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



August 19, 2010

FROM: Redevelopment Agency

SUBJECT: RDA Resolution No. 2010-047, Authorization to Purchase Real Property in the Mid-County Project Area – 3<sup>rd</sup> Supervisorial District

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

- 1. Adopt RDA Resolution No. 2010-047, Authorization to Purchase Real Property in the Mid-County Project Area within the unincorporated area of Riverside, County of Riverside;
- 2. Approve and authorize the Chairman of the Board to execute the Acquisition Agreement for the purchase of Assessor's Parcel Numbers 439-060-009, 439-060-010, 439-060-011, 439-060-024, 439-060-013, 439-060-014, and 439-281-035 from Jim Wilson by the Redevelopment Agency;

3. Authorize due diliger	the Redevelopment Agency t nce;	o expend \$1,813,5	500, for the prop	erty transaction cos	ts and	
(Continued)		B Fri				
		Robert Field				
		Executive Direct				
FINANCIAL DATA	Current F.Y. Total Cost:	\$ 1,813,850	In Current Year	•	'es	
	Current F.Y. Net County Cost:	\$ O	Budget Adjustm	ent:	No	
DATA	Annual Net County Cost:	<b>\$</b> O	For Fiscal Year:	20	10/11	
COMPANION ITEM ON BOARD OF SUPERVISORS AGENDA: No						
SOURCE OF FUNDS: Low Moderate Housing Fund				Positions To Be Deleted Per A-30		
	<u>,                                     </u>			Requires 4/5 Vote		
C.E.O. RECOMMENDATION:  APPROVE  BY: Auto Life Support  County Executive Office Signature  APPROVE  BY: Auto Life Support  BY: Argent						
	<b>,</b>					

Prev. Agn. Ref.: N/A

District: 3

Agenda Number:

Redevelopment Agency
RDA Resolution No. 2010-047, Authorization to Purchase Real Property in the Mid-County Project
Area – 3<sup>rd</sup> Supervisorial District
August 19, 2010
Page 2

## **RECOMMENDED MOTION: (Continued)**

- Authorize the Executive Director of the Redevelopment Agency, or designee, to execute and take all necessary steps to implement the acquisition agreement including signing subsequent, necessary related documents to complete this transaction; and
- 5. Authorize the Clerk of the Board to certify acceptance of any documents pertaining to this transaction.

#### **BACKGROUND:**

Agency staff has successfully negotiated a settlement for the acquisition of property identified as Assessor's Parcel Number 439-060-009, 439-060-010, 439-060-011, 439-060-024, 439-060-013, 439-060-014, and 439-281-035 with Jim Wilson for a purchase price of \$1,813,500, plus escrow fees and miscellaneous costs associated with the acquisition.

The negotiated price is consistent with current property values in the North Hemet area based on an independent fee appraisal report.

The subject parcel consists of 8.46 acres and is located at the northwest corner of State Street and Menlo Avenue, Hemet. The parcels are needed for the potential construction of low-moderate income infill housing. The project will contribute to eliminating blighting conditions in the project area.

The Notice of Intent to Purchase Real Property was published pursuant to Section 25350 of the California Government Code and Section 33397 of the Health and Safety Code.

Guided by Government Code Section 7267: "In order to encourage and expedite the acquisition and relieve congestion in the courts, to assume consistent treatment for owners in the public programs, and to promote public land acquisition practices, public entities shall, to the greatest extent practicable be guided by the provision of Section 7267.1: 'The public entity shall make every reasonable effort to acquire expeditiously real property by negotiation."

#### **Financial Data:**

The following summarizes the funding necessary for the acquisition of Assessor's Parcel Numbers 439-060-009, 439-060-010, 439-060-011, 439-060-024, 439-060-013, 439-060-014, and 439-281-035.

Acquisition	\$1,771,500
Escrow and Title fees	\$6,000
Appraisal Report	\$16,000
Real Property Costs	\$5,000
Due Diligence Expense	\$15,350
Total Estimated Acquisition Cost	\$1,813,850

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## **BOARD OF DIRECTORS**

## REDEVELOPMENT AGENCY

#### **RDA RESOLUTION NO. 2010-047** AUTHORIZATION TO PURCHASE REAL PROPERTY IN THE NORTH HEMET AREA OF THE COUNTY OF RIVERSIDE (Third Supervisorial District)

