

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

113



FROM: Economic Development Agency

SUBMITTAL DATE:
April 10, 2014

SUBJECT: Substantial Amendment to the NSP3 2010-2011 One-Year Action Plan, All Districts, [\$0]

RECOMMENDED MOTION: That the Board of Supervisors:

1. Approve the substantial amendment of the 2010-2011 One-Year Action Plan of the 2009-2014 Five Year Consolidated Plan, to amend one of the eligible uses of the NSP3 program to allow for acquisition, redevelopment, and reconstruction of foreclosed, blighted, vacant properties or new construction of single family, and multifamily housing projects; and
2. Authorize the Assistant County Executive Officer/EDA, or designee, to amend the eligible uses of the NSP3 program as necessary in accordance with 24 CFR 91.105 and 91.505.

BACKGROUND:

Summary

(Commences on Page 2)

Robert Field
Assistant County Executive Officer/EDA

FINANCIAL DATA	Current Fiscal Year:	Next Fiscal Year:	Total Cost:	Ongoing Cost:	POLICY/CONSENT (per Exec. Office)
COST	\$ 0	\$ 0	\$ 0	\$ 0	Consent <input type="checkbox"/> Policy <input checked="" type="checkbox"/>
NET COUNTY COST	\$ 0	\$ 0	\$ 0	\$ 0	

SOURCE OF FUNDS: Neighborhood Stabilization Program 3	Budget Adjustment: No
	For Fiscal Year: 2013/14

C.E.O. RECOMMENDATION: APPROVE
BY:
Rohini Dasika
County Executive Office Signature

MINUTES OF THE BOARD OF SUPERVISORS

On motion of Supervisor Benoit, seconded by Supervisor Tavaglione and duly carried by unanimous vote, IT WAS ORDERED that the above matter is approved as recommended.

Ayes: Jeffries, Tavaglione, Stone, Benoit and Ashley
Nays: None
Absent: None
Date: April 22, 2014
xc: EDA

Kecia Harper-Ihem
Clerk of the Board
By:
Deputy

Prev. Agn. Ref.: 3.28 of 7/26/2011; 3.18 of 2/15/2011 | **District:** All | **Agenda Number:**

3-10

FORM APPROVED COUNTY COUNSEL
BY:
DATE: 4/11/14
JHILAL R. BROWN

Departmental Concurrence

- A-30
- Positions Added
- 4/5 Vote
- Change Order

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

Economic Development Agency

FORM 11 Substantial Amendment to the NSP3 2010-2011 One-Year Action Plan, All Districts, [\$0]

DATE: April 10, 2014

Page 2 of 3

BACKGROUND:

Summary

On February 27, 2011, the U.S. Department of Housing and Urban Development (HUD) granted the County of Riverside (County) \$14,272,400 as part of the third round of Neighborhood Stabilization Program (NSP3) funding for the purpose of stabilizing communities that have suffered from foreclosure and abandonment. This allocation of NSP3 funds was provided through HUD's Community Development Block Grant (CDBG) program under the Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010. As of February 24, 2014, the County has expended \$18,579,194; this includes the County's original allocation plus program income. To date a total of \$9,166,631 in program income has been generated, making the County one of the top performing jurisdictions in the country.

Up until this point all program activity under NSP3 has been the purchase of existing foreclosed homes for rehabilitation and resale to first time homebuyers, but due to rapidly changing conditions in the economy and housing market the inventory of eligible foreclosed homes has diminished. Therefore, staff is recommending amendment to one of the eligible uses of the NSP3 program to allow for acquisition, redevelopment, and reconstruction of foreclosed, blighted, vacant properties, and new construction of single family, and multifamily housing projects. The NSP3 regulations under Eligible Use E (Redevelopment Use E) allows for the use of NSP3 funds for this purpose.

HUD requires that all substantial amendments to the Five-Year Consolidated Plan and the One-Year Action Plan be approved by the Board of Supervisors. All new activities added to the One-Year Action Plan, as well as a significant increase in funding to an existing project or changes to the scope or nature of an existing project, will be considered substantial amendments. Pursuant to 24 CFR 91.105 and 24 CFR 91.505, the County Economic Development Agency published a 15-day public notice notifying the public of the proposed amendment to the County of Riverside 2010-2011 One-Year Action Plan of the 2009-2014 Five-Year Consolidated Plan. Prior to receiving NSP3 funds from HUD, the County was required to adopt the NSP3 program as part of the County's 2010-2011 One-Year Action plan of the 2009-2014 Five-Year Consolidated Plan. In order to amend the eligible uses of the NSP3 program we are now required to amend the NSP3 program which is part of the 2010-2011 One-Year Action Plan.

The aforementioned amendment to the NSP3 program will benefit the County in addressing changing market conditions and allow for development of new affordable housing. Staff recommends approval of the aforementioned amendments to the NSP3 program. After the Board of Supervisors approves the amendments to the NSP3 program, the amendments will go to HUD for final approval.

County Counsel has reviewed and approved the attached action plan amendment. Staff recommends that the Board approve the amendment.

Impact of Residents and Businesses

The changes to the NSP3 program will allow the program to continue and make the program accessible to a greater number of eligible County residents. The resulting projects are expected to generate temporary construction jobs, and provide affordable housing for residents.

(Continued)

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

Economic Development Agency

FORM 11 Substantial Amendment to the NSP3 2010-2011 One-Year Action Plan, All Districts, [\$0]

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Page 3 of 3

SUPPLEMENTAL:

Additional Fiscal Information

No impact upon the County's General Fund; the NSP3 program is exclusively funded by funds received from the U.S. Department of Housing and Urban Development. No budget adjustment is required.

Attachments:

- Attachment A – Public Notice
- Attachment B – Changes to the 2010-2011 One Year Action Plan

PUBLIC NOTICE

March 20, 2014

Riverside County Board of Supervisors
County Administrative Center
4080 Lemon Street, 5th Floor
Riverside, California 92501

(951) 343-5473 Juan Garcia

TO ALL INTERESTED AGENCIES, GROUPS, AND PERSONS:

The Riverside County Economic Development Agency hereby notifies concerned members of the public, pursuant to *24 Code of Federal Regulation (CFR) 91.105 and 24 CFR 91.505*, of its intent to amend the following:

The *2010-2011 One-Year Action Plan* of the 2009-2014 Consolidated Plan by amending the eligible use of the Neighborhood Stabilization Program 3 (NSP3).

Funding for the Neighborhood Stabilization Programs are special allocations of Community Development Block Grant (CDBG) funds provided through the *Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010 for NSP3*.

The NSP3 program was established for the purpose of stabilizing communities that have suffered from foreclosure and abandonment, through the purchase and redevelopment of foreclosed and abandoned properties.

Up until this point the majority of the program activity under NSP3 has been the purchase of existing foreclosed homes for rehabilitation and resale to first time homebuyers, but due to rapidly changing conditions in the economy and housing market the inventory of eligible foreclosed homes has diminished. Due to these changes the County is proposing to amend one of the eligible uses of the NSP3 program to allow for new construction, redevelopment, and reconstruction of properties for homeownership and/or rental. The proposed changes to the eligible use for the NSP3 program can be reviewed online at www.rivcoeda.org or at the Housing Authority of the County of Riverside at 5555 Arlington Avenue, Riverside, California 92504, starting March 20, 2014.

It is anticipated that the Board of Supervisors will take action on the amendment at its regular meeting to be held on or about **April 22, 2014**, in the meeting room of the Board of Supervisors, Riverside County, Administrative Center, 4080 Lemon Street, Riverside, California. Any interested person wishing to comment may submit written comments to Riverside County Economic Development Agency, 5555 Arlington Ave, Riverside, CA 92504, Attention: Juan Garcia, Housing Specialist, by **April 7, 2014** or may appear and be heard at the time of approval on or about **April 22, 2014**.

POPE FRANCIS, ONE YEAR LATER

Pontiff brings joy, hope back to the Catholic Church

"I am just a normal person," Pope Francis remarked to a journalist when asked about his iconic, shepherd status. But there has been nothing normal in the papacy he has inhabited for the past year.

With mind-numbing speed, Francis has used a humble and disarmingly gentle style to disengage the 1.2 billion baptized Catholics from what many viewed as a strident, tone-deaf and out-of-touch medieval institution.

Suddenly, a spotlight is focused on the religious media as interest in the papacy explodes with 12.2 million people following Pope Francis on Twitter as the pontiff became Time magazine's Person of the Year and — unimaginable just a scant year ago — made the cover of Rolling Stone.

Suddenly, it is becoming

cool to be Catholic.

Pope Francis' papacy has been characterized by his words: "If a person is joyous and seeks God and has goodwill, who am I to judge?" ... "The issue for those who do not believe in God is to obey their conscience."



HOWARD LINCOLN
GUEST COLUMNIST

Then there are his gestures: departing from the Apostolic Palace, driving a 1984 Renault, and taking "selfies" with adoring throngs in St. Peter's Square.

While other popes have addressed the Church, Francis addresses the people. Cardinal Cormac Murphy-O'Connor summed it up: "We all wanted change and reform, but I don't think any of us expected so much fresh air!"

It was the stale air of the Roman Curia, desperately in need of reform, that fomented Francis' election to

the papacy by cardinals long frustrated by the entrenched, foot-dragging, imperious, but concyry of the administrative arm of the worldwide church.

Staffed by nearly 3,000, mostly Italian, prelates and lay people, it is seen as a sprawling culture badly in need of diversity and change.

The Vatican bank is viewed with similar concern.

Controlling about \$8.2 billion in assets, the "bank," which makes no loans, was the focus in 2009 of a massive money-laundering scandal and has since seen significant reform after decades of uneven and sometimes simply naive management.

Coupled with all this has been the sexual scandal and pedophilia revelations that have rightly wracked the church during the past two decades and resulted in substantial changes.

But the image of the in-



FILE PHOTO: THE ASSOCIATED PRESS
Pope Francis' indefatigable good humor and concern for the marginalized bring fresh air to the Catholic Church.

stitutional church remains one of complacent foot-dragging, denial and avoidance.

It will be a key element of Francis' papacy that this vital matter be directly and forcefully addressed.

To confront these and other issues affecting the universal church, Pope Francis bypassed the Vatican hierarchy and, a scant month after his election, formed a group of eight cardinals — including only one Curia official — to "advise

him on the government of the universal church."

To cement these reforms, Francis recently appointed Cardinal George Pell of Australia as head of the newly formed Secretariat for the Economy.

Pell, whose rugby pedigree characterizes his administrative style, will have dominion over all financial, economic and administrative affairs of the Vatican.

The media fixation with all of this can threaten one of the overarching themes of the papacy: the moral need to address the plight of the poor, the disenfranchised, the elderly and all that suffer from a throw-away culture.

Look for the balancing of inequalities to be a central focus of this pontificate.

Pope Francis brings me, and I believe people throughout the world, a renewed sense of joy and hope that our church really will grow in charity, in mercy, in credibility, and that we will truly become a joyous "field hospital" that is open and welcomes all. And I think that is pretty cool!

— The Rev. Howard Lincoln is pastor of Sacred Heart Church in Palm Desert.

NONPROFIT PROFILE

THE CENTER CHANGES ATTITUDES, LIVES

The LGBT Community Center of the Desert is turning 15 and, like most 15-year-olds, we are full of life and opportunity.

The Center, as it is commonly known, began as Prime-timers of the Desert, a meeting place for senior gay men.

Today our mission extends to the entire LGBT community and beyond.

From our near-downtown Palm Springs home we operate the NestEgg Food Bank, a counseling center, a community meeting place, LGBT educational programs and an anti-bullying program.

Our NestEgg Food Bank is primarily staffed by more than a dozen volunteers who provide groceries to feed more than 250 families per week.

Our volunteers come from all over the Coachella Valley and represent every walk of life.

While most of our volunteers come from the LGBT community, most of those we serve do not.

Through our service we build bridges. Recently one of our clients wrote the following to one of our volunteers:

"I feel extremely blessed that our paths continue to cross. You truly know how through your inherent charm to make someone's day special. Thank you for going out of your way for me. ... It is always wonderful to see your bright smile

and friendly face every week. ... I appreciate the praise and validation."

It is good to give food to people in need, and even better to give not only food but to give something of yourself, something we try to do through our support programs.

We are in our third year of our anti-bullying program.

It is possible for every ninth-grader in the Palm Springs Unified School District to attend that program or our suicide prevention training session.

The course work is the product of our director of counseling, Jill Gover, and is taught by trained volunteer facilitators.

By helping students understand the effects words can have and what it means to be lesbian, gay, bisexual, transgender or questioning we help to create safer schools for all students.

As Gover has said: "In this era of bullying, violence and youth suicide, the importance of this program cannot be overstated. We aim to change attitudes and, hopefully, save lives."

You can find out more about The Center and how you can help our work at our website thecenterps.org. We hope you see you in one of our classes or at one of our events.

— Lisa Middleton is the interim executive director of the LGBT Community Center of the Desert.



LISA MIDDLETON
GUEST COLUMNIST



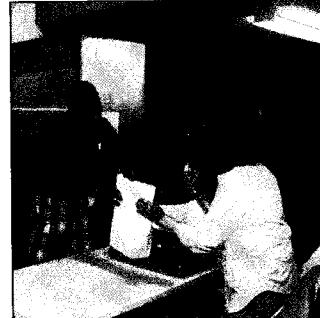
The Red Dress, Dress Red Party took place March 8 at the Ace Hotel in Palm Springs. Proceeds from the party went to aid The Center, which offers services to the LGBT community in the Coachella Valley.

COURTESY OF DAVID A. LEE PHOTOGRAPHY



COURTESY OF THE LGBT COMMUNITY CENTER OF THE DESERT
One of the many programs offered by The Center is a faith panel.

Get involved
Address: 611 S. Palm Canyon Drive, Suite 201, Palm Springs
Contact: 760-416-7790
Find out more about becoming a volunteer at thecenterps.org/contact-us/become-a-volunteer



COURTESY OF THE LGBT COMMUNITY CENTER OF THE DESERT
A volunteer from The Center assists a client at the NestEgg Food Bank.

Send us your stories, photos

The Desert Enterprise is looking for faith leaders to write columns for our new Faith & Values pages. If you or someone in your congregation would be interested, email columns of 400 words or less to Community Editor Julianna Crisalli at jcrisalli@pe.com, with the subject line "Faith."

We also are looking for Unsung Hero stories, good works stories and profiles about local nonprofit and charity work.

If you have anything that would fit these categories, send them to jcrisalli@pe.com, as well.

Contributed content is short, 400-word stories with a photo or two to go with them. Please include photo captions as well.

If you send stories or photos, please also include the following in your email:

"I grant Freedom Communications license to publish this content in the Desert Enterprise, The Press-Enterprise, online, on Facebook and elsewhere.

"I have permission from the people who took the photos, and from the people who are in the photos, to grant Freedom Communications a license to publish the photos in the Desert Enterprise, The Press-Enterprise, online, on Facebook and elsewhere."

Share your Easter, Passover traditions

With Easter and Passover just a few weeks away, we want to hear about your church or organization's holiday traditions. Send event listings, story ideas and photos from services, egg hunts, etc., to Community Editor Julianna Crisalli at jcrisalli@pe.com.

If you send stories or photos, please also include the following in your email: "I grant Freedom Communications license to publish this content in the Desert Enterprise, The Press-Enterprise, online, on Facebook and elsewhere."

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SPREAD THE WORD Submit events and story ideas to City/Community Editor Julianna Crisalli at jcrisalli@pe.com

ESCUELA BAPTIZADA CON EL NOMBRE DEL EX CONGRESISTA BROWN

STEPHEN WALL
THE PRESS-ENTERPRISE

Durante la ceremonia de inauguración de la escuela primaria en San Bernardino nombrada en honor a George Brown Jr., el jueves 13 de marzo se celebró el legado del ex miembro de la Cámara de Representantes del Congreso de Estados Unidos.

El demócrata representó partes de los condados de Riverside, San Bernardino y Los Angeles en el Congreso desde 1962 hasta su muerte en 1993, a la edad de 79 años.

La escuela, la cual abrió sus puertas en agosto, es un merecido homenaje a Brown, quien según los oradores dedicó su carrera profesional al progreso de la educación pública.

"George Brown proviene de orígenes muy humildes aquí en el Interior del Sur de California y ascendió al más alto nivel de servicio público mientras mantenía su humildad en todo su recorrido", dijo Hans Johnson, director de proyectos del Proyecto sobre el Legado de George Brown, el cual preserva los archivos de Brown en la universidad,



Marta Brown, viuda del ex miembro de la Cámara de Representantes del Congreso estadounidense, George Brown Jr., habla durante la ceremonia de inauguración de la escuela primaria, George Brown Jr. Elementary School en San Bernardino el jueves, 13 de marzo.

UIC Riverside. Además de su compromiso a la educación, se recordó a Brown como un hombre que luchó por los derechos civiles, la investigación científica y la protección del medio ambiente. También fue un firme opositor de la guerra de Vietnam.

Marta Brown, su viuda, dijo a los estudiantes que bus-

quen la excelencia académica, sin importar los obstáculos que pudieran enfrentar.

"A él le gustaba mucho el conocimiento, buscaba inspirar la adquisición del conocimiento en todos a todos los niveles, desde un estudiante de kinder hasta un estudiante de doctorado en una de nuestras universidades", dijo la señora Brown a un grupo de cerca de 300. "Él estaría muy, muy contento por el honor de este reconocimiento especial el día de hoy".

La ex asambleísta, Jackie Goldberg, invitó a los estudiantes en la audiencia interesados al pasar con frecuencia y dejarles decir la palabra "tenacidad" mientras describía los temas que apasionaban a Brown.

"Fue una persona de gran coraje y tenacidad", dijo Goldberg, quien representó partes de Los Angeles durante tres términos en la Asamblea estatal. "Cada vez que haga una pausa quiero que digan 'tenacidad'... Queremos que recuerden que asisten a una escuela con el nombre de un hombre de gran tenacidad".

La escuela presta servicios a 663 estudiantes desde el kinder hasta el sexto grado. Está localizada en nueve acres de terreno cerca de la calle Highland Avenue y a la par de la secundaria Arrowview Middle School en un barrio predominantemente latino.

El costo del proyecto fue de \$17 millones, provenientes de fondos del estado. Las instalaciones incluyen una biblioteca, una sala multiusos, canchales de básquetbol y campos de béisbol y fútbol.

"Esto es sólo el principio para nuestros estudiantes, sus padres y nuestra comunidad", dijo Marta Brown a la audiencia. "Espero que algún día me inviten a la ceremonia de graduación en una de nuestras universidades de algunos de estos estudiantes".

CONTRATAN A 14 NUEVOS FISCALES PARA LA OFICINA DEL FISCAL

ALEJANDRO CANO
ESPECIAL PARA UNIDOS
cano.alejandro@7m.com

SAN BERNARDINO - La Oficina del Fiscal del Distrito del Condado de San Bernardino anunció el lunes, 17 de marzo la contratación de 14 nuevos fiscales de distrito adjuntos, lo que agilizará el proceso de casos criminales para beneficio de la comunidad.

Según el fiscal del distrito Michael Ramos, la contratación de los nuevos fiscales reemplaza a fiscales retirados o a punto de retiro y ocurrirá durante un lapso de cuatro meses. Ramos dijo que el gran trabajo que ya hacemos en el Condado de San Bernardino. En última instancia, esto es una gran noticia para la comunidad en su conjunto, porque ahora podemos servir mejor a sus necesidades", comentó Ra-



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mos. Los nuevos procreadores tuvieron que acudir a un entrenamiento de dos semanas en donde expertos hablaron de varios temas incluyendo como presentar evidencia de manera contundente.

Ramos dijo que por ahora los nuevos miembros se encargarán de casos menores pero que con el tiempo y la experiencia se encargarán de casos de delitos mayores.

La Oficina del Fiscal fue creada el 27 de febrero de 1853 y desde entonces ha mantenido claro su objetivo de mejorar la calidad de vida de los residentes del condado más extenso en territorio en la nación a través de la seguridad pública.

CALENDARIO

RECOPILACIÓN DE UNIDOS MURRIETA

COLECCIÓN DE DESPERDICIOS

El Departamento de Desperdicios del Condado de Riverside estará recolectando material inactivo para la salud el sábado, 22 de marzo en el Ayuntamiento de la Ciudad de Murrieta, 3450 Jefferson Ave.

Estarán ahí de las 9 a.m. a las 2 p.m. Se aceptará aceite de motor, anti-congelante, plásticos, pesticidas, pintura, productos de limpieza, jeringas, productos de electrodomésticos tal como televisores y computadoras.

SAN JACINTO

PARA HACER ABOGADO

Se estará ofreciendo un taller comunitario para personas interesadas en aprender cómo hacer fertilizante orgánico.

Participantes aprenderán que el abono se puede hacer reciclando productos como frutas, verduras y con otras sobras del jardín. El evento es gratuito y comenzará a las 10 a.m. en el Ayuntamiento de San Jacinto, 625 S. Pine Ave. Durante el evento el Departamento de Desperdicios del Condado de Riverside tendrá a la venta contenedores para abono a bajo precio.

RECÓN

CONFERENCIA PARA CONSEJEROS

Consejeros y terapeutas que necesitan créditos educativos podrán participar en una conferencia que se enfoca en ayudar a la salud de padres y madres. El evento 9 de abril de 8 a.m. a 5 p.m. en el Inland Regional Center, 1425 Waterman Avenue en San Bernardino.

Ya se están aceptando inscripciones. El costo es de \$46. Detalles: www.tepnh.org

AVISO PÚBLICO
20 de marzo, 2014

Junta de Supervisores del Condado de Riverside
County Administrative Center
5555 Arlington Avenue Riverside, California 92504
(951) 949-5473 Juan Garcia

A TODOS LOS ORGANISMOS, GRUPOS Y PERSONAS INTERESADAS:

La Agencia para el Desarrollo Económico del Condado de Riverside notifica a los miembros interesados del público, de acuerdo con el Código 24 de Reglamentos Federales (CFR) 91.105 y 24 CFR 91.505, de su intención de modificar los siguientes elementos:

El Plan de Acción 2010-2011 de un año - Plan Consolidado 2009-2014 por el que se modifica el uso elegible del Programa 3 de Estabilización de Vecindarios (NSP3).

Fondos para los Programas de Estabilización vecindarios son asignaciones especiales de recursos proporcionados a través de Development Block Grant (DBG), Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010 para NSP3.

El programa NSP3 se estableció con el propósito de estabilizar las comunidades que han sufrido la exclusión y el abandono, a través de la compra y remodelación de propiedades embargadas y abandonadas.

Hasta este punto, la mayoría de la actividad de los programas bajo NSP3 ha sido la compra de casas existentes embargadas para la rehabilitación y la venta a los compradores de vivienda por primera vez, pero debido a la rápida evolución de las condiciones en el mercado de la economía y la vivienda el inventario de casas embargadas elegibles ha disminuido. Debido a estos cambios, el Condado se propone la modificación de uno de los usos admisibles del programa NSP3 para permitir la nueva construcción, remodelación y reconstrucción de viviendas en propiedad de la vivienda que alquilar. Los cambios propuestos en el uso elegible para el programa NSP3 se pueden revisar on line en www.rivoceds.org o en Housing Authority of the County of Riverside en 5555 Arlington Avenue, Riverside, California 92504, a partir del 20 de marzo del 2014.

Se prevé que la Junta de Supervisores adoptará una decisión sobre la modificación en la sesión usual que se celebrará en o alrededor del 22 de abril del 2014 en la sala de reuniones de la Junta de Supervisores del Condado de Riverside, Centro Administrativo, 4080 Lemon Street, Riverside, California. Cualquier persona interesada que deseen comentar podrá presentar observaciones por escrito a la Agencia de Desarrollo Económico del Condado de Riverside, 5555 Arlington Ave, Riverside, CA 92504. Atención: Juan Garcia, especialista de viviendas, el 7 de abril 2014 o puede aparecer y ser escuchado en el momento de la aprobación en o alrededor del 22 de abril 2014.

AVISO DEL PERÍODO DE COMENTARIOS PÚBLICOS
MODIFICACIÓN SUSTANCIAL DEL PLAN ACCIÓN DE UN AÑO 2013-2014
PROGRAMA DE DESARROLLO COMUNITARIO (CDBG)

El Condado de Riverside notifica a los miembros del público interesados, de conformidad con 24 CFR 91.105, 24 CFR 91.505, y el Plan de Participación Ciudadana del Condado, de su intención de modificar el Plan de Acción de un Año 2013-2014 del Plan Consolidado 2009-2014 por las siguientes acciones:

- Mejoras a Winchester Road (3er Distrito) \$200,000 Proyecto de Afadir CDBG
- Mejoras a la calle Oliva Street (Wildomar) \$77,500 Proyecto de Afadir CDBG
- Programa de Mejoramiento de Comunidad (Wildomar) \$120,000 Proyecto de Afadir CDBG

La Agencia de Desarrollo Económico ha verificado que las actividades propuestas son usos elegibles que cumplen los objetivos nacionales en el marco del programa CDBG.

Una determinación con respecto a las propuestas de modificación del Plan Consolidado 2009-2014 se ha programado en o alrededor del 22 de abril de 2014 Reunión de la Junta de Supervisores del Condado de Riverside, ubicado en EL 4080 Lemon Street, Riverside, California.

Cualquier persona interesada en presentar comentarios o obtener información adicional sobre este plan consolidado de modificación sustancial puede hacerlo poniéndose en contacto con la Agencia de Desarrollo Económico en el 3403 10th Street, Suite 400, Riverside, CA, 92501, (951) 955-8616 o Fax (951) 955-9505. Tanto los comentarios orales y escritos para todos los elementos anteriores deben ser recibidos no más tarde de las 5:00 pm del 18 de abril de 2014.

Aportación y comentarios también pueden ser recibidos por el Departamento de Vivienda y Desarrollo Urbano de Estados Unidos, División de CPO, 611 West Sixth Street, Suite 800, Los Angeles, CA 90017. El número de teléfono es el (213) 894-8000. Observaciones u objeciones recibidas después del 18 de abril de 2014 no serán consideradas por el HUD.

Espacio bajo el "Americans with Disabilities Act" están disponibles bajo petición. Las solicitudes deben hacerse por lo menos 72 horas antes de la reunión. Fuera de ese plazo serán acomodados en la mejor medida posible. Por favor, llame a la oficina "Clerk of the Board" al número (951) 955-1068 de 8:00am a 5:00pm, de lunes a viernes.

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Attachment B

Changes to the 2010-2011 One Year Action Plan



COUNTY OF RIVERSIDE

NEIGHBORHOOD STABILIZATION PROGRAM 3 (NSP3) SUBSTANTIAL AMENDMENT TO THE 2010-2011 ONE YEAR ACTION PLAN JANUARY 28, 2011

1. NSP3 Grantee Information

NSP3 Program Administrator Contact Information	
Name (Last, First)	Marshall, Heidi
Email Address	hmarshall@rivcoeda.org
Phone Number	951-343-5409
Mailing Address	3403 Tenth Street, Suite 500, Riverside, CA 92501

INTRODUCTION:

On October 19, 2010, the U.S. Department of Housing and Urban Development (HUD) announced that the County of Riverside would receive \$14,272,400 as part of the third round of Neighborhood Stabilization Program (NSP3) funding. This additional allocation of funds authorized under the *Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010 (Pub. L. 111-203, approved July 21, 2010) (Dodd-Frank Act)*, will be provided through HUD's Community Development Block Grant (CDBG) program.

The purpose of the NSP3 funds is to address the negative ramifications of the housing foreclosure crisis that occurred over the past six years due to subprime mortgage lending which, nationally, resulted in significant numbers of homeowners entering into foreclosure and entire neighborhoods becoming vacant and abandoned. These targeted funds will be used to acquire foreclosed homes; demolish or rehabilitate abandoned properties; and/or to offer purchase price assistance and closing cost assistance to low to moderate-income homebuyers.

In order to receive NSP3 funding, the County is required to process a Substantial Amendment to the 2010-2011 One Year Action Plan of the 2009-2014 Consolidated Plan, effectively adding the NSP3 program funds to the 2010-2011 CDBG allocation. Therefore, the County has prepared this Substantial Amendment for the upcoming NSP3 allocation.

2. Areas of Greatest Need

Map Submission

The map generated at the HUD NSP3 Mapping Tool for Preparing Action Plan website is included as **Appendix B**.

Data Sources Used to Determine Areas of Greatest Need

Describe the data sources used to determine the areas of greatest need.

Response:

The number and concentration of foreclosed units varies throughout the County's CDBG/NSP3 program area. There are pockets of heavy concentration within several participating cities and semi-urban unincorporated areas. In addition, there are several rural areas and remote mountain communities with a number of foreclosed units spread over a larger area.

As of December, 2010, there were more than 21,069 foreclosed properties (REOs) in the entire County of Riverside. When the "pre-foreclosure" and "units at auction" are included, the number of impacted housing units is nearly 55,360.

