

**SUBMITTAL TO THE BOARD OF SUPERVISORS,
COMMUNITY FACILITIES DISTRICT'S LEGISLATIVE BODY
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

349



FROM: County Executive Office

SUBMITTAL DATE:
June 20, 2006

SUBJECT: Amended Escrow Instructions and Second Amendment to Inducement, Escrow and Workout Agreement by and between Community Facilities District No. 88-8 of the County of Riverside and Majestic Oakwood, LLC, a Delaware limited liability company.

RECOMMENDED MOTION: That the attached Amended Escrow Instructions and Second Amendment to the Inducement, Escrow and Workout Agreement by and between Community Facilities District No. 88-8 of the County of Riverside and Majestic Oakwood, LLC, a Delaware limited liability company be approved and the Chairman be authorized to execute said Instructions and the Second Amendment on behalf of the District.

BACKGROUND: On May 18, 2004 the Board approved an Inducement, Escrow and Workout Agreement (the "Agreement") with Majestic Oakwood, LLC ("Majestic"), which set forth the terms by which Majestic would acquire parcels within Community Facilities District No. 88-8 of the County of Riverside (the "District") and pay the delinquent special taxes. The Agreement was subsequently amended on October 19, 2004 to add language that covers the terms by which Majestic would pay to the District the funds necessary to cover a cash overbid amount encountered during the foreclosure sale process.

The attached documents make necessary adjustments to the purchase price required by the Agreement and amend the escrow instructions to reflect those changes that will allow for the refunding of bonds issued by the District and the transfer of property to Majestic. The attachments have been reviewed and approved as to form by County Counsel.

Jerry Norris
Jerry Norris, Principal Management Analyst

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 0	In Current Year Budget:	No
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	No
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2006

SOURCE OF FUNDS: N / A	Positions To Be Deleted Per A-30 <input type="checkbox"/>
	Requires 4/5 Vote <input type="checkbox"/>

C.E.O. RECOMMENDATION: **APPROVE**

County Executive Office Signature *[Signature]*

ATTACHMENTS FILED WITH THE CLERK OF THE BOARD
 FORM APPROVED COUNTY COUNSEL
 JUN 14 2006
 Departmental Concurrence

Dep't Recomm.: Consent Policy
 Per Exec. Ofc.: Consent Policy