

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

238



FROM: Economic Development Agency

SUBMITTAL DATE:
June 8, 2007

SUBJECT: First Amendment to the Loan Agreement for the Use of HOME Funds for the North Shore Self-Help Group 4 Project

RECOMMENDED MOTION: That the Board of Supervisors:

1. Approve the attached First Amendment to the Loan Agreement for the Use of HOME Funds between the County of Riverside and Coachella Valley Housing Coalition;
2. Authorize the Chairman of the Board to sign the attached Agreement; and
3. Authorize the Assistant County Executive Officer/EDA or designee to take all necessary steps to implement the Agreement to include signing subsequent essential and relevant documents.

BACKGROUND: On May 8, 2007, the Board of Supervisors approved a Loan Agreement for the use of HOME funds with the Coachella Valley Housing Coalition (CVHC) for the development and construction of nine new, single-family homes for low-income families in the community of North Shore on nine scattered residential lots.

(Continued on page 2)

Robin Zimpfer

Robin Zimpfer
Assistant County Executive Officer/EDA

RZ:DL:ER:TF:JG
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Amendment - North Shore.doc

FINANCIAL DATA	Current F.Y. Total Cost:	\$ 0	In Current Year Budget:	YES
	Current F.Y. Net County Cost:	\$ 0	Budget Adjustment:	NO
	Annual Net County Cost:	\$ 0	For Fiscal Year:	2006/2007

COMPANION ITEM ON BOARD OF DIRECTORS AGENDA: NO

SOURCE OF FUNDS: HOME Investment Partnerships Act Grant Funds

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

C.E.O. RECOMMENDATION: APPROVE

BY: *Jennifer L. Sargent*
Jennifer L. Sargent

County Executive Office Signature

FORM APPROVED
COUNTY COUNSEL

JUN 13 2007
Michelle Slack

Consent
 Policy
 Consent
 Policy

Dept. Recomm.:
 Per Exec. Ofc.:

Prev. Agn. Ref.: 3.13-5/9/07; 3.12-3/27/07; District: 4th
3.11-2/6/07

Agenda Number:

**ATTACHMENTS FILED
WITH THE CLERK OF THE BOARD**

3.29
Form 11 (Rev 06/2003)

BACKGROUND (continued):

It has since been revealed that one of the proposed lots located at 70-505 Miramar Drive partially lies within a 100-year flood zone. CVHC has requested that the proposed lot located at 70-505 Miramar Drive, North Shore, 92254 with an Assessor Parcel Number of 723-064-006 be removed from the Loan Agreement because flood hazard mitigation for this site would not be feasible for the project. Furthermore, the homeowner would be required to carry and maintain flood insurance on the home, and that added expense would be a huge burden for a low-income family.

County Counsel has reviewed and approved the attached First Amendment to the Loan Agreement, Promissory Note, and Subordinate Deed of Trust. Staff recommends the Board approve the attached documents.