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

WHEREAS, Agency has adopted Redevelopment Plans for Redevelopment Project Area 1-1986, Jurupa Valley, Mid-County, Desert Communities, and I-215 Corridor, as amended, hereinafter referred to as ("Project Areas"); and

WHEREAS, pursuant to Section 33670 of the Health and Safety Code, the Agency began receiving tax increment from the Project Areas in January 1988, and continues to receive annual tax increment revenue; and

WHEREAS, pursuant to the provisions of the Community Redevelopment Law, Section 33391 of the Health and Safety Code, the Agency may acquire, within a survey area or for purpose of redevelopment, any interest in real property; and

WHEREAS, the Agency has based on an independent fee appraisal report. negotiated a purchase price of One Million Seven Hundred and Seventy One Thousand Five Hundred Dollars (\$1,771,500) for Assessor's Parcel Numbers 439-060-009, 439-060-010, 439-060-011, 439-060-024, 439-060-013, 439-060-014, and 439-281-035, ("Property"), more particularly described in Exhibit "A", attached hereto and incorporated herein by reference; and

WHEREAS, the North Hemet Sub-Area is located within the Mid-County Redevelopment Project Area, ("Sub-Area"); and

WHEREAS, the Property is located within the Sub-Area; and WHEREAS, the Agency is purchasing the Property for redevelopment purposes that will assist in implementing the Sub-Area's redevelopment plan ("Plan") and assist in eliminating blighting conditions within the Sub-Area; and

WHEREAS, prior to using the Property for the purposes described in the Plan, the Agency understands and agrees to fully comply with the California Environmental Quality Act.

**NOW THEREFORE, BE IT RESOLVED, DETERMINED, AND ORDERED** by the Board of Directors of the Redevelopment Agency for the County of Riverside, State of California, in regular session assembled on August 31, 2010, as follows:

- 1. That the Board of Directors hereby finds and declares that the above recitals are true and correct.
- 2. That the Redevelopment Agency for the County of Riverside is authorized to purchase real property identified as Assessor's Parcel Numbers 439-060-009, 439-060-010, 439-060-011, 439-060-024, 439-060-013, 439-060-014, and 439-281-035, more particularly described in Exhibit "A".
- 3. That the purchase price for the real property is One Million Seven Hundred and Seventy One Thousand Five Hundred Dollars (\$1,771,500).
- 4. That the Chairman of the Board of Directors is hereby authorized to execute any and all documents necessary to purchase the real property from Jim Wilson III.
- 5. That the Executive Director of the Redevelopment Agency or designee is hereby authorized to take the necessary actions and execute any related documents to complete this transaction.

