

**SUBMITTAL TO THE BOARD OF DIRECTORS OF THE  
REDEVELOPMENT AGENCY  
COUNTY OF RIVERSIDE, STATE OF CALIFORNIA**

350



**FROM:** Redevelopment Agency

**SUBMITTAL DATE:**  
January 26, 2007

**SUBJECT:** First Amendment to the Agreement with Mary Erickson Community Housing to Develop Infill Housing

**RECOMMENDED MOTION:** That the Board of Directors:

1. Approve the attached First Amendment to the Agreement to Develop by and between the Redevelopment Agency for the County of Riverside and Mary Erickson Community Housing and Affordable Housing Clearinghouse;
2. Authorize the Chairman of the Board to execute the attached First Amendment to the Agreement to Develop; and
3. Authorize the Executive Director or designee to take all necessary steps to implement the attached First Amendment to the Agreement to Develop including executing subsequent essential and relevant documents.

**BACKGROUND:** On October 17, 2006, the Board approved a Loan Agreement in the amount of \$1,155,000 to Mary Erickson Community Housing and Affordable Housing Clearinghouse ("Developer") for the purpose of constructing seven (7) single-family homes. The Developer was to acquire three (3) vacant lots located on the south side of Mustang Lane, north of Mission Boulevard and west of La Rue Street within

(continued on page 2)

RZ: JC:JV:ER:TF:LB

*Robin Zimpfer*  
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Executive Director

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<b>FINANCIAL DATA</b>	<b>Current F.Y. Total Cost:</b>	\$ 1,155,000	<b>In Current Year Budget:</b>	Yes
	<b>Current F.Y. Net County Cost:</b>	\$ 0	<b>Budget Adjustment:</b>	No
	<b>Annual Net County Cost:</b>	\$ 0	<b>For Fiscal Year:</b>	2006 / 2007

**COMPANION ITEM ON BOARD OF SUPERVISORS AGENDA:**

<b>SOURCE OF FUNDS:</b> Low- and Moderate-Income Housing Fund	<b>Positions To Be Deleted Per A-30</b>	<input type="checkbox"/>
	<b>Requires 4/5 Vote</b>	<input type="checkbox"/>

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

**County Executive Office Signature**

*Jennifer Stuyt*

- Policy
- Consent
- Policy
- Consent

5001 7VM 31 VMI: 31  
RECEIVED RIVERSIDE COUNTY

**Prev. Agn. Ref.:** 4.2: 10/17/2006      **District:** 2      **Agenda Number:**

4 . 2

COUNTY COUNSEL  
JAN 29 2007  
Departmental Concurrence

**BACKGROUND (Cont'd):** the boundaries of the Jurupa Valley Project Area, for the purpose of providing home ownership opportunities to low-income, first-time homebuyers.

The Developer has entered into two (2) separate purchase agreements to acquire the three (3) lots. The escrows for these transactions were to close concurrently. Due to a delay in getting the lot line adjustment approved on one of the lots, the escrows will not be able to close concurrently. The current Agreement restricts disbursement of Agency funds until the completion of the lot line adjustment.

The Developer has requested that the Agency amend the Agreement to allow disbursement of funds at the close of each escrow and to extend the performance schedule timeline from the date of the close of the last escrow. The change will allow the Developer to assemble the land while waiting for the approval of the lot line adjustment.

County Counsel has approved the attached First Amendment to the Agreement to Develop as to form. Staff recommends that the Board approve the Agreement.