

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

158



**FROM:** Redevelopment Agency

**SUBMITTAL DATE:**  
August 22, 2007

**SUBJECT:** Resolution Number 2007-056, Building Equity and Growth in Neighborhoods (BEGIN) Program Grant Application

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

1. Approve and adopt Resolution Number 2007-056, authorizing the submission of multiple applications to the California State Department of Housing and Community Development for funding under the BEGIN program;
2. Authorize the Executive Director or designee to execute a Standard Agreement if selected for such funding and any amendments thereto; and
3. Authorize the Executive Director or designee to execute necessary and relevant documents to participate in the BEGIN program.

**BACKGROUND:** The California Department of Housing and Community Development (HCD) released a Notice of Funding Availability (NOFA) on May 21, 2007, providing funds to cities and counties for mortgage assistance loans to low- or moderate-income, first-time homebuyers in newly constructed homeownership units in Building Equity and Growth in Neighborhoods (BEGIN) projects.  
(continued on Page 2)

*Deanna Lorson*

RZ:DL:ER:TF:LB

Deanna Lorson, Deputy Executive Director, for  
Robin Zimpfer, Executive Director

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<b>FINANCIAL DATA</b>	<b>Current F.Y. Total Cost:</b>	\$ 0	<b>In Current Year Budget:</b>	n/a
	<b>Current F.Y. Net County Cost:</b>	\$ 0	<b>Budget Adjustment:</b>	n/a
	<b>Annual Net County Cost:</b>	\$ 0	<b>For Fiscal Year:</b>	n/a

**COMPANION ITEM ON BOARD OF SUPERVISORS AGENDA:** No

**SOURCE OF FUNDS:** N/A

<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

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

**County Executive Office Signature**

FORM APPROVED COUNTY COUNSEL  
BY: Michelle Clack 8/22/07  
DATE: 8/22/07  
Departmental Concurrence

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

**Prev. Agn. Ref.:**

**District:** ALL

**Agenda Number:**

4.1

**BACKGROUND** (continued):

The attached resolution will authorize the Redevelopment Agency (Agency) to apply for a funding commitment from the BEGIN program for an allocation of up to \$1,020,000 to be used in conjunction with the Agency's Infill Housing program, Build 2005. HCD will supply the grant funds to local jurisdictions for projects identified by the applicant jurisdiction for meeting regulatory barrier removal or reduction or development incentives and that reduce the per-unit cost of the housing.

The Agency will disburse the BEGIN grant funds to the homebuyer in the form of a deferred payment loan with a 30-year term and 1 percent to 3 percent deferred simple interest. The maximum amount of the loan is \$30,000 or 20 percent of the purchase price, whichever is less. The loan is assumable if the home is re-sold to an income qualifying household.

Eligible projects will be identified from the Agency's newly constructed homeownership units in the unincorporated communities of Riverside County.

2  
3 **RDA RESOLUTION NO. 2007-056**

4 **SUBMITTAL OF BUILDING EQUITY AND GROWTH IN NEIGHBORHOODS (BEGIN)**  
5 **PROGRAM GRANT APPLICATION**  
6

7 **WHEREAS**, the Redevelopment Agency for the County of Riverside, hereinafter referred  
8 to as "Agency," is a redevelopment agency duly created, established and authorized to  
9 transact business and exercise its powers, all under and pursuant to the provisions of the  
10 Community Redevelopment Law which is Part 1 of Division 24 of the California Health and  
11 Safety Code (commencing with Section 33000 et seq.); and

12 **WHEREAS**, the Agency wishes to apply for and receive an allocation of funds through  
13 the Building Equity and Growth in Neighborhoods (BEGIN) Program; and

14 **WHEREAS**, the California Department of Housing and Community Development,  
15 hereinafter referred to as "HCD," has issued a Notice of Funding Availability ("NOFA") for the  
16 BEGIN program established by Chapter 14.5, Sections 50860 through 50866 of Part 2 of  
17 Division 31 of the Health and Safety Code, hereinafter referred to as "the Code". Pursuant to  
18 the Code, HCD is authorized to approve funding allocations utilizing monies made available  
19 by the State Legislature to the BEGIN program, subject to the terms and conditions of the  
20 code and the BEGIN Program Guidelines; and

21 **WHEREAS**, the Agency wishes to submit multiple applications to obtain from HCD an  
22 allocation of BEGIN funds in the amount not to exceed One Million Twenty Thousand Dollars  
23 (\$1,020,000); and

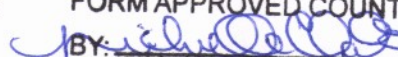
24 **WHEREAS**, the Agency agrees to use the BEGIN funds for eligible activities in the  
25 manner presented in the applications as approved by HCD and in accordance with the Code  
26 and the BEGIN Program Guidelines.

27 **BE IT RESOLVED, FOUND DETERMINED AND ORDERED** by the Board of Directors of  
28 the Redevelopment Agency for the County of Riverside, State of California as follows:

1 1. That the Board of Directors authorize the Agency to submit to HCD multiple applications  
2 to participate in the BEGIN Program in response to the NOFA issued on May 21, 2007 which  
3 will request a funding allocation for up to One Million Twenty Thousand Dollars (\$1,020,000)  
4 for the development and construction of single-family homeownership housing developments  
5 under the Agency's Infill Housing Program. The homeownership housing developments will  
6 be made affordable to low-income households within the unincorporated communities of the  
7 County of Riverside, including, but not limited to, the following projects:

- 8 A. Mustang Lane Infill, Rubidoux (\$210,000)
- 9 B. 37<sup>th</sup> and Wallace Infill, Rubidoux (\$90,000)
- 10 C. Home Gardens and Mira Loma Infill, Home Gardens and Mira Loma (\$120,000)
- 11 D. Ripley/Mesa Verde Infill, Ripley and Mesa Verde (\$300,000)
- 12 E. Ripley/Mesa Verde Infill Phase II, Ripley and Mesa Verde (\$300,000); and

13 2. That the Board of Directors authorize the Agency's Executive Director or designee to  
14 execute the applications, the Standard Agreement, and all other necessary and relevant  
15 documents required by HCD for participation in the BEGIN Program, and any amendments  
16 thereto.

BY:  8/24/07  
MICHELLE CLACK DATE