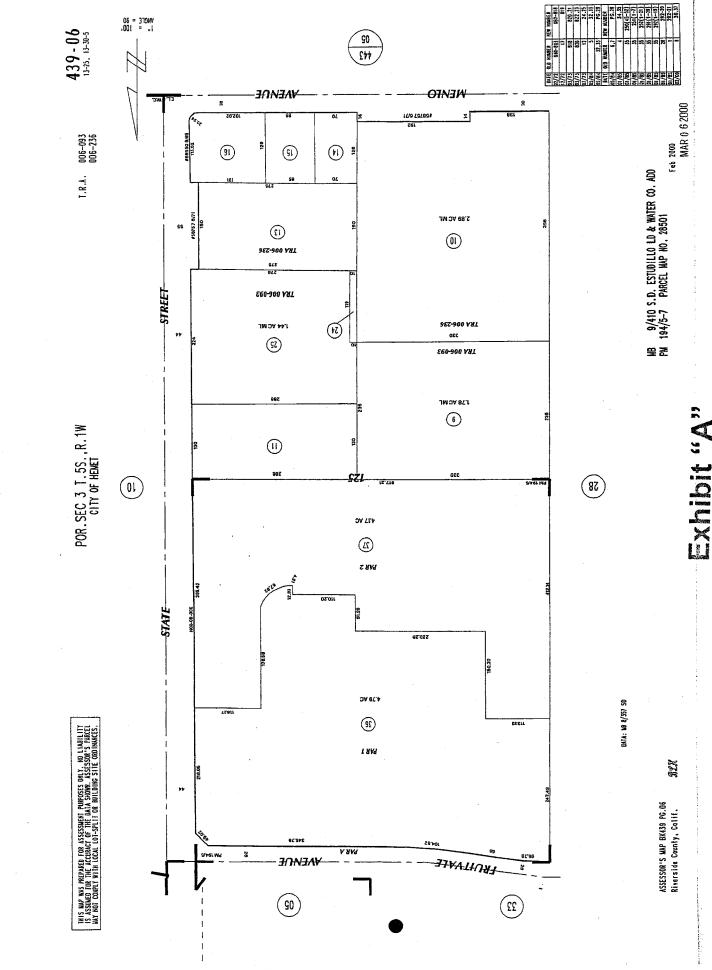
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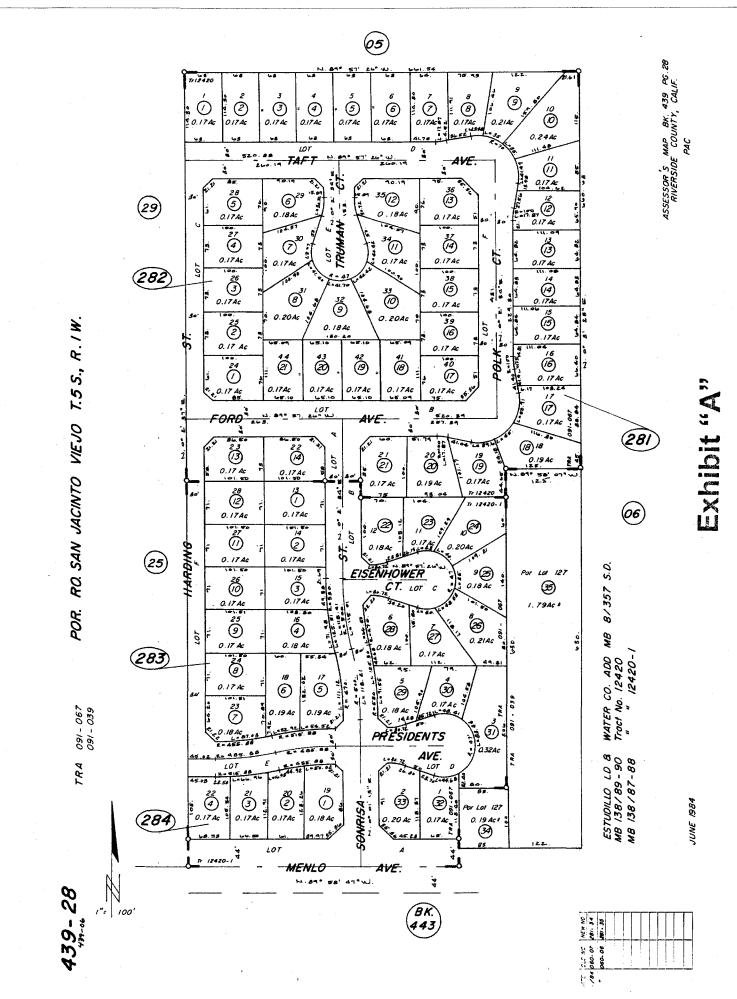
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Project: Hemet State Street

APN(s): 439-060-009, 439-060-011,

439-060-010, 439-060-024, 439-060-013, 439-060-014,

and 439-281-035

# **ACQUISITION AGREEMENT**

This AGREEMENT, herein called the "Agreement," is made by and between the REDEVELOPMENT AGENCY FOR THE COUNTY OF RIVERSIDE, herein called "Agency," and JAMES E. WILSON III, An unmarried Man, herein called "Grantor."

- 1. The Agency shall:
- A. Pay to the order of Grantor the sum of \$1,771,500 for the Property, or interest therein, conveyed by said deed, when title to said property or interest vests in Agency free and clear of all liens, encumbrances, easements, and taxes except those encumbrances and easements which, in the sole discretion of the Agency, are acceptable.
- B. Handle real property taxes, bonds, and assessments in the following manner:
- 1. All real property taxes shall be prorated, paid, and canceled pursuant to the provisions of Section 5081 et. seq, of the Revenue and Taxation Code.
- 2. Agency is authorized to pay from the amount shown in Paragraph 1A herein, any unpaid taxes together with penalties, cost and interest thereon, and any bonds or assessments that are due on the date title is transferred to, or possession is taken by the Agency, whichever first occurs.
- C. Pay all typical escrow, recording, reconveyance, and/or any other fees incurred in this transaction, and if title insurance is desired by Agency, the premium charged

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2. Grantor shall:

A. Indemnify, defend, protect, and hold Agency, its officers, employees, agents, successors, and assigns free and harmless from and against any and all claims, liabilities, penalties, forfeitures, losses, or expenses, including without limitation, attorneys' fees, whatsoever, arising from or caused in whole or in part, directly or indirectly, by either (a) the presence in, on, within, under, or about the parcel of hazardous materials, toxic substances, or hazardous substances as a result of Grantor's use, storage, or generation of such materials or substances or (b) Grantor's failure to comply with any federal, state, or local laws relating to such materials or substances. For the purpose of this agreement, such materials or substances shall include without limitation hazardous substances, hazardous materials, or toxic substances as defined in the Comprehensive Environmental Response, Compensation, and Liability Act of 1980, as amended, 42 U.S.C. Section 9601, et seq.; the Hazardous Materials Transportation Act, 49 U.S.C. Section 1801, et seq.; the Resource Conservation and Recovery Act, 42 U.S.C. Section 6901, et seg.; and those substances defined as hazardous wastes in Section 25117 of the California Health and Safety Code or hazardous substances in Section 25316 of the California Health and Safety Code; and in the regulations adopted in publications promulgated pursuant to said laws.

- B. Be obligated hereunder to include without limitation, and whether foreseeable or unforeseeable, all costs of any required or necessitated repair, clean-up, detoxification, or decontamination of the Property, and the preparation and implementation of any closure, remedial action, or other required plans in connection therewith, and such obligation shall continue until the Property has been rendered in compliance with applicable federal, state, and local laws, statutes, ordinances, regulations, and rules.
- 3. Any and all moneys payable under this contract, up to and including the total amount of unpaid principal and interest on the note secured by Deed of Trust recorded 4/2/ 2004, as Instrument No. 2004-0290470, Official Records of Riverside Agency shall, upon demand, be made payable to the beneficiary entitled thereunder; said beneficiary to

provide a reconveyance as to APN 439-060-013, and to furnish Grantor with good and sufficient receipt showing said moneys credited against the indebtedness secured by said Deed of Trust.

Any and all moneys payable under this contract, up to and including the total amount of unpaid principal and interest on the note secured by Deed of Trust recorded 5/3/ 2004, as Instrument No. 2004-0326638, Official Records of Riverside Agency shall, upon demand, be made payable to the beneficiary entitled thereunder; said beneficiary to provide a reconveyance as to APN 439-060-010, and to furnish Grantor with good and sufficient receipt showing said moneys credited against the indebtedness secured by said Deed of Trust.

Any and all moneys payable under this contract, up to and including the total amount of unpaid principal and interest on the note secured by Deed of Trust recorded 10/3/ 2008, as Instrument No. 2008-0539604, Official Records of Riverside Agency shall, upon demand, be made payable to the beneficiary entitled thereunder; said beneficiary to provide a reconveyance as to APN 439-060-010, and to furnish Grantor with good and sufficient receipt showing said moneys credited against the indebtedness secured by said Deed of Trust.

Any and all moneys payable under this contract, up to and including the total amount of unpaid principal and interest on the note secured by Deed of Trust recorded 11/18/2004, as Instrument No. 2004-0925463, Official Records of Riverside Agency shall, upon demand, be made payable to the beneficiary entitled thereunder; said beneficiary to provide a reconveyance as to APN 439-281-035, and to furnish Grantor with good and sufficient receipt showing said moneys credited against the indebtedness secured by said Deed of Trust.

Grantor hereby authorizes and directs the disbursement of funds which are demanded under the terms of said Deeds of Trusts.

4. The close of escrow is subject to an acceptable Phase 1 Environmental Site Assessment Report. Said report shall be sole responsibility of Agency.

- 5. It is mutually understood and agreed by and between the parties hereto that the right of possession and use of the subject property by Agency, including the right to remove and dispose of improvements, shall commence upon the close of escrow. The amount shown in Paragraph 1A includes, but is not limited to, full payment for such possession and use.
- 6. The Parties hereto recognize and understand that the consideration hereunder originates from local State and/or Federal sources, and therefore Agency shall have the right to terminate this transaction (a) if such funding is reduced or otherwise becomes unavailable, based on Agency's annual fiscal budget, or (b) if any law, rule or regulation precludes, prohibits or materially adversely impairs Agency's ability to use the Premises for the use permitted herein, or (c), if Agency in its sole discretion determines that the Premises are no longer suitable for its use for any reason or cause. Agency shall provide Grantor with written notification of its election to terminate this transaction at least 30 days prior to the date of close of escrow. Agency's notice shall state reason for its termination.
- 7. The close of escrow is subject to the Redevelopment Agency's review and approval of the existing leases on the property. Such approval will be evidenced by this Agreement being signed by the Redevelopment Agency's Chairman.
- 8. Grantor hereby agrees and consents to the dismissal of any condemnation action which has been or may be commenced by Agency in the Superior Court of Riverside Agency to condemn said land, and waives any and all claim to money that has been or may be deposited in court in such case or to damages by reason of the filing of such action.
- 9. The performance by the Agency of its obligations under this agreement shall relieve the Agency of any and all further obligations or claims on account of the acquisition of the property referred to herein or on account of the location, grade, or construction of the proposed public improvement.
- 10. This Agreement shall not be changed, modified, or amended except upon the written consent of the parties hereto.
  - 11. This Agreement is the result of negotiations between the parties and is intended

