

365
**SUBMITTAL TO THE BOARD OF SUPERVISORS
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**



FROM: Economic Development Agency **SUBMITTAL DATE:** June 13, 2003

SUBJECT: Notice of Finding of No Significant Impact (FONSI) On the Environment and Notice of Intent To Request Release of Funds for Murrieta Family Housing Apartments Project

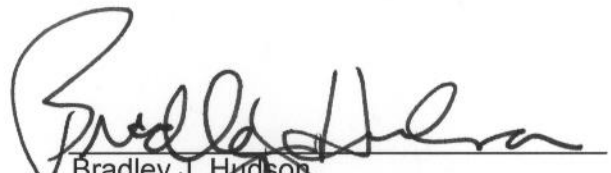
RECOMMENDED MOTION: That the Board of Supervisors

1. Find and determine that a Request for Release of Funds is not an action which may significantly effect the quality of the environment; and
2. Authorize the Chairman of the Board to sign a Request for Release of Funds to be filed with the United States Department of Housing and Urban Development (HUD).

BACKGROUND:

The environmental effects of activities carried out with HOME Investment Partnerships Act grant funds must be assessed in accordance with the provisions of the National Environmental Policy Act of 1969 (NEPA) and the related authorities listed in HUD's implementing regulations at 24 CFR Parts 50 and 58. These regulations specify procedures for conducting environmental review, including finding a level of clearance and requesting release of funds.

(cont'd)


Bradley J. Hudson
Assistant CEO/EDA

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FINANCIAL DATA:

CURRENT YEAR COST: \$790,000	ANNUAL COST \$0
NET COUNTY COST: \$0	IN CURRENT YEAR BUDGET: Yes
BUDGET ADJUSTMENT: NO	FOR FY: 2003/2004
COMPANION ITEM ON BOARD OF DIRECTORS AGENDA: No	
SOURCE OF FUNDS: HOME Investment Partnerships Act Grant Funds	

C.E.O. RECOMMENDATIONS:

APPROVE

County Executive Officer Signature: _____



Department Recommendation: Consent Policy
Per Executive Office: Consent Policy

Prev. Agn. Ref.
N/A

Dist.
3rd

AGENDA NO.

3.12

FORM APPROVED
COUNTY COUNSEL

JUN 20 2003

BY 

Form 11

June 13, 2003

Notice of Finding of No Significant Impact (FONSI) On the Environment and Notice of Intent
To Request Release of Funds for Murrieta Family Housing Apartments Project

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BACKGROUND (Cont'd):

EDA has completed applicable review procedures and has evaluated the potential effects of the project on the environment. The attached documentation was prepared pursuant to NEPA and the environmental procedures cited in 24 CFR 58.5 and 58.6, and EDA has found that the Murrieta Family Housing project would not have a significant effect on the environment.

PROJECT DESCRIPTION:

The applicant, Murrieta Family Housing Partners, L.P., is proposing to use up to \$790,000 in HOME funds for architectural and engineering fees, planning submittal fees, and soft and hard dwelling construction costs in the development and construction of Murrieta Family Housing Apartments, a 64 unit housing project in the City of Murrieta. The project has a mix of 16 one-bedroom, 24 two-bedroom, and 21 three-bedroom units; two units will be set-aside for on-site managers. The project will include a community room with recreation room, resident computer learning center, tot lot, offices, rest rooms, and a swimming pool. The development will serve families with incomes that are no more than 60% of the Riverside County Area Median Income.

Additional funding will also include: a sale of 9% Federal Tax Credit proceeds in the amount of \$6,682,829, a \$567,077 below-market interest loan from the City of Murrieta Redevelopment Funds, and a conventional loan in the amount of 1,330,183. The City of Murrieta purchased the land for \$1,376,923 and entered a ground lease agreement with the applicant for 55 years at an annual rent of \$1 per year. The total development cost is estimated to be \$10,747,012. A total of 11 HOME-assisted units will be set aside.

FISCAL IMPACT:

The project will be funded with HOME Investment Partnerships Act grant funds, and there will be no impact on the County's General Fund.