The foreclosure impact within the County's CDBG program jurisdiction is just as severe and devastating. The County's current CDBG program includes the unincorporated areas (including the recently incorporated cities of Eastvale, Wildomar and Menifee) and thirteen (13) participating cities: Banning, Beaumont, Blythe, Canyon Lake, Cathedral City, Desert Hot Springs, Indian Wells, La Quinta, Lake Elsinore, Murrieta, Norco, San Jacinto, Temecula. As of December, 2010, the total number of REO properties within the County's program area was 15,466 (3,641 within the 13 participating cities and 11,825 within the unincorporated areas). The 15,466 units represent 3.7% of the total housing stock within the County's program area. When the "pre-foreclosure" and "units at auction" are considered, the number of impacted housing units in the County's program area is 38,767, or 9.33% of all housing units. **(Note: Housing data based upon RealtyTrac and California Department of Finance reports)**

Foreclosures have occurred throughout the County, but are concentrated in certain areas. The primary criteria used to determine the areas of greatest need were:

1. HUD NSP3 Foreclosure Need Score
2. HUD Impact Score
3. Input from participating cities
4. Overlay of NSP1 program activity (properties purchased through first round of NSP funding).

HUD NSP3 Foreclosure Need Score is an indicator of the geographic area's need for NSP3 assistance. The County is required to select areas with a score of not less than the lesser of 17 or the twentieth percentile most needy score in California. The HUD Foreclosure *Need* Score data for the County's program area is available upon request.

HUD Impact Score generated is the number of housing units needed to make an impact in identified target areas. This number presumes that a minimum of 20 percent of REO units in a target area would need to be addressed to make a visible impact in the area. The County must take this requirement into account and select small enough areas so that the NSP3 funds it receives make an impact on the target areas. This also supports the use of the overlay NSP1 activity data to generate target areas for NSP3 funding.

Input from all of the cities participating in the County's CDBG program was sought in order to identify areas of greatest need in those cities.

Using geographic information system (GIS), the County mapped and overlaid all NSP1 program activity

(properties purchased through first round of NSP funding), and areas that participating cities identified as areas of greatest need. This allowed the County to visualize all the data and strategically select target areas of greatest need.

Determination of Areas of Greatest Need and Applicable Tiers

Describe how the areas of greatest need were established and whether a tiered approach is being utilized to determine the distribution of funding.

Response:

The County has determined that the most effective and appropriate method to identify and target the areas with the greatest need and most impacted by the foreclosure crisis is a correlation between HUD’s NSP3 Foreclosure Need Score data, HUD’s Impact Score data, input from participating cities, and an overlay of NSP1 program activity (properties purchased through first round of NSP funding) in an effort to identify areas most suitable for targeted and focused NSP3 assistance.

After thorough review and analysis of the available foreclosure data, HUD Foreclosure Need Scores, HUD Impact Scores, input from participating cities, and an overlay of prior NSP1 activity data, the County has identified and selected the targeted areas of greatest needs (NSP3 Target Areas) for the County NSP3. There are a total of six (6) NSP3 Target Areas, and all NSP3 assistance will be limited to these target areas.

3. Definitions and Descriptions

Definitions

Term	Definition
Blighted Structure	<p>The County of Riverside defines blight consistent with the <i>California Health and Safety Code</i> definition of a blighted structure as:</p> <p><u>Blighted structures</u> Blighted, abandoned or unoccupied residential properties, which may require rehabilitation to improve sustainability and attractiveness of housing and neighborhoods, will be eligible under this use. Abandoned, vacant or demolished will also be included in the definition of blight.</p> <p><u>California Health and Safety Code Section 33030</u> It is found and declared that there exist in many communities blighted areas that constitute physical and economic liabilities, requiring redevelopment in the interest of health, safety, and general welfare of the people of these communities and of the state.</p> <p>A blighted area is one that contains BOTH of the following:</p> <ol style="list-style-type: none"> a. An area that is predominately urbanized, as the term is defined in section 33320.1, and is an area in which the combination of conditions set forth in Section 33031 is so prevalent and so substantial that it causes a reduction of, or lack of, proper utilization

of the area to such an extent that it constitutes a serious physical and economic burden on the community that cannot reasonably be expected to be reversed or alleviated by private enterprise or governmental action, or both, without redevelopment.

- b. An area that is characterized by one or more conditions set forth in any paragraph of subdivision (a) of Section 33031 and one or more conditions set forth in any paragraph of subdivision (b) of Section 33031.

A blighted area that contains the conditions described in subdivision (b) may also be characterized by the existence of inadequate public improvements or inadequate water or sewer facilities

California Health and Safety Code Section 33031

This subdivision describes physical conditions that cause blight:

- a. Buildings which are unsafe or unhealthy for persons to live or work. These conditions can be caused by serious building code violations, serious dilapidation and deterioration caused by long-term neglect, construction that is vulnerable to serious damage from seismic or geologic hazards, and faulty or inadequate water or sewer utilities.
- b. Conditions that prevent or substantially hinder the viable use or capacity of buildings or lots. This condition may be caused by buildings of a substandard, defective or obsolete design or construction given the present general plan, zoning or other development standards.
- c. Adjacent or nearby incompatible land uses that prevent the development of those parcels or other portions of the project area.
- d. The existence of subdivided lots that are in multiple ownership and whose physical development has been impaired by their irregular shapes and inadequate sizes, given the present general plan, and zoning standards and present market conditions

This subdivision describes economic conditions that cause blight:

- a. Depreciated or stagnant property values.
- b. Impaired property values, due in significant part, to hazardous wastes on property where the agency may be eligible to use its authority as specified in Article 12.5 (commencing with Section 33459).
- c. Abnormally high business vacancies, abnormally low lease rates, or an abnormally high number of abandoned buildings.
- d. A serious lack of necessary commercial facilities that are normally found in neighborhoods, including grocery stores, drug stores, and banks and other lending institutions.
- e. Serious residential overcrowding that has resulted in significant public health or safety problems. As used in this paragraph, "overcrowding" means exceeding the standard referenced in Article 5 (commencing with Section 32) of Chapter 1 of Title 25 of the

	<p>California Code of regulations.</p> <p>f. An excess of bars, liquor stores, or adult-oriented businesses that has resulted in significant public health, safety, or welfare problems.</p> <p>g. A high crime rate that constitutes a serious threat to the public safety and welfare.</p>
Affordable Rents	The County of Riverside will adopt the affordability requirements in the HUD HOME program as set forth in 24 CFR 92.252 (2) (2) for rental housing and in 24 CFR 92.254 for homeownership housing.

Descriptions

Term	Definition
Long-Term Affordability	<p>For homebuyers, the County of Riverside will record a deed restriction against title to the property requiring owner-occupancy by an initially determined first time home buyer whose annual household earnings do not exceed 120% of the area median income. This affordability period will be allowed to terminate when homeowner repays the loan upon transfer, sale or refinancing of the home, or upon expiration of the 15 year affordability period.</p> <p>For single-family rental units, the County of Riverside will record a regulatory agreement against title to the property requiring affordable rents to the very low-income population or those households earning not more than 50% of the area median income.</p> <p>For multi-family rental units, the County of Riverside will require rents affordable to the very low-income population or those households earning not more than 50% of the area median income for a minimum period of fifty-five (55) years. The County will record a regulatory agreement against title to the property requiring property management and maintenance in addition to affordable rents for the term of the regulatory agreement.</p> <p>In accordance with the NSP regulations, in the case of previously HOME-assisted properties for which affordability restrictions were terminated through foreclosure or deed in lieu of foreclosure, an NSP grantee will be required to reinstate the HOME affordability restrictions for the remaining period of HOME affordability or any more restrictive continuing period of affordability required by any other financing source participating in the NSP project.</p>
Housing Rehabilitation Standards	<p>a. Newly constructed, substantially rehab or gut rehab (as defined by HUD) of single or multi-family residential structures being funded using NSP3 assistance must, at project completion, meet all applicable regulations in accordance with Minimum Standard Riverside County Codes (http://www.tlma.co.riverside.ca.us/building/) as well as all locally adopted codes.</p> <p>b. The County of Riverside will also adopt the HUD defined <i>Housing Quality Standards</i> (HQS) as its standard for all NSP3 projects requiring different levels of rehabilitation. NSP3 recipients will be required to adhere to the</p>

	<p>strictest housing rehabilitation standards mentioned above.</p> <p>c. When rehabilitating NSP3 properties the County of Riverside will require to the extent feasible the replacement of older obsolete products and appliances (such as windows, doors, lighting, hot water heaters, furnaces, boilers, air conditioning units, refrigerators, clothes washers, and dishwashers) with Energy Star labeled products. Water efficient toilets, showers, and faucets, such as those with the WaterSense label, must be installed.</p> <p>d. All requirements of 24 CFR Part 35 as related to lead-based paint shall apply to NSP3 activities.</p> <p>In addition to the above housing rehabilitation standards the County of Riverside has adopted, the County is also adopting green standard elements that all NSP3 recipients must follow to the maximum extent feasible.</p> <p>a. For substantial rehab, gut rehab, or new construction of residential properties up to three stories, the County of Riverside will adopt the standard for Energy Star Qualified New Homes (http://www.energystar.gov/index.cfm?c=new_homes.nh_features). For substantial rehab, gut rehab or new constructions of residential properties that are mid –or high rise multifamily housing will be designed to meet the American Society of Heating, Refrigerating, and Air-Conditioning Engineers Standard 90.1-2004, Appendix G plus 20 percent. (http://www.ashrae.org/technology/page/548).</p>
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4. Low-Income Targeting

Low-Income Set-Aside Amount

Enter the low-income set-aside percentage in the first field. The field for total funds set aside will populate based on the percentage entered in the first field and the total NSP3 grant.

Identify the estimated amount of funds appropriated or otherwise made available under the NSP3 to be used to provide housing for individuals or families whose incomes do not exceed 50 percent of area median income.

Response:

As required, the County of Riverside will make at least \$3,568,100 (25% of the County's NSP3 allocation) available for housing activities that benefit households whose incomes do not exceed 50% of the area median income.

Meeting Low-Income Target

Provide a summary that describes the manner in which the low-income targeting goals will be met.

Response:

The County will utilize the 25% set-aside for very-low income persons through Activity 14, Acquisition and Rehabilitation of Foreclosed, Vacant, abandoned or Blighted Properties, or New Construction of Multi-Family Rental Projects. Where feasible and appropriate, the County will assist very-low income households through NSP3 Activities 2, 3 and 43 described below.

5. Acquisition and Relocation

Demolition or Conversion of LMI Units

Does the grantee intend to demolish or convert any low- and moderate-income dwelling units (i.e., $\leq 80\%$ of area median income)?

No

If yes, fill in the table below.

Question	Number of Units
The number of low- and moderate-income dwelling units—i.e., $\leq 80\%$ of area median income—reasonably expected to be demolished or converted as a direct result of NSP-assisted activities.	0
The number of NSP affordable housing units made available to low-, moderate-, and middle-income households—i.e., $\leq 120\%$ of area median income—reasonably expected to be produced by activity and income level as provided for in DRGR, by each NSP activity providing such housing (including a proposed time schedule for commencement and completion).	0
The number of dwelling units reasonably expected to be made available for households whose income does not exceed 50 percent of area median income.	0

No conversions are anticipated. A small number of units may be acquired and demolished. The County does not anticipate any of these units to have affordability covenants; however, some of these may have been occupied and/or owned by low- and moderate-income households. The number of units in this category should not exceed eight (8).

6. Public Comment

Citizen Participation Plan

Briefly describe how the grantee followed its citizen participation plan regarding this proposed substantial amendment or abbreviated plan.

Response:

The draft NSP3 Substantial Amendment was placed on Economic Development Agency's website (www.rivcoeda.org), with a link on the County's main website (www.countyofriverside.us). Printed versions of the draft NSP3 plan were made available at the following locations:

Economic Development Agency

Workforce Development Center

3403 10th Street, Suite 500

44-199 Monroe Street

Riverside, CA 92501

Indio, CA 92201

On January 28, 2011, the County published a Public Notice in the *Press Enterprise* newspaper, *Palo Verde Valley Times*, and the *Desert Sun* newspaper (a publication of general circulation) informing the public of the availability of the draft NSP3 Substantial Amendment for public comment and review until 5:00 PM, on February 14, 2011.

In summary, the public was provided an 18 day comment period for the draft NSP3 substantial amendment. The County received comments regarding the draft NSP plan during the comment period. A summary of these comments can be found in **Appendix C** of this document.

Summary of Public Comments Received.

The summary of public comments received is included as **Appendix C**.

7. NSP Information by Activity

Enter each activity name and fill in the corresponding information. If you have fewer than seven activities, please delete any extra activity fields. (For example, if you have three activities, you should delete the tables labeled "Activity Number 4," "Activity Number 5," "Activity Number 6," and "Activity Number 7." If you are unsure how to delete a table, see the instructions above.

The field labeled "Total Budget for Activity" will populate based on the figures entered in the fields above it.

Consult the NSP3 Program Design Guidebook for guidance on completing the "Performance Measures" component of the activity tables below.

Activity Number 1	
Activity Name	Acquisition, Rehabilitation, and Resale to First-Time Homebuyers
Uses	Select all that apply: <input checked="" type="checkbox"/> Eligible Use A: Financing Mechanisms <input checked="" type="checkbox"/> Eligible Use B: Acquisition and Rehabilitation <input type="checkbox"/> Eligible Use C: Land Banking <input type="checkbox"/> Eligible Use D: Demolition <input type="checkbox"/> Eligible Use E: Redevelopment
CDBG Activity or Activities	a. 24 CFR 570.201 (a) acquisition and (b) disposition b. 24 CFR 570.202 rehabilitation and preservation activities for homes and other residential properties
National Objective	Funds will meet the national objective of benefiting low, moderate, and middle-income persons, as defined by NSP regulations (120% of area median income), by the sale of rehabilitated homes to households earning not more than 120% of the area median income. Where feasible and appropriate, the County will assist very-low income households earning no more than 50% of the area median income, as defined by NSP regulations.



Activity Description

Activity Description: The County of Riverside will meet its requirement to set aside at least twenty-five percent (25%) of the NSP allocation to provide affordable housing to the population earning less than fifty percent (50%) area median income. The County of Riverside NSP3 recipients will acquire and rehabilitate foreclosed or abandoned single family homes and sell them to income-eligible first-time homebuyers. The County will partner with for-profit, and non-profit private organizations to carry out this activity. Public agencies are not eligible to apply for NSP3 funds. The final sales price will not exceed the cost of acquisition, rehabilitation, and resale. All individual acquisitions will be at least 1% below the current market appraised value as determined within sixty (60) days of the date of the purchase offer. The minimum average discount for the entire NSP portfolio will be at least 1% below the current market appraised values. Homes may be purchased individually or in bulk sale, but for each property the purchase price must be discounted by a minimum of one percent (1%) below the current market appraised value. The acquisition and rehabilitation may be funded with NSP3 funds.