by the parties to be a final expression of their understanding with respect to the matters herein contained. This Agreement supersedes any and all other prior agreements and understandings, oral or written, in connection therewith. No provision contained herein shall be construed against the Agency solely because it prepared this agreement in its executed form.

12. The acquisition of the Property shall be contingent upon the approval by the Redevelopment Agency Board of Directors of the Authorization to Purchase and the approval of this Agreement. This contingency will be removed from escrow upon the receipt of this Agreement signed by the Redevelopment Agency's Chairman.

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1	13. Grantor, his assigns and successors	s in interest, shall be bound by all the terms			
2	and conditions contained in this agreement, and	all the parties thereto shall be jointly and			
3	severally liable thereunder.				
4		Ann ana			
5					
6	Dated:	HAMINDIN			
7		James E. Wilson III			
8	41	EDEVELOPMENT AGENCY FOR THE OUNTY OF RIVERSIDE			
9		OUNTI OF RIVERSIDE			
10	В	<b>v:</b>			
11		Marion Ashley, Chairman Board of Directors			
12		Board of Directors			
13					
14					
15	APPROVED AS TO FORM:				
16	Agency Counsel				
17	Deputy Michelle Clack				
18					
19	ATTEST:				
20	KECIA HARPER-IHEM Clerk to the Board				
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22	By: Deputy				
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Recorded at request of and return to: Redevelopment Agency for the County of Riverside P. O. Box 1180 Riverside, California 92502 Attn: Janet M. Parks

FREE RECORDING
This instrument is for the benefit of the Redevelopment Agency of Riverside, and is entitled to be recorded without fee.
(Govt. Code 6103)

Project: Smart and Final State Street Expansion APNS: 439-060-009, 439-060-011, 439-060-010, 439-060-024, 439-060-013, 439-060-014, and 439-281-035

