and 6-4 losses dres' awkward position when asked why he would sign the letter of intent when four months remain in the 1973 season.

"If we're going, I hope I go." said manager Don Zimmer af-ter his last place team extended its losing streak to four

"Any time a major league team leaves a city it is a surthis (San Diego Stadium).

"I still don't believe it will happen," said second baseman until I read about the Washington Padres."

"No, we would be the Washington Capitals," suggested wasted five strong innings of

second game. we couldn't?"
And the figures will be even more depressing now that the club is winding up its business in San Diego.
"I know it will kill interest and attendance here," said Smith.
"Experiment of Columbia and grew up in the area."

up in the area. Every player was quick to Sale of the club will not be- ask if the move would be made come final until the Washington now or at the end of the season, people fulfill Smith's terms of They were told of an opinion \$12 million and until the shift is offered by club president Buz-

> the franchise in the middle of "My reaction (to Smith's

(Continued on C-4, Col. 5)

### Wohlhuter Snaps Ryun's 880 Record

By WILL WATSON Sports Writer The San Diego Union

LOS ANGELES - Rick Woh-lhuter, who fell in his preliminary heat at Munich last year and failed to qualify, stamped his name into the record books here yesterday by breaking Jim Ryun's world record in the 890-yard run at the Vons Track

Classic.

Wohlhuter, who works as a claims adjustor for an insurance firm in Chicago, took ad-vantage of a blazing pace and passed South Africa's Danie Maian in the last 150 yards to record a time of 1:44.6. threetends faster than Ryun's per-formance in Terre Haute, Ind.,

seven years ago.

Mark Winzenried - did - the work in the early part of the race which made the record possible. Winzenried ran the first quarter in :52.0; Malan and then Wohlhoter passed Winzenried on the backstretch and when the two went past the 660 mark in 1:18, the crowd of 10,003 started to buzz.

Wohlhuter overtook Malan coming off the final curve and -(Continued on C-5, Col. 1)

### was the general response. "If there's such a thing as Threatening Weather **Endangers Indy 500** By JOHNNY McDONALD

Motor Sports Writer, The San Diego Union

INDIANAPOLIS - A 70 per time start (9 San Diego time).

heduled for an 11 a.m. Indy (Continued on C-5, Col. 6)

ent chance of rain and 25-mile- Radio station KOGO (600) will er-hour winds hang over the air the race in San Diego, with

per-hour winds hang over the ladianapolis Motor Speedway today as 300,000 spectators await the running of the 500 mile race.

The area last night was under a tornado watch.

Not since 1915 has the 500 been postponed by weather, and rain has only twice disrupted the event in the past quarter century. But yesterday's forecast called for temperatures falling below the 70 degree mark, with the chance of rain increasing into the afternoon hours and the winds picking up.

The 'million-dollar race is race in San Diego, with Sid Collins' coverage beginning at 3:15. XETV, Channel 6, will telecast the race in the San Diego area on a delayed basis, beginning at 3 p.m. Channels 3 and 7 will also telecast the race.

President Tony Hulman's exceptionally good since his tenure began in 1945, In 1950, Johnny Parsons won when it had to be halted after 345 miles. In 1967, the event was stopped after 19 laps and continued the next day with A. J. Foyt winning after Parnelli Jones' tur-The 'million-dollar race is ning after Parnelli Jones' tur-

Padre manager Don Zimmer, left, . tells Phil Collier, The San Diego Union's baseball writer, his reaction

to the news the San Diego club has been sold to Washington, D.C., in-