Disposition of NSP1 Assisted Properties: The homes acquired by the County of Riverside its various partners will be sold to eligible first time home buyers who have not had ownership interest in improved-upon residential real property within the previous three (3) years, have a household income that does not exceed 120% median and have attended a HUD certified home buyer counseling session. The purchase price assistance provided to eligible first time home buyers is in the form of a silent second lien in an amount not to exceed thirty percent (30%) of the selling price and capped for a maximum amount of seventy five thousand dollars (\$75,000), with an equity share restriction and a recapture agreement for a time period not to exceed fifteen (15) years. Very low income first time homebuyers with a household income not exceeding 50% of the area median income may qualify for up to fifty percent (50%) of the selling price, not to exceed \$75,000. This activity is to capture and group all resale properties that are part of Activity 1 described herein. The purchase price assistance provided to eligible first time home buyers will be funded from the net proceeds of the sale.

Blighted structures. Blighted, abandoned or unoccupied residential properties, which may require rehabilitation to improve sustainability and attractiveness of housing and neighborhoods, will be eligible under this use. Abandoned, vacant or demolished will also be included in the definition of blight.

Eligible Properties. Blighted single-family homes that have been abandoned, foreclosed upon, bank-owned or real estate owned (REO), will be eligible under this use. A lender certification will be obtained for all properties occupied by a bona fide tenant (as defined by HUD) with one of the following certifications: that no bona fide tenant lived in the property at the time of foreclosure or that the bona fide tenant was given 90 days notice before being asked to vacate the property. Properties must not be listed on, or



eligible for listing on, the National Register of Historic Places.

Appraisals. The current market appraised value is the value of a foreclosed upon home or residential property that is established through an appraisal made in conformity with the appraisal requirements of the Uniform Relocation Act at 49 CFR 24.103 and completed within sixty (60) days prior to an offer made for the property by a grantee, sub-recipient, developer, or individual homebuyer.

Discount. Properties must be purchased at a minimum average discount rate of 1% below the current market-appraised value.

Displacement, relocation, and acquisition. All activities involving displacement or relocation shall be subject to the relocation requirements of Title II and the acquisition requirements of Title III of the Uniform Relocation Act (URA) and Real Property Acquisition Policies Act of 1970, and the implementing regulations at 24 CFR Part 42. All reasonable steps will be taken to minimize the displacement of persons as a result of activity assisted with NSP Funds.

Environmental Review. The environmental effects of each activity carried out with NSP funds will be assessed in accordance with the provisions of the National Environmental Policy Act of 1969 (NEPA) and related authorities listed at 24 CFR Part 58. Projects will comply with Laws and Authorities of §58.5: Historic Preservation, Floodplain & Wetlands, Coastal Zone, Aquifers, Endangered Species, Rivers, Air, Farmlands, HUD Environmental Standards and Environmental Justice.

Rehabilitation Standards. All NSP3 activities involving construction and rehabilitation will adhere to rehabilitation standards described in section 3 above.

Labor Standards. Every contract for the rehabilitation of housing that includes 8 or more units assisted with NSP funds will contain a provision requiring the payment of not less than the wages prevailing in the locality, as predetermined by the Secretary of Labor pursuant to the Davis-Bacon Act. The Davis-Bacon Act requires that all contractors and subcontractors performing on federal contracts (and contractors or subcontractors performing on federally assisted contracts under the related Acts) in excess of \$2,000 pay their laborers and mechanics not less than the prevailing wage rates and fringe benefits, as determined by the Secretary of Labor, for corresponding classes of laborers and mechanics employed on similar projects in the area.

Local Hiring Requirement: To the maximum extent feasible, the County will impose a local hiring requirement on all NSP3 recipients. Every contract or agreement with any private entity receiving NSP3 funds (NSP3 recipient) from the County of Riverside, either as a partner in development or sub-grantee, shall include provision requiring a local hiring requirement and imposition of

Section 3 thresholds. The local area vicinity will be defined as the NSP3 target area in which the developer is contracted for.

All NSP3 recipients shall be required to develop and submit to the County 30-days prior to construction, a Local Hiring Schedule that establishes the hiring process, workforce needs, and approximate timetable to be followed by the NSP3 recipient and subcontractors for construction hiring to achieve the overall requirements of the local hiring requirement. The Local Hiring Schedule shall include an *estimate* of: number of workers or work hours required per month, per day, per trade, and total for the project.

Prior to commencing work, a Letter of Assent must be signed by NSP3 recipients and their subcontractors working on NSP3 funded projects. The letter states that all parties doing construction work on NSP3 funded projects have read, understands, and accept the terms of the County of Riverside NSP3 local hiring requirement, and are aware that they are bound to fulfilling the requirements. Evidence will have to be provided to the County of all efforts made to adhere to this requirement.

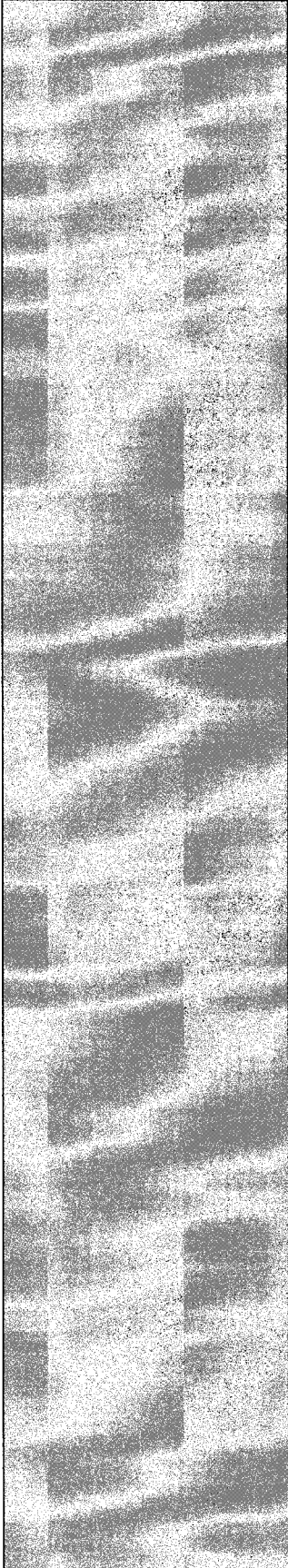
Resale:

- a. Sales Price. The final sales price will be no greater than the initial acquisition and rehabilitation costs. NSP regulations direct that, if an abandoned or foreclosed-upon home or residential property is purchased, redeveloped, or otherwise sold to an individual as a primary residence, then such sale shall be in an amount equal to or less than the cost to acquire and redevelop or rehabilitate such home or property up to a decent, safe, and habitable condition. (Sales and closing costs are eligible NSP redevelopment or rehabilitation costs.) Note that the maximum sales price for a property is determined by aggregating all costs of acquisition, rehabilitation, and redevelopment (including related activity delivery costs, which generally may include, among other items, costs related to the sale of the property).
- b. Income Restrictions. Low, moderate, and middle income (LMMI) households whose incomes are at or below 120% of the area median income, adjusted by family size at the time of occupancy, for the County of Riverside.
- c. Terms of Affordability. Homes shall be affordable for a minimum of fifteen (15) years. In addition, to insure the County's investment, the County will require an equity share restriction and a recapture agreement for a time period not to exceed fifteen (15) years.
- d. Counseling. Each homebuyer must receive and complete at least 8 hours of homebuyer counseling from a HUD-approved housing counseling agency before obtaining a mortgage loan.

Location Description	This activity will be limited to all of the designated NSP3 Target Areas.	
Budget	Source of Funding	Dollar Amount
	NSP3	\$12,845,1607,000,000
	(Other funding source)	\$

	(Other funding source)	\$
Total Budget for Activity		\$12,845,1607,000,000.00
Performance Measures	Approximately 339 271151 housing units will be acquired, rehabilitated, and resold to households earning not more than 120% of the area median income.	
Projected Start Date	Execution of the NSP3 Agreement by HUD	
Projected End Date	Three years from the date of execution of the NSP3 Agreement by HUD	
Responsible Organization	Name	Riverside County Economic Development Agency
	Location	3403 Tenth St., Suite 500, Riverside, CA 92501
	Administrator Contact Info	Heidi Marshall, Assistant Director 951-343-5409 hmarshall@rivcoeda.org

Activity Number 2	
Activity Name	Acquisition, Rehabilitation, and Rental of Affordable Units
Use	Select all that apply: <input checked="" type="checkbox"/> Eligible Use A: Financing Mechanisms <input checked="" type="checkbox"/> Eligible Use B: Acquisition and Rehabilitation <input type="checkbox"/> Eligible Use C: Land Banking <input type="checkbox"/> Eligible Use D: Demolition <input type="checkbox"/> Eligible Use E: Redevelopment
CDBG Activity or Activities	a. 24 CFR 570.201 (a) acquisition and (b) disposition b. 24 CFR 570.202 rehabilitation and preservation activities for homes and other residential properties
National Objective	Funds will meet the national objective of benefiting very low income persons, as defined by NSP regulations (50% of area median income), by rental of rehabilitated homes to households earning not more than 50% of the area median income.
Activity Description	<p><u>Activity Description:</u> The County of Riverside NSP3 recipients will acquire and rehabilitate foreclosed, abandoned single family homes and rent them to households earning not more than fifty percent (50%) of the County area median income. The County will partner with various for-profit, and non-profit private organizations to carry out this activity. Public agencies are not eligible to apply for NSP3 funds.</p> <p><u>Blighted structures.</u> Blighted, abandoned or unoccupied residential properties, which may require rehabilitation to improve sustainability and attractiveness of housing and neighborhoods, will be eligible under this use. Abandoned, vacant or demolished will also be included in the definition of blight.</p> <p><u>Eligible Properties.</u> Blighted single-family homes that have been abandoned, foreclosed upon, bank-owned or real estate owned (REO), will be eligible under this use. A lender certification will be obtained for all properties occupied by a bona fide tenant (as defined by HUD) with one of the following certifications: that no bona fide tenant lived in the property at the time of</p>



foreclosure or that the bona fide tenant was given 90 days notice before being asked to vacate the property. Properties must not be listed on, or eligible for listing on, the National Register of Historic Places.

Appraisals. The current market appraised value is the value of a foreclosed upon home or residential property that is established through an appraisal made in conformity with the appraisal requirements of the Uniform Relocation Act at 49 CFR 24.103.

Discount. Properties must be purchased at a minimum average discount rate of 1% below the current market-appraised value.

Displacement, relocation, and acquisition. All activities involving displacement or relocation shall be subject to the relocation requirements of Title II and the acquisition requirements of Title III of the Uniform Relocation Act (URA) and Real Property Acquisition Policies Act of 1970, and the implementing regulations at 24 CFR Part 42. All reasonable steps must be taken to minimize the displacement of persons as a result of activity assisted with NSP Funds.

Environmental Review. The environmental effects of each activity carried out with NSP funds will be assessed in accordance with the provisions of the National Environmental Policy Act of 1969 (NEPA) and related authorities listed at 24 CFR Part 58. Projects will comply with Laws and Authorities of §58.5: Historic Preservation, Floodplain & Wetlands, Coastal Zone, Aquifers, Endangered Species, Rivers, Air, Farmlands, HUD Environmental Standards and Environmental Justice.

Rehabilitation Standards. All NSP3 activities involving construction and rehabilitation will adhere to rehabilitation standards described in section 3 above.

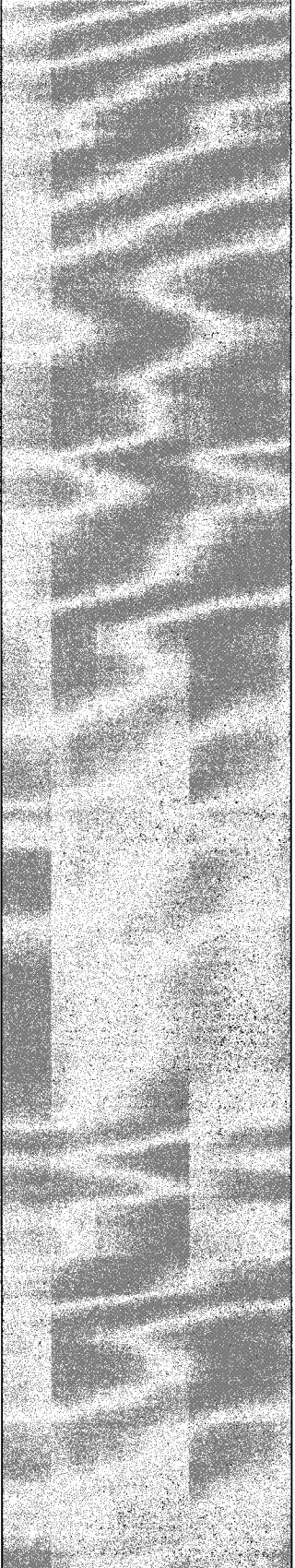
Labor Standards. Every contract for the rehabilitation of housing that includes 8 or more units assisted with NSP funds must contain a provision requiring the payment of not less than the wages prevailing in the locality, as predetermined by the Secretary of Labor pursuant to the Davis-Bacon Act. The Davis-Bacon Act requires that all contractors and subcontractors performing on federal contracts (and contractors or subcontractors performing on federally assisted contracts under the related Acts) in excess of \$2,000 pay their laborers and mechanics not less than the prevailing wage rates and fringe benefits, as determined by the Secretary of Labor, for corresponding classes of laborers and mechanics employed on similar projects in the area.

Local Hiring Requirement: To the maximum extent feasible the County will impose a local hiring requirement on all NSP3 recipients. Every contract or agreement with any private entity receiving NSP3 funds (NSP3 recipient) from the County of Riverside, either as a partner in development or sub-grantee, shall include provision requiring a local hiring requirement and imposition of

	<p>Section 3 thresholds. The local area vicinity will be defined as the NSP3 target area in which the developer is contracted for.</p> <p>All NSP3 recipients shall be required to develop and submit to the County 30-days prior to construction, a Local Hiring Schedule that establishes the hiring process, workforce needs, and approximate timetable to be followed by the NSP3 recipient and subcontractors for construction hiring to achieve the overall requirements of the local hiring requirement. The Local Hiring Schedule shall include an <i>estimate</i> of: number of workers or work hours required per month, per day, per trade, and total for the project.</p> <p>Prior to commencing work, a Letter of Assent must be signed by NSP3 recipients and their subcontractors working on NSP3 funded projects. The letter states that all parties doing construction work on NSP3 funded projects have read, understands, and accept the terms of the County of Riverside NSP3 local hiring requirement, and are aware that they are bound to fulfilling the requirements. Evidence will have to be provided to the County of all efforts made to adhere to this requirement.</p> <p><u>Preference for development of affordable rental housing:</u> The County of Riverside is committed to allocating 25% of the NSP3 allocation towards assisting households whose income do not exceed 50% of the area median income through rental housing. Currently the County of Riverside has allocated 41% of the total NSP3 allocation towards rental housing.</p> <p>Rent:</p> <ol style="list-style-type: none"> a. <u>Affordable Rents.</u> The County of Riverside will adopt affordable rents as defined by the HUD HOME program set forth in 24 CFR 92.252(2)(2) as the minimal compliance with this standard. The maximum monthly allowances for utilities and services (excluding telephone) will not exceed utility allowance set by the Housing Authority of the County of Riverside. b. <u>Income Restrictions.</u> Program will be limited to households whose incomes do not exceed 50% area median income, adjusted by family size at the time of occupancy, for the County of Riverside. The County will prioritize rental housing under this activity for households earning less than fifty percent (50%) area median income. c. <u>Terms of Affordability.</u> The length of the affordability period shall be for minimum period of fifty-five (55) years. 	
Location Description	This activity will be limited to all of the designated NSP3 Target Areas.	
Budget	Source of Funding	Dollar Amount
	NSP3	\$0
	(Other funding source)	\$
(Other funding source)	\$	
Total Budget for Activity	\$0.00	
Performance Measures	No NSP3 funds have been allocated to this activity under this Substantial	

	Amendment. However, if specific projects under this category are approved by the County, sufficient NSP3 funds will be reprogrammed from other NSP3 activities.	
Projected Start Date	Execution of the NSP Agreement by HUD	
Projected End Date	Three years from the date of execution of the NSP3 Agreement by HUD	
Responsible Organization	Name	Riverside County Economic Development Agency
	Location	3403 Tenth St., Suite 500, Riverside, CA 92501
	Administrator Contact Info	Heidi Marshall, Assistant Director 951-343-5409 hmarshall@rivcoeda.org

Activity Number 3	
Activity Name	Neighborhood Stabilization Homeownership Program (NSHP)
Use	Select all that apply: <input checked="" type="checkbox"/> Eligible Use A: Financing Mechanisms <input type="checkbox"/> Eligible Use B: Acquisition and Rehabilitation <input type="checkbox"/> Eligible Use C: Land Banking <input type="checkbox"/> Eligible Use D: Demolition <input type="checkbox"/> Eligible Use E: Redevelopment
CDBG Activity or Activities	a. 24 CFR 570.201 (n) direct homeownership assistance
National Objective	Funds will meet the national objective of benefiting low, moderate and middle-income persons, as defined by NSP regulations (120% of area median income), by providing direct homeownership assistance to households earning not more than 120% of the area median income. Where feasible and appropriate, the County will assist very-low income households earning no more than 50% of the area median income, as defined by NSP regulations.
Activity Description	<p>The County of Riverside will offer a financing mechanism to eligible first time home buyers in their effort to directly acquire foreclosed single family homes.</p> <p>The Neighborhood Stabilization Homeownership Program provides purchase price assistance to low and moderate-income households that have not had ownership interest in improved-upon residential real property within the most recent three year period. The program is available for households with an annual income that is no greater than 120% of the area median income as published by HUD. The Neighborhood Stabilization Homeownership Program provides up to 20% of the purchase price with a 15-year affordability period as a 0%, "silent second" loan plus an optional rehabilitation component to provide long term affordability and increased sustainability. The total amount of assistance for each home will not exceed \$75,000 (which includes both purchase price assistance and rehab).</p> <p><u>Blighted structures.</u> Blighted, abandoned or unoccupied residential</p>



properties, which may require rehabilitation to improve sustainability and attractiveness of housing and neighborhoods, will be eligible under this use. Abandoned, vacant or demolished will also be included in the definition of blight.

Eligible Properties. Blighted single-family homes that have been abandoned, foreclosed upon, bank-owned or real estate owned (REO), will be eligible under this use. A lender certification will be obtained for all properties occupied by a bona fide tenant (as defined by HUD) with one of the following certifications: that no bona fide tenant lived in the property at the time of foreclosure or that the bona fide tenant was given 90 days notice before being asked to vacate the property. Properties must not be listed on, or eligible for listing on, the National Register of Historic Places.

Appraisals. The current market appraised value is the value of a foreclosed upon home or residential property that is established through an appraisal made in conformity with the appraisal requirements of the Uniform Relocation Act at 49 CFR 24.103 and completed within 60 days prior to an offer made for the property by a grantee, sub-recipient, developer, or individual homebuyer.

Discount. Properties must be purchased at a minimum average discount rate of 1% below the current market-appraised value.

Displacement, relocation, and acquisition. The County will require that all homes which were not owner occupied at or prior to foreclosure be vacant for a minimum period of ninety (90) days prior the purchase offer in an effort to avoid displacement and relocation. Under this activity, the County will not directly acquire or demolish properties.

Environmental Review. The environmental effects of each activity carried out with NSP funds must be assessed in accordance with the provisions of the National Environmental Policy Act of 1969 (NEPA) and related authorities listed at 24 CFR Part 58. Projects may be required to comply with Laws and Authorities of §58.5: Historic Preservation, Floodplain & Wetlands, Coastal Zone, Aquifers, Endangered Species, Rivers, Air, Farmlands, HUD Environmental Standards and Environmental Justice.

Rehabilitation Standards. All NSP3 activities involving construction and rehabilitation will adhere to rehabilitation standards described in section 3 above.

Labor Standards: Federal Labor Standards and Davis Bacon wages will not be required by this activity.

Income Restrictions. Homebuyer must be low, moderate, and middle income (LMMI) households whose incomes are at or below 120% of the area median

	income, adjusted by family size at the time of occupancy, for the County of Riverside.	
	<u>Terms of Affordability.</u> Homes shall be affordable for a minimum of fifteen (15) years.	
	<u>Counseling.</u> Each homebuyer must receive and complete at least 8 hours of homebuyer counseling from a HUD-approved housing counseling agency before obtaining a mortgage loan. The homebuyer will obtain a mortgage loan from a lender who agrees to comply with the bank regulators' guidance for non-traditional mortgages.	
Location Description	This activity will be limited to all of the designated NSP3 Target Areas.	
Budget	Source of Funding	Dollar Amount
	NSP3	\$0
	(Other funding source)	\$
	(Other funding source)	\$
Total Budget for Activity	\$0.00	
Performance Measures	No NSP3 funds have been allocated to this activity under this Substantial Amendment. However, if specific projects under this category are approved by the County, sufficient NSP3 funds will be reprogrammed from other NSP3 activities.	
Projected Start Date	Execution of the NSP Agreement by HUD.	
Projected End Date	Three years from the date of execution of the NSP3 Agreement by HUD	
Responsible Organization	Name	Riverside County Economic Development Agency
	Location	3403 Tenth St., Suite 500, Riverside, CA 92501
	Administrator Contact Info	Heidi Marshall, Assistant Director 951-343-5409 hmarshall@rivcoeda.org

Activity Number 4	
Activity Name	Acquisition and Rehabilitation Reconstruction and Redevelopment of Foreclosed, Blighted, Vacant Properties, or New Construction of Single Family, and Multi-Family Housing Rental Projects
Use	Select all that apply: <input checked="" type="checkbox"/> Eligible Use A: Financing Mechanisms <input checked="" type="checkbox"/> Eligible Use B: Acquisition and Rehabilitation <input type="checkbox"/> Eligible Use C: Land Banking <input checked="" type="checkbox"/> Eligible Use D: Demolition <input checked="" type="checkbox"/> Eligible Use E: Redevelopment
CDBG Activity or Activities	<ul style="list-style-type: none"> a. 24 CFR 570.206 (Also, the eligible activities listed as eligible uses to the extent that financing mechanisms are used to carry them out.) b. 24 CFR 570.201 (a) acquisition and (b) disposition and (c) demolition (d) soft and hard development costs c. 24 CFR 570.202 rehabilitation and preservation activities for homes and other residential properties

National Objective

For homeownership, funds will meet the national objective of benefiting low, moderate, and middle-income persons, as defined by NSP regulations (120% of area median income), by the sale of reconstructed homes to households earning not more than 120% of the area median income. Where feasible and appropriate, the County will assist very-low income households earning no more than 50% of the area median income, as defined by NSP regulations.

For rental developments, funds will meet the national objective of benefiting very-low income persons, as defined by NSP3 regulations (80%50% of area median income), by providing rental housing for households earning not more than 80%50% of the area median income. Where feasible and appropriate, the County will assist very-low income households earning no more than 50% of the area median income, as defined by NSP regulations.

Activity Description

Activity Description: The County of Riverside will meet its requirement to set aside at least twenty-five percent (25%) of the NSP allocation to provide affordable housing to the population earning less than fifty percent (50%) area median income.

The County will partner with various public, for –profit, and non-profit private development organizations to provide for the reconstruction, redevelopment or new construction of affordable single family and multi-family housing ~~rental~~ projects. The County will use and operate this allocation of NSP funds in a form compatible with the use of HOME funds to the extent that NSP and HOME regulations do not contradict.

NSP funds will be eligible for use in any aspect of development including land acquisition, demolition, soft development costs, and hard construction costs.

Disposition of NSP4 Assisted Properties: The homes developed for homeownership under this eligible use will be sold to eligible first time home buyers who have not had ownership interest in improved-upon residential real property within the previous three (3) years, have a household income that does not exceed 120% median and have attended a HUD certified home buyer counseling session. The purchase price assistance provided to eligible first time home buyers is in the form of a silent second lien in an amount not to exceed thirty percent (30%) of the selling price and capped for a maximum amount of seventy five thousand dollars (\$75,000), with an equity share restriction and a recapture agreement for a time period not to exceed fifteen (15) years. Very low income first time homebuyers with a household income not exceeding 50% of the area median income may qualify for up to fifty percent (50%) of the selling price, not to exceed \$75,000. The purchase price assistance provided to eligible first time home buyers will be funded from the net proceeds of the sale.

Blighted structures. Blighted, abandoned or unoccupied residential properties, which may require reconstruction ~~rehabilitation~~ to improve sustainability and attractiveness of housing and neighborhoods, will be eligible under this use. Abandoned, vacant or demolished will also be

included in the definition of blight.

Eligible Properties. Blighted multi-family residential that have been foreclosed upon, bank-owned or real estate owned (REO). A lender certification will be obtained for all properties occupied by a bona fide tenant (as defined by HUD) with one of the following certifications: that no bona fide tenant lived in the property at the time of foreclosure or that the bona fide tenant was given 90 days notice before being asked to vacate the property. Abandoned, blighted, vacant or demolished properties will also be eligible to the extent that such properties are developed as **affordable housing projects**. ~~multi-family, rental projects.~~

Appraisals. The current market appraised value is the value of a foreclosed upon home or residential property that is established through an appraisal made in conformity with the appraisal requirements of the Uniform Relocation Act at 49 CFR 24.103 and completed within 60 days prior to an offer made for the property by a grantee, sub-recipient, developer, or individual homebuyer.

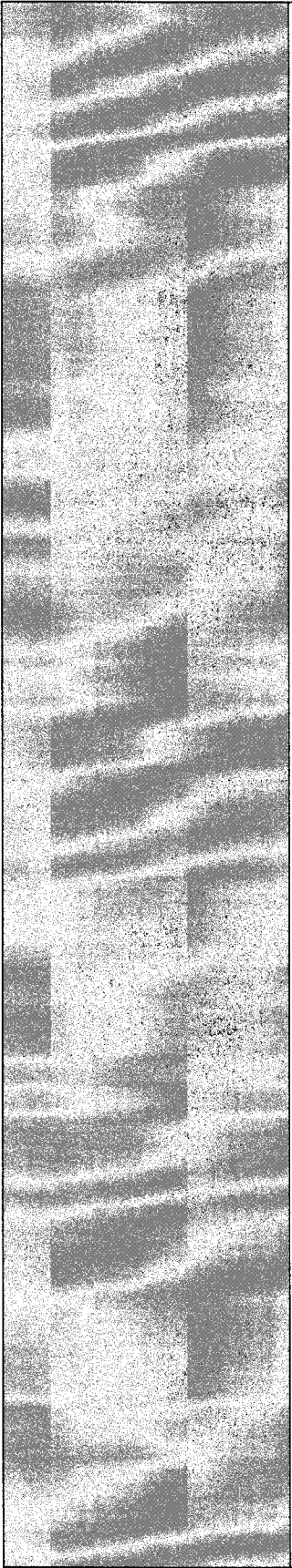
Discount. Properties must be purchased at a minimum average discount rate of 1% below the current market-appraised value. **The NSP purchase price discount requirement does not apply to vacant undeveloped land.**

Displacement, relocation, and acquisition. All activities involving displacement or relocation shall be subject to the relocation requirements of Title II and the acquisition requirements of Title III of the Uniform Relocation Act (URA) and Real Property Acquisition Policies Act of 1970, and the implementing regulations at 24 CFR Part 42. All reasonable steps must be taken to minimize the displacement of persons as a result of activity assisted with NSP Funds.

Environmental Review. The environmental effects of each activity carried out with NSP funds must be assessed in accordance with the provisions of the National Environmental Policy Act of 1969 (NEPA) and related authorities listed at 24 CFR Part 58. Projects may be required to comply with Laws and Authorities of §58.5: Historic Preservation, Floodplain & Wetlands, Coastal Zone, Aquifers, Endangered Species, Rivers, Air, Farmlands, HUD Environmental Standards and Environmental Justice.

Rehabilitation Standards. All NSP3 activities involving construction and ~~reconstruction rehabilitation~~ will adhere to rehabilitation standards described in section 3 above.

Labor Standards. Every contract for the ~~reconstruction rehabilitation~~ of housing that includes 8 or more units assisted with NSP funds must contain a provision requiring the payment of not less than the wages prevailing in the locality, as predetermined by the Secretary of Labor pursuant to the Davis-Bacon Act. The Davis-Bacon Act requires that all contractors and subcontractors performing on federal contracts (and contractors or



subcontractors performing on federally assisted contracts under the related Acts) in excess of \$2,000 pay their laborers and mechanics not less than the prevailing wage rates and fringe benefits, as determined by the Secretary of Labor, for corresponding classes of laborers and mechanics employed on similar projects in the area.

Local Hiring Requirement: To the maximum extent feasible the County will impose a local hiring requirement on all NSP3 recipients. Every contract or agreement with any private entity receiving NSP3 funds (NSP3 recipient) from the County of Riverside, either as a partner in development or sub-grantee, shall include provision requiring a local hiring requirement and imposition of Section 3 thresholds. The local area vicinity will be defined as the NSP3 target area in which the developer is contracted for.

All NSP3 recipients shall be required to develop and submit to the County 30-days prior to construction, a Local Hiring Schedule that establishes the hiring process, workforce needs, and approximate timetable to be followed by the NSP3 recipient and subcontractors for construction hiring to achieve the overall requirements of the local hiring requirement. The Local Hiring Schedule shall include an *estimate* of: number of workers or work hours required per month, per day, per trade, and total for the project.

Prior to commencing work, a Letter of Assent must be signed by NSP3 recipients and their subcontractors working on NSP3 funded projects. The letter states that all parties doing construction work on NSP3 funded projects have read, understands, and accept the terms of the County of Riverside NSP3 local hiring requirement, and are aware that they are bound to fulfilling the requirements. Evidence will have to be provided to the County of all efforts made to adhere to this requirement.

Resale of homes for homeownership:

- a. **Sales Price.** The final sales price will be no greater than the initial acquisition and reconstruction costs. NSP regulations direct that, if an abandoned or foreclosed-upon home or residential property is purchased, redeveloped, or otherwise sold to an individual as a primary residence, then such sale shall be in an amount equal to or less than the cost to acquire and redevelop or reconstructed such home or property up to a decent, safe, and habitable condition. (Sales and closing costs are eligible NSP redevelopment or reconstruction costs.) Note that the maximum sales price for a property is determined by aggregating all costs of acquisition, reconstruction, and redevelopment (including related activity delivery costs, which generally may include, among other items, costs related to the sale of the property).
- b. **Income Restrictions.** Low, moderate, and middle income (LMMI) households whose incomes are at or below 120% of the area median income, adjusted by family size at the time of occupancy, for the County of Riverside. Where feasible and appropriate, the County will

assist very-low income households earning no more than 50% of the area median income, as defined by NSP regulations.

- c. **Terms of Affordability.** Homes shall be affordable for a minimum of fifteen (15) years. In addition, to insure the County's investment, the County will require an equity share restriction and a recapture agreement for a time period not to exceed fifteen (15) years.

Counseling. Each homebuyer must receive and complete at least 8 hours of homebuyer counseling from a HUD-approved housing counseling agency before obtaining a mortgage loan.

Preference for development of affordable rental housing: Where feasible and appropriate, the County of Riverside is committed to assisting households whose income do not exceed 50% of the area median income through rental housing.

Affordable Rents for Rental Developments. The County of Riverside will adopt affordable rents as defined by the HUD HOME program set forth in 24 CFR 92.252(2)(2) as the minimal compliance with this standard. The maximum monthly allowances for utilities and services (excluding telephone) will not exceed utility allowance set by the Housing Authority of the County of Riverside.

Income Restrictions for Rental Developments. Low income households whose incomes are at or below 80% of the area median income, adjusted by family size at the time of occupancy, for the County of Riverside. Where feasible and appropriate, the County will assist very-low income households earning no more than 50% of the area median income, as defined by NSP regulations.

~~Income Restrictions.~~ Eligibility for the assisted units will be restricted to very low income persons whose incomes are at or below 50% of the area median income, adjusted by family size at the time of occupancy, for the County of Riverside.

Terms of Affordability for Rental Developments. The length of the affordability period shall be for minimum period of fifty-five (55) years.

~~Terms of Affordability.~~ The length of the affordability period shall be for minimum period of fifty-five (55) years.

Location Description	This activity will be limited to all of the designated NSP3 Target Areas.	
Budget	Source of Funding	Dollar Amount
	NSP3	\$5,845,160
	(Other funding source)	\$
	(Other funding source)	\$
Total Budget for Activity	\$5,845,160	
Performance Measures	The County was unable to identify an eligible project under this activity and funding has been reallocated to a different NSP3 activity. However, if specific	

	projects under this category are approved by the County, sufficient NSP3 funds will be reprogrammed from other NSP3 activities.	
Projected Start Date	Execution of the NSP3 Agreement by HUD.	
Projected End Date	Three years from the date of execution of the NSP3 Agreement by HUD	
Responsible Organization	Name	Riverside County Economic Development Agency
	Location	3403 Tenth St., Suite 500, Riverside, CA 92501
	Administrator Contact Info	Heidi Marshall, Assistant Director 951-343-5409 hmarshall@rivcoeda.org

Activity Number 5		
Activity Name	Demolition of Blighted Structures	
Use	Select all that apply:	
	<input type="checkbox"/>	Eligible Use A: Financing Mechanisms
	<input type="checkbox"/>	Eligible Use B: Acquisition and Rehabilitation
	<input type="checkbox"/>	Eligible Use C: Land Banking
	<input checked="" type="checkbox"/>	Eligible Use D: Demolition
<input checked="" type="checkbox"/>	Eligible Use E: Redevelopment	
CDBG Activity or Activities	a. 24 CFR 570.201 (d)	
National Objective	Funds will meet the national objective of benefiting low, moderate, and middle-income persons, as defined by NSP regulations (120% of area median income), by rental of rehabilitated homes to households earning not more than 120% of the area median income or homeownership.	
Activity Description	The demolition activity is directed toward vacant, dilapidated structures that, especially in concentrated areas and in combination with abandoned and foreclosed properties, cause significant neighborhood destabilization. It is possible that clearance activities will be a prelude to direct benefit to those below 50% of AMI by building new residential structures on newly cleared property.	
Location Description	This activity will be limited to all of the designated NSP3 Target Areas.	
Budget	Source of Funding	Dollar Amount
	NSP3	\$0
	(Other funding source)	\$
	(Other funding source)	\$
Total Budget for Activity	\$0.00	
Performance Measures	No NSP3 funds have been allocated to this activity under this Substantial Amendment. However, if specific projects under this category are approved by the County, sufficient NSP3 funds will be reprogrammed from other NSP3 activities.	
Projected Start Date	Execution of the NSP Agreement by HUD	
Projected End Date	Three years from the date of execution of the NSP3 Agreement by HUD	
Responsible	Name	Riverside County Economic

Organization	Location	Development Agency
	Location	3403 Tenth St., Suite 500, Riverside, CA 92501
	Administrator Contact Info	Heidi Marshall, Assistant Director 951-343-5409 hmarshall@rivcoeda.org

Activity Number 6		
Activity Name	Administration	
Use	Select all that apply:	
	<input type="checkbox"/>	Eligible Use A: Financing Mechanisms
	<input type="checkbox"/>	Eligible Use B: Acquisition and Rehabilitation
	<input type="checkbox"/>	Eligible Use C: Land Banking
	<input type="checkbox"/>	Eligible Use D: Demolition
<input type="checkbox"/>	Eligible Use E: Redevelopment	
CDBG Activity or Activities	a. 24 CFR 570.205 b. 24 CFR 570.206	
National Objective	Not applicable to NSP Administrative activities	
Activity Description	This activity is grant administration which includes, but is not limited to, the following activities: general management, oversight, coordination, public information, reporting, evaluation, and indirect costs.	
Location Description	Not applicable to NSP Administrative activities	
Budget	Source of Funding	Dollar Amount
	NSP3	\$1,427,240
	(Other funding source)	\$
	(Other funding source)	\$
Total Budget for Activity	\$1,427,240	
Performance Measures	Not applicable to NSP Administrative activities	
Projected Start Date	Execution of the NSP Agreement by HUD	
Projected End Date	Three years from the date of execution of the NSP3 Agreement by HUD	
Responsible Organization	Name	Riverside County Economic Development Agency
	Location	3403 Tenth St., Suite 500, Riverside, CA 92501
	Administrator Contact Info	Heidi Marshall, Assistant Director 951-343-5409 hmarshall@rivcoeda.org

8. Certifications

Certifications for State and Entitlement Communities

(1) **Affirmatively furthering fair housing.** The jurisdiction certifies that it will affirmatively further fair housing, which means that it will conduct an analysis to identify impediments to fair housing choice within the jurisdiction, take appropriate actions to overcome the effects of any impediments identified through that analysis, and maintain records reflecting the analysis and actions in this regard.

(2) **Anti-displacement and relocation plan.** The applicant certifies that it has in effect and is following a residential anti-displacement and relocation assistance plan.

(3) **Anti-lobbying.** The jurisdiction must submit a certification with regard to compliance with restrictions on lobbying required by 24 CFR part 87, together with disclosure forms, if required by that part.

(4) **Authority of jurisdiction.** The jurisdiction certifies that the consolidated plan, is authorized under state and local law and that the jurisdiction possesses the legal authority to carry out the programs for which it is seeking funding, in accordance with applicable HUD regulations and other program requirements.

(5) **Consistency with plan.** The jurisdiction certifies that the housing activities to be undertaken with NSP funds are consistent with its consolidated plan.

(6) **Acquisition and relocation.** The jurisdiction certifies that it will comply with the acquisition and relocation requirements of the Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970, as amended (42 U.S.C. 4601), and implementing regulations at 49 CFR part 24, except as those provisions are modified by the notice for the NSP program published by HUD.

(7) **Section 3.** The jurisdiction certifies that it will comply with section 3 of the Housing and Urban Development Act of 1968 (12 U.S.C. 1701u), and implementing regulations at 24 CFR part 135.

(8) **Citizen participation.** The jurisdiction certifies that it is in full compliance and following a detailed citizen participation plan that satisfies the requirements of Sections 24 CFR 91.105 or 91.115, as modified by NSP requirements.

(9) **Following a plan.** The jurisdiction certifies it is following a current consolidated plan that has been approved by HUD.

(10) **Use of funds.** The jurisdiction certifies that it will comply with the Dodd-Frank Wall Street Reform and Consumer Protection Act and Title XII of Division A of the American Recovery and Reinvestment Act of 2009 by spending 50 percent of its grant funds within 2 years, and spending 100 percent within 3 years, of receipt of the grant.

(11) **The jurisdiction certifies:**

- a. that all of the NSP funds made available to it will be used with respect to individuals and families whose incomes do not exceed 120 percent of area median income; and
- b. The jurisdiction will not attempt to recover any capital costs of public improvements assisted with CDBG funds, including Section 108 loan guaranteed funds, by assessing any amount against properties owned and occupied by persons of low- and moderate-income, including any fee charged or assessment made as a condition of obtaining access to such public improvements. However, if NSP funds are used to pay the proportion of a fee or assessment attributable to the capital costs of public improvements (assisted in part with NSP funds) financed from other revenue sources, an assessment or charge may be made against the property with respect to the public improvements financed by a source other than CDBG funds. In addition, with respect to properties owned and occupied by moderate-income (but not low-income) families, an

assessment or charge may be made against the property with respect to the public improvements financed by a source other than NSP funds if the jurisdiction certifies that it lacks NSP or CDBG funds to cover the assessment.

- (12) **Excessive force.** The jurisdiction certifies that it has adopted and is enforcing:
- a. A policy prohibiting the use of excessive force by law enforcement agencies within its jurisdiction against any individuals engaged in nonviolent civil rights demonstrations; and
 - b. A policy of enforcing applicable state and local laws against physically barring entrance to, or exit from, a facility or location that is the subject of such nonviolent civil rights demonstrations within its jurisdiction.

(13) **Compliance with anti-discrimination laws.** The jurisdiction certifies that the NSP grant will be conducted and administered in conformity with Title VI of the Civil Rights Act of 1964 (42 U.S.C. 2000d), the Fair Housing Act (42 U.S.C. 3601-3619), and implementing regulations.

(14) **Compliance with lead-based paint procedures.** The jurisdiction certifies that its activities concerning lead-based paint will comply with the requirements of part 35, subparts A, B, J, K, and R of this title.

(15) **Compliance with laws.** The jurisdiction certifies that it will comply with applicable laws.

(16) **Vicinity hiring.** The jurisdiction certifies that it will, to the maximum extent feasible, provide for hiring of employees that reside in the vicinity of NSP3 funded projects or contract with small businesses that are owned and operated by persons residing in the vicinity of NSP3 projects.

(17) **Development of affordable rental housing.** The jurisdiction certifies that it will abide by the procedures described in its NSP3 Abbreviated Plan to create preferences for the development of affordable rental housing for properties assisted with NSP3 funds.

Signature/Authorized Official
Bob Buster, Chairman

Date

Chairman, Board of Supervisors
Title

Appendix A

NSP3 Action Plan Contents Checklist

The checklist below is an optional tool for NSP3 grantees to help to ensure that all required elements of the NSP3 Substantial Amendment or the Abbreviated Plan are submitted to HUD. This checklist only includes the minimum required elements that must be included in the NSP3 Action Plan and grantees may want to add additional details. This document must be protected, as described above, in order to use the checkboxes in this checklist.

1. NSP3 Grantee Information

Yes	
Did you include the Program Administrator's name, address, phone, and email address?	<input checked="" type="checkbox"/>

Verification found on page 1

2. Areas of Greatest Need

Yes	
Does the narrative description describe how funds will give priority emphasis to areas of greatest need?	<input checked="" type="checkbox"/>
Does the narrative description specifically address how the funds will give priority emphasis to those areas:	
• With the highest percentage of home foreclosures?	<input checked="" type="checkbox"/>
• With the highest percentage of homes financed by subprime mortgage related loan?; and	<input checked="" type="checkbox"/>
• Identified by the grantee as likely to face a significant rise in the rate of home foreclosures?	<input checked="" type="checkbox"/>
Did you create the area of greatest needs map at http://www.huduser.org/NSP/NSP3.html ?	<input checked="" type="checkbox"/>
Did you include the map as an attachment to your Action Plan?	<input checked="" type="checkbox"/>
ONLY Applicable for States: Did you include the needs of all entitlement communities in the State?	<input type="checkbox"/>

Verification found on pages 1-3, and Appendix C

3. Definitions and Descriptions

	Yes
Are the following definitions and topics included in your substantial amendment?:	
<ul style="list-style-type: none"> • Blighted structure in context of state or local law, 	<input checked="" type="checkbox"/>
<ul style="list-style-type: none"> • Affordable rents, 	<input checked="" type="checkbox"/>
<ul style="list-style-type: none"> • Ensuring long term affordability for all NSP funded housing projects, 	<input checked="" type="checkbox"/>
<ul style="list-style-type: none"> • Applicable housing rehabilitation standards for NSP funded projects 	<input checked="" type="checkbox"/>

Verification found on pages 3-6

4. Low-Income Targeting

	Yes
Did you identify the estimated amount of funds appropriated to provide housing that meets the low-income set aside target?	<input checked="" type="checkbox"/>
Did you provide a summary describing how your jurisdiction will meet its low-income set aside goals?	<input checked="" type="checkbox"/>

Verification found on pages 6-7

5. Acquisition & Relocation

	Yes
For all acquisitions that will result in displacement did you specify:	
<ul style="list-style-type: none"> • The planned activity, 	<input checked="" type="checkbox"/>
<ul style="list-style-type: none"> • The number of units that will result in displacement, 	<input checked="" type="checkbox"/>
<ul style="list-style-type: none"> • The manner in which the grantee will comply with URA for those residents? 	<input checked="" type="checkbox"/>

Verification found on page 7

6. Public Comment

	Yes
Did you provide your draft of the NSP3 substantial amendment for a minimum of 15 days for public comment?	<input checked="" type="checkbox"/>
Did you include the public comments you received on the NSP3 substantial amendment in your plan?	<input checked="" type="checkbox"/>

Verification found on pages 7-8

7. NSP Information by Activity

	Check all that apply
Did you include a description of all eligible NSP3 activities you plan to implement with your NSP3 award?	<input checked="" type="checkbox"/>
For each eligible NSP3 activity you plan to implement did you include:	
• Eligible use or uses?	<input checked="" type="checkbox"/>
• Correlated eligible CDBG activity or activities?	<input checked="" type="checkbox"/>
• Associated national objective?	<input checked="" type="checkbox"/>
• How the activity will address local market conditions?	<input checked="" type="checkbox"/>
• Range of interest rates (if any)?	<input checked="" type="checkbox"/>
• Duration or term of assistance?	<input checked="" type="checkbox"/>
• Tenure of beneficiaries (e.g. rental or homeowner)?	<input checked="" type="checkbox"/>
• If the activity produces housing, how the design of the activity will ensure continued affordability?	<input checked="" type="checkbox"/>
• How you will, to the maximum extent possible, provide for vicinity hiring?	<input checked="" type="checkbox"/>
• Procedures used to create affordable rental housing preferences?	<input checked="" type="checkbox"/>
• Areas of greatest need addressed by the activity or activities?	<input checked="" type="checkbox"/>
• Amount of funds budgeted for the activity?	<input checked="" type="checkbox"/>
• Appropriate performance measures for the activity (e.g. units of housing to be acquired, rehabilitated, or demolished for the income levels represented in DRGR) ?	<input checked="" type="checkbox"/>
• Expected start and end dates of the activity?	<input checked="" type="checkbox"/>
• Name and location of the entity that will carry out the activity?	<input checked="" type="checkbox"/>

Verification found on pages 8-21

8. Certifications

	Yes
Did you sign and submit the certification form applicable to your jurisdiction?	<input checked="" type="checkbox"/>

Verification found on page 22

9. Additional Documentation

		Yes
Did you include a signed SF-424?		<input checked="" type="checkbox"/>

Verification found on Appendix A

Appendix B

NSP3 Target Areas

On July 26, 2011, the County Board of Supervisors approved to amend the NSP3 target area maps and replace them with the attached maps described in Appendix B which are attached hereto.

Lake Elsinore NSP 3 Revised	1 st	19	0
Lake Elsinore West NSP3 Revised	1 st	19.51	67
Rubidoux NSP3 Revised	2 nd	19.92	40
Menifee NSP3 Revised	3 rd	18.27	112
Temecula NSP3 Revised	3 rd	17	17
Beaumont NSP3 Revised	5 th	20	18
Banning NSP3 Revised	5 th	20	17
Rubidoux NSP3 Revised	2 nd	18.55	8
Hemet NSP3 Revised	3 rd	19.06	1.40
DHS NSP3 Revised	4 th	20	57.2
Perris NSP3 Revised	5 th	19	.80
Total HUD Scores		19.12	338.40

Appendix C

Summary of Public Comments Received

The County received one comment during the public comment period.

Comment 1: A comment was received via email (included in this section) from Mr. Gerald Weathers, a resident of Sky Valley. Mr. Weather's comment focused upon the County's proposed target area and possible inclusion of his community as an NSP3 target area.



COUNTY OF RIVERSIDE

NEIGHBORHOOD STABILIZATION PROGRAM 3 (NSP3) SUBSTANTIAL AMENDMENT TO THE 2010-2011 ONE YEAR ACTION PLAN JANUARY 28, 2011

1. NSP3 Grantee Information

NSP3 Program Administrator Contact Information	
Name (Last, First)	Marshall, Heidi
Email Address	hmarshall@rivcoeda.org
Phone Number	951-343-5409
Mailing Address	3403 Tenth Street, Suite 500, Riverside, CA 92501

INTRODUCTION:

On October 19, 2010, the U.S. Department of Housing and Urban Development (HUD) announced that the County of Riverside would receive \$14,272,400 as part of the third round of Neighborhood Stabilization Program (NSP3) funding. This additional allocation of funds authorized under the *Dodd-Frank Wall Street Reform and Consumer Protection Act of 2010 (Pub. L. 111-203, approved July 21, 2010) (Dodd-Frank Act)*, will be provided through HUD's Community Development Block Grant (CDBG) program.

The purpose of the NSP3 funds is to address the negative ramifications of the housing foreclosure crisis that occurred over the past six years due to subprime mortgage lending which, nationally, resulted in significant numbers of homeowners entering into foreclosure and entire neighborhoods becoming vacant and abandoned. These targeted funds will be used to acquire foreclosed homes; demolish or rehabilitate abandoned properties; and/or to offer purchase price assistance and closing cost assistance to low to moderate-income homebuyers.

In order to receive NSP3 funding, the County is required to process a Substantial Amendment to the 2010-2011 One Year Action Plan of the 2009-2014 Consolidated Plan, effectively adding the NSP3 program funds to the 2010-2011 CDBG allocation. Therefore, the County has prepared this Substantial Amendment for the upcoming NSP3 allocation.

2. Areas of Greatest Need

Map Submission

The map generated at the HUD NSP3 Mapping Tool for Preparing Action Plan website is included as **Appendix B**.

Data Sources Used to Determine Areas of Greatest Need

Describe the data sources used to determine the areas of greatest need.

Response:

The number and concentration of foreclosed units varies throughout the County's CDBG/NSP3 program area. There are pockets of heavy concentration within several participating cities and semi-urban unincorporated areas. In addition, there are several rural areas and remote mountain communities with a number of foreclosed units spread over a larger area.

As of December, 2010, there were more than 21,069 foreclosed properties (REOs) in the entire County of Riverside. When the "pre-foreclosure" and "units at auction" are included, the number of impacted housing units is nearly 55,360.

The foreclosure impact within the County's CDBG program jurisdiction is just as severe and devastating. The County's current CDBG program includes the unincorporated areas (including the recently incorporated cities of Eastvale, Wildomar and Menifee) and thirteen (13) participating cities: Banning, Beaumont, Blythe, Canyon Lake, Cathedral City, Desert Hot Springs, Indian Wells, La Quinta, Lake Elsinore, Murrieta, Norco, San Jacinto, Temecula. As of December, 2010, the total number of REO properties within the County's program area was 15,466 (3,641 within the 13 participating cities and 11,825 within the unincorporated areas). The 15,466 units represent 3.7% of the total housing stock within the County's program area. When the "pre-foreclosure" and "units at auction" are considered, the number of impacted housing units in the County's program area is 38,767, or 9.33% of all housing units. **(Note: Housing data based upon RealtyTrac and California Department of Finance reports)**

Foreclosures have occurred throughout the County, but are concentrated in certain areas. The primary criteria used to determine the areas of greatest need were:

1. HUD NSP3 Foreclosure Need Score
2. HUD Impact Score
3. Input from participating cities
4. Overlay of NSP1 program activity (properties purchased through first round of NSP funding).

HUD NSP3 Foreclosure Need Score is an indicator of the geographic area's need for NSP3 assistance. The County is required to select areas with a score of not less than the lesser of 17 or the twentieth percentile most needy score in California. The HUD Foreclosure *Need* Score data for the County's program area is available upon request.

HUD Impact Score generated is the number of housing units needed to make an impact in identified target areas. This number presumes that a minimum of 20 percent of REO units in a target area would need to be addressed to make a visible impact in the area. The County must take this requirement into account and select small enough areas so that the NSP3 funds it receives make an impact on the target areas. This also supports the use of the overlay NSP1 activity data to generate target areas for NSP3 funding.

Input from all of the cities participating in the County's CDBG program was sought in order to identify areas of greatest need in those cities.

Using geographic information system (GIS), the County mapped and overlaid all NSP1 program activity

(properties purchased through first round of NSP funding), and areas that participating cities identified as areas of greatest need. This allowed the County to visualize all the data and strategically select target areas of greatest need.

Determination of Areas of Greatest Need and Applicable Tiers

Describe how the areas of greatest need were established and whether a tiered approach is being utilized to determine the distribution of funding.

Response:

The County has determined that the most effective and appropriate method to identify and target the areas with the greatest need and most impacted by the foreclosure crisis is a correlation between HUD's NSP3 Foreclosure Need Score data, HUD's Impact Score data, input from participating cities, and an overlay of NSP1 program activity (properties purchased through first round of NSP funding) in an effort to identify areas most suitable for targeted and focused NSP3 assistance.

After thorough review and analysis of the available foreclosure data, HUD Foreclosure Need Scores, HUD Impact Scores, input from participating cities, and an overlay of prior NSP1 activity data, the County has identified and selected the targeted areas of greatest needs (NSP3 Target Areas) for the County NSP3. There are a total of six (6) NSP3 Target Areas, and all NSP3 assistance will be limited to these target areas.

3. Definitions and Descriptions

Definitions

Term	Definition
Blighted Structure	<p>The County of Riverside defines blight consistent with the <i>California Health and Safety Code</i> definition of a blighted structure as:</p> <p><u>Blighted structures</u> Blighted, abandoned or unoccupied residential properties, which may require rehabilitation to improve sustainability and attractiveness of housing and neighborhoods, will be eligible under this use. Abandoned, vacant or demolished will also be included in the definition of blight.</p> <p><u>California Health and Safety Code Section 33030</u> It is found and declared that there exist in many communities blighted areas that constitute physical and economic liabilities, requiring redevelopment in the interest of health, safety, and general welfare of the people of these communities and of the state.</p> <p>A blighted area is one that contains BOTH of the following:</p> <ol style="list-style-type: none"> a. An area that is predominately urbanized, as the term is defined in section 33320.1, and is an area in which the combination of conditions set forth in Section 33031 is so prevalent and so substantial that it causes a reduction of, or lack of, proper utilization

of the area to such an extent that it constitutes a serious physical and economic burden on the community that cannot reasonably be expected to be reversed or alleviated by private enterprise or governmental action, or both, without redevelopment.

- b. An area that is characterized by one or more conditions set forth in any paragraph of subdivision (a) of Section 33031 and one or more conditions set forth in any paragraph of subdivision (b) of Section 33031.

A blighted area that contains the conditions described in subdivision (b) may also be characterized by the existence of inadequate public improvements or inadequate water or sewer facilities

California Health and Safety Code Section 33031

This subdivision describes physical conditions that cause blight:

- a. Buildings which are unsafe or unhealthy for persons to live or work. These conditions can be caused by serious building code violations, serious dilapidation and deterioration caused by long-term neglect, construction that is vulnerable to serious damage from seismic or geologic hazards, and faulty or inadequate water or sewer utilities.
- b. Conditions that prevent or substantially hinder the viable use or capacity of buildings or lots. This condition may be caused by buildings of a substandard, defective or obsolete design or construction given the present general plan, zoning or other development standards.
- c. Adjacent or nearby incompatible land uses that prevent the development of those parcels or other portions of the project area.
- d. The existence of subdivided lots that are in multiple ownership and whose physical development has been impaired by their irregular shapes and inadequate sizes, given the present general plan, and zoning standards and present market conditions

This subdivision describes economic conditions that cause blight:

- a. Depreciated or stagnant property values.
- b. Impaired property values, due in significant part, to hazardous wastes on property where the agency may be eligible to use its authority as specified in Article 12.5 (commencing with Section 33459).
- c. Abnormally high business vacancies, abnormally low lease rates, or an abnormally high number of abandoned buildings.
- d. A serious lack of necessary commercial facilities that are normally found in neighborhoods, including grocery stores, drug stores, and banks and other lending institutions.
- e. Serious residential overcrowding that has resulted in significant public health or safety problems. As used in this paragraph, "overcrowding" means exceeding the standard referenced in Article 5 (commencing with Section 32) of Chapter 1 of Title 25 of the

	<p>California Code of regulations.</p> <p>f. An excess of bars, liquor stores, or adult-oriented businesses that has resulted in significant public health, safety, or welfare problems.</p> <p>g. A high crime rate that constitutes a serious threat to the public safety and welfare.</p>
Affordable Rents	The County of Riverside will adopt the affordability requirements in the HUD HOME program as set forth in 24 CFR 92.252 (2) (2) for rental housing and in 24 CFR 92.254 for homeownership housing.

Descriptions

Term	Definition
Long-Term Affordability	<p>For homebuyers, the County of Riverside will record a deed restriction against title to the property requiring owner-occupancy by an initially determined first time home buyer whose annual household earnings do not exceed 120% of the area median income. This affordability period will be allowed to terminate when homeowner repays the loan upon transfer, sale or refinancing of the home, or upon expiration of the 15 year affordability period.</p> <p>For single-family rental units, the County of Riverside will record a regulatory agreement against title to the property requiring affordable rents to the very low-income population or those households earning not more than 50% of the area median income.</p> <p>For multi-family rental units, the County of Riverside will require rents affordable to the very low-income population or those households earning not more than 50% of the area median income for a minimum period of fifty-five (55) years. The County will record a regulatory agreement against title to the property requiring property management and maintenance in addition to affordable rents for the term of the regulatory agreement.</p> <p>In accordance with the NSP regulations, in the case of previously HOME-assisted properties for which affordability restrictions were terminated through foreclosure or deed in lieu of foreclosure, an NSP grantee will be required to reinstate the HOME affordability restrictions for the remaining period of HOME affordability or any more restrictive continuing period of affordability required by any other financing source participating in the NSP project.</p>
Housing Rehabilitation Standards	<p>a. Newly constructed, substantially rehab or gut rehab (as defined by HUD) of single or multi-family residential structures being funded using NSP3 assistance must, at project completion, meet all applicable regulations in accordance with Minimum Standard Riverside County Codes (http://www.tlma.co.riverside.ca.us/building/) as well as all locally adopted codes.</p> <p>b. The County of Riverside will also adopt the HUD defined <i>Housing Quality Standards</i> (HQS) as its standard for all NSP3 projects requiring different levels of rehabilitation. NSP3 recipients will be required to adhere to the</p>

	<p>strictest housing rehabilitation standards mentioned above.</p> <p>c. When rehabilitating NSP3 properties the County of Riverside will require to the extent feasible the replacement of older obsolete products and appliances (such as windows, doors, lighting, hot water heaters, furnaces, boilers, air conditioning units, refrigerators, clothes washers, and dishwashers) with Energy Star labeled products. Water efficient toilets, showers, and faucets, such as those with the WaterSense label, must be installed.</p> <p>d. All requirements of 24 CFR Part 35 as related to lead-based paint shall apply to NSP3 activities.</p> <p>In addition to the above housing rehabilitation standards the County of Riverside has adopted, the County is also adopting green standard elements that all NSP3 recipients must follow to the maximum extent feasible.</p> <p>a. For substantial rehab, gut rehab, or new construction of residential properties up to three stories, the County of Riverside will adopt the standard for Energy Star Qualified New Homes (http://www.energystar.gov/index.cfm?c=new_homes.nh_features). For substantial rehab, gut rehab or new constructions of residential properties that are mid –or high rise multifamily housing will be designed to meet the American Society of Heating, Refrigerating, and Air-Conditioning Engineers Standard 90.1-2004, Appendix G plus 20 percent. (http://www.ashrae.org/technology/page/548).</p>
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4. Low-Income Targeting

Low-Income Set-Aside Amount

Enter the low-income set-aside percentage in the first field. The field for total funds set aside will populate based on the percentage entered in the first field and the total NSP3 grant.

Identify the estimated amount of funds appropriated or otherwise made available under the NSP3 to be used to provide housing for individuals or families whose incomes do not exceed 50 percent of area median income.

Response:

As required, the County of Riverside will make at least \$3,568,100 (25% of the County’s NSP3 allocation) available for housing activities that benefit households whose incomes do not exceed 50% of the area median income.

Meeting Low-Income Target

Provide a summary that describes the manner in which the low-income targeting goals will be met.

Response:

The County will utilize the 25% set-aside for very-low income persons through Activity 14, Acquisition and Rehabilitation of Foreclosed, Vacant, abandoned or Blighted Properties, or New Construction of Multi-Family Rental Projects. Where feasible and appropriate, the County will assist very-low income households through NSP3 Activities 2, 3 and 43 described below.

5. Acquisition and Relocation

Demolition or Conversion of LMI Units

Does the grantee intend to demolish or convert any low- and moderate-income dwelling units (i.e., $\leq 80\%$ of area median income)?

No

If yes, fill in the table below.

Question	Number of Units
The number of low- and moderate-income dwelling units—i.e., $\leq 80\%$ of area median income—reasonably expected to be demolished or converted as a direct result of NSP-assisted activities.	0
The number of NSP affordable housing units made available to low-, moderate-, and middle-income households—i.e., $\leq 120\%$ of area median income—reasonably expected to be produced by activity and income level as provided for in DRGR, by each NSP activity providing such housing (including a proposed time schedule for commencement and completion).	0
The number of dwelling units reasonably expected to be made available for households whose income does not exceed 50 percent of area median income.	0

No conversions are anticipated. A small number of units may be acquired and demolished. The County does not anticipate any of these units to have affordability covenants; however, some of these may have been occupied and/or owned by low- and moderate-income households. The number of units in this category should not exceed eight (8).

6. Public Comment

Citizen Participation Plan

Briefly describe how the grantee followed its citizen participation plan regarding this proposed substantial amendment or abbreviated plan.

Response:

The draft NSP3 Substantial Amendment was placed on Economic Development Agency's website (www.rivcoeda.org), with a link on the County's main website (www.countyofriverside.us). Printed versions of the draft NSP3 plan were made available at the following locations:

Economic Development Agency

Workforce Development Center

3403 10th Street, Suite 500
Riverside, CA 92501

44-199 Monroe Street
Indio, CA 92201

On January 28, 2011, the County published a Public Notice in the *Press Enterprise* newspaper, *Palo Verde Valley Times*, and the *Desert Sun* newspaper (a publication of general circulation) informing the public of the availability of the draft NSP3 Substantial Amendment for public comment and review until 5:00 PM, on February 14, 2011.

In summary, the public was provided an 18 day comment period for the draft NSP3 substantial amendment. The County received comments regarding the draft NSP plan during the comment period. A summary of these comments can be found in **Appendix C** of this document.

Summary of Public Comments Received.

The summary of public comments received is included as **Appendix C**.

7. NSP Information by Activity

Enter each activity name and fill in the corresponding information. If you have fewer than seven activities, please delete any extra activity fields. (For example, if you have three activities, you should delete the tables labeled "Activity Number 4," "Activity Number 5," "Activity Number 6," and "Activity Number 7." If you are unsure how to delete a table, see the instructions above.)

The field labeled "Total Budget for Activity" will populate based on the figures entered in the fields above it.

Consult the NSP3 Program Design Guidebook for guidance on completing the "Performance Measures" component of the activity tables below.

Activity Number 1	
Activity Name	Acquisition, Rehabilitation, and Resale to First-Time Homebuyers
Uses	Select all that apply:
	<input checked="" type="checkbox"/> Eligible Use A: Financing Mechanisms
	<input checked="" type="checkbox"/> Eligible Use B: Acquisition and Rehabilitation
	<input type="checkbox"/> Eligible Use C: Land Banking
	<input type="checkbox"/> Eligible Use D: Demolition
<input type="checkbox"/> Eligible Use E: Redevelopment	
CDBG Activity or Activities	a. 24 CFR 570.201 (a) acquisition and (b) disposition b. 24 CFR 570.202 rehabilitation and preservation activities for homes and other residential properties
National Objective	Funds will meet the national objective of benefiting low, moderate, and middle-income persons, as defined by NSP regulations (120% of area median income), by the sale of rehabilitated homes to households earning not more than 120% of the area median income. Where feasible and appropriate, the County will assist very-low income households earning no more than 50% of the area median income, as defined by NSP regulations.

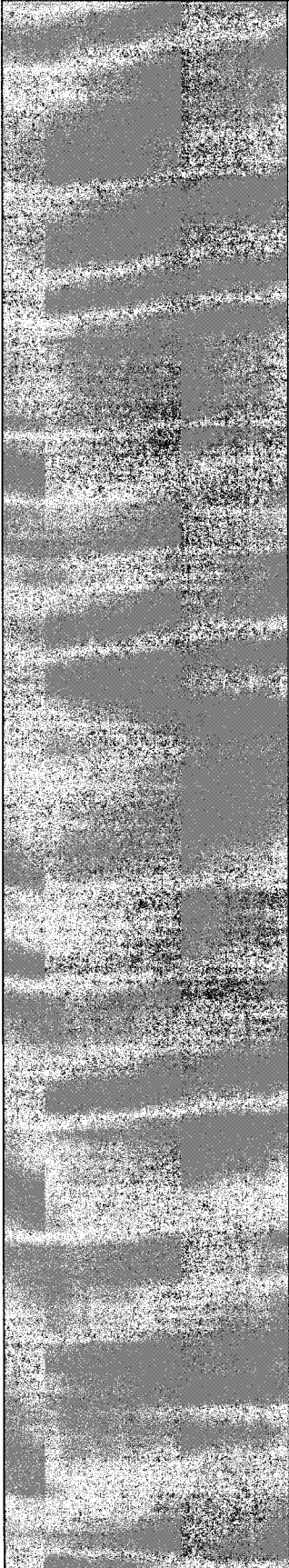
Activity Description

Activity Description: The County of Riverside will meet its requirement to set aside at least twenty-five percent (25%) of the NSP allocation to provide affordable housing to the population earning less than fifty percent (50%) area median income. The County of Riverside NSP3 recipients will acquire and rehabilitate foreclosed or abandoned single family homes and sell them to income-eligible first-time homebuyers. The County will partner with for-profit, and non-profit private organizations to carry out this activity. Public agencies are not eligible to apply for NSP3 funds. The final sales price will not exceed the cost of acquisition, rehabilitation, and resale. All individual acquisitions will be at least 1% below the current market appraised value as determined within sixty (60) days of the date of the purchase offer. The minimum average discount for the entire NSP portfolio will be at least 1% below the current market appraised values. Homes may be purchased individually or in bulk sale, but for each property the purchase price must be discounted by a minimum of one percent (1%) below the current market appraised value. The acquisition and rehabilitation may be funded with NSP3 funds.

Disposition of NSP1 Assisted Properties: The homes acquired by the County of Riverside its various partners will be sold to eligible first time home buyers who have not had ownership interest in improved-upon residential real property within the previous three (3) years, have a household income that does not exceed 120% median and have attended a HUD certified home buyer counseling session. The purchase price assistance provided to eligible first time home buyers is in the form of a silent second lien in an amount not to exceed thirty percent (30%) of the selling price and capped for a maximum amount of seventy five thousand dollars (\$75,000), with an equity share restriction and a recapture agreement for a time period not to exceed fifteen (15) years. Very low income first time homebuyers with a household income not exceeding 50% of the area median income may qualify for up to fifty percent (50%) of the selling price, not to exceed \$75,000. This activity is to capture and group all resale properties that are part of Activity 1 described herein. The purchase price assistance provided to eligible first time home buyers will be funded from the net proceeds of the sale.

The County will collect a fee of seventy-five dollars (\$75) for furnishing a beneficiary statement or payoff demand statement as provided by section 2943 of the Civil Code of California. For subordination of debt secured by a deed of trust or agreement containing covenants where EDA is the beneficiary, the County will collect a fee of three hundred dollars (\$300) for processing.

Blighted structures. Blighted, abandoned or unoccupied residential properties, which may require rehabilitation to improve sustainability and attractiveness of housing and neighborhoods, will be eligible under this use. Abandoned, vacant or demolished will also be included in the definition of blight.



Eligible Properties. Blighted single-family homes that have been abandoned, foreclosed upon, bank-owned or real estate owned (REO), will be eligible under this use. A lender certification will be obtained for all properties occupied by a bona fide tenant (as defined by HUD) with one of the following certifications: that no bona fide tenant lived in the property at the time of foreclosure or that the bona fide tenant was given 90 days notice before being asked to vacate the property. Properties must not be listed on, or eligible for listing on, the National Register of Historic Places.

Appraisals. The current market appraised value is the value of a foreclosed upon home or residential property that is established through an appraisal made in conformity with the appraisal requirements of the Uniform Relocation Act at 49 CFR 24.103 and completed within sixty (60) days prior to an offer made for the property by a grantee, sub-recipient, developer, or individual homebuyer.

Discount. Properties must be purchased at a minimum average discount rate of 1% below the current market-appraised value.

Displacement, relocation, and acquisition. All activities involving displacement or relocation shall be subject to the relocation requirements of Title II and the acquisition requirements of Title III of the Uniform Relocation Act (URA) and Real Property Acquisition Policies Act of 1970, and the implementing regulations at 24 CFR Part 42. All reasonable steps will be taken to minimize the displacement of persons as a result of activity assisted with NSP Funds.

Environmental Review. The environmental effects of each activity carried out with NSP funds will be assessed in accordance with the provisions of the National Environmental Policy Act of 1969 (NEPA) and related authorities listed at 24 CFR Part 58. Projects will comply with Laws and Authorities of §58.5: Historic Preservation, Floodplain & Wetlands, Coastal Zone, Aquifers, Endangered Species, Rivers, Air, Farmlands, HUD Environmental Standards and Environmental Justice.

Rehabilitation Standards. All NSP3 activities involving construction and rehabilitation will adhere to rehabilitation standards described in section 3 above.

Labor Standards. Every contract for the rehabilitation of housing that includes 8 or more units assisted with NSP funds will contain a provision requiring the payment of not less than the wages prevailing in the locality, as predetermined by the Secretary of Labor pursuant to the Davis-Bacon Act. The Davis-Bacon Act requires that all contractors and subcontractors performing on federal contracts (and contractors or subcontractors performing on federally assisted contracts under the related Acts) in excess of \$2,000 pay their laborers and mechanics not less than the prevailing wage rates and fringe benefits, as determined by the Secretary of Labor, for corresponding classes of laborers and mechanics employed on similar projects

in the area.

Local Hiring Requirement: To the maximum extent feasible, the County will impose a local hiring requirement on all NSP3 recipients. Every contract or agreement with any private entity receiving NSP3 funds (NSP3 recipient) from the County of Riverside, either as a partner in development or sub-grantee, shall include provision requiring a local hiring requirement and imposition of Section 3 thresholds. The local area vicinity will be defined as the NSP3 target area in which the developer is contracted for.

All NSP3 recipients shall be required to develop and submit to the County 30-days prior to construction, a Local Hiring Schedule that establishes the hiring process, workforce needs, and approximate timetable to be followed by the NSP3 recipient and subcontractors for construction hiring to achieve the overall requirements of the local hiring requirement. The Local Hiring Schedule shall include an *estimate* of: number of workers or work hours required per month, per day, per trade, and total for the project.

Prior to commencing work, a Letter of Assent must be signed by NSP3 recipients and their subcontractors working on NSP3 funded projects. The letter states that all parties doing construction work on NSP3 funded projects have read, understands, and accept the terms of the County of Riverside NSP3 local hiring requirement, and are aware that they are bound to fulfilling the requirements. Evidence will have to be provided to the County of all efforts made to adhere to this requirement.

Recapture Provisions. Short sale, notice of default, deed in lieu of foreclosure and requests to release Covenant scenarios are considered on a case by case basis with a goal of obtaining the best recovery of funds feasible. Factors taken into consideration are market value of the home as compared with total dollar amount of lien against the property, closing costs and the actual value of any documented capital improvements. The County shall act with due diligence in obtaining an estimate of these figures. If it is then determined that exercising the right of first refusal is not economically feasible, the County shall take necessary action to recover funds to the greatest extent possible. Should net proceeds be equal to zero or less than zero, approval shall be issued to proceed with a short sale or deed in lieu of foreclosure.

Resale:

- a. **Sales Price.** The final sales price will be no greater than the initial acquisition and rehabilitation costs. NSP regulations direct that, if an abandoned or foreclosed-upon home or residential property is purchased, redeveloped, or otherwise sold to an individual as a primary residence, then such sale shall be in an amount equal to or less than the cost to acquire and redevelop or rehabilitate such home or property up to a decent, safe, and habitable condition. (Sales and closing costs are eligible NSP redevelopment or rehabilitation costs.)

	<p>Note that the maximum sales price for a property is determined by aggregating all costs of acquisition, rehabilitation, and redevelopment (including related activity delivery costs, which generally may include, among other items, costs related to the sale of the property).</p> <p>b. <u>Income Restrictions</u>. Low, moderate, and middle income (LMMI) households whose incomes are at or below 120% of the area median income, adjusted by family size at the time of occupancy, for the County of Riverside.</p> <p>c. <u>Terms of Affordability</u>. Homes shall be affordable for a minimum of fifteen (15) years. In addition, to insure the County's investment, the County will require an equity share restriction and a recapture agreement for a time period not to exceed fifteen (15) years.</p> <p>d. <u>Counseling</u>. Each homebuyer must receive and complete at least 8 hours of homebuyer counseling from a HUD-approved housing counseling agency before obtaining a mortgage loan.</p>	
Location Description	This activity will be limited to all of the designated NSP3 Target Areas.	
Budget	Source of Funding	Dollar Amount
	NSP3	\$12,845,1607,000,000
	(Other funding source)	\$
	(Other funding source)	\$
Total Budget for Activity	\$12,845,1607,000,000.00	
Performance Measures	Approximately 339 271151 housing units will be acquired, rehabilitated, and resold to households earning not more than 120% of the area median income.	
Projected Start Date	Execution of the NSP3 Agreement by HUD	
Projected End Date	Three years from the date of execution of the NSP3 Agreement by HUD	
Responsible Organization	Name	Riverside County Economic Development Agency
	Location	3403 Tenth St., Suite 500, Riverside, CA 92501
	Administrator Contact Info	Heidi Marshall, Assistant Director 951-343-5409 hmarshall@rivcoeda.org

Activity Number 2	
Activity Name	Acquisition, Rehabilitation, and Rental of Affordable Units
Use	Select all that apply:
	<input checked="" type="checkbox"/> Eligible Use A: Financing Mechanisms
	<input checked="" type="checkbox"/> Eligible Use B: Acquisition and Rehabilitation