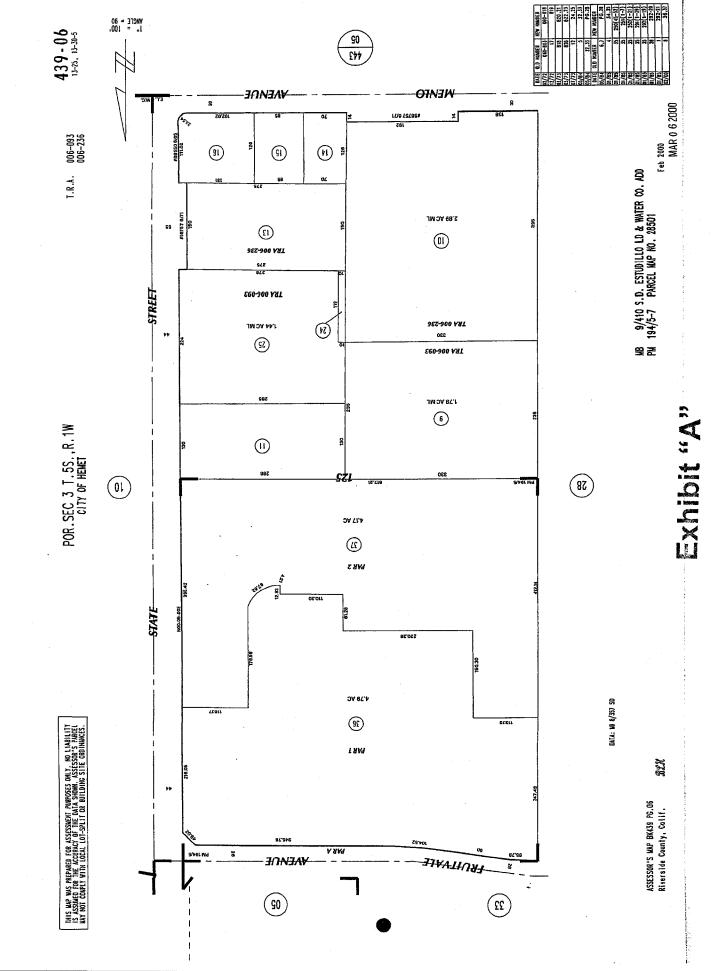
# **GRANT DEED**

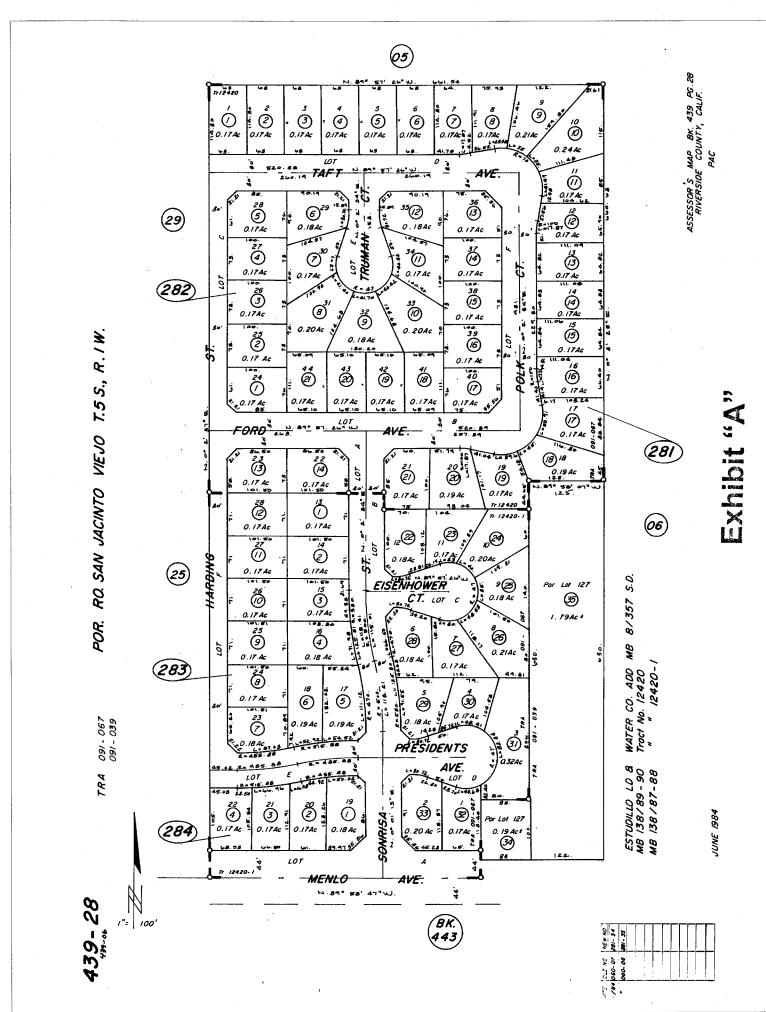
FOR A VALUABLE CONSIDERATION, receipt of which is hereby acknowledged.

## JAMES E. WILSON III, an unmarried Man

GRANT(S) to the REDEVELOPMENT AGENCY FOR THE COUNTY OF RIVERSIDE, a public body, corporate and politic, organized and existing under, and by virtue of the State of California, the real property in the County of Riverside, State of California, described as:

See Exhibit "A" attached hereto and made a part hereof Dated: 1-9-10 Wilson II STATE OF CALIFORNIA )ss **COUNTY OF RIVERSIDE** before me, DIANA L.DECKMAN .who proved to me on the basis of satisfactory evidence to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s), on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument. I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct. DIANA L. DECKMAN WITNESS my hand and official seal. COMM. #1697840 Notary Public-California RIVERSIDE COUNTY Comm. Exp. Nov 3, 2010 Signature





## CERTIFICATE OF ACCEPTANCE

This is to certify that the interest in real property conveyed by the within deed to the
REDEVELOPMENT AGENCY FOR THE COUNTY OF RIVERSIDE, a public body,
corporate and politic, organized and existing under, and by virtue of the State of California,
is hereby accepted by order of the Board of Directors on the date below and the grantee
consents to the recordation thereof by its duly authorized officer.
Date:By:
Marion Ashley, Chairman
Board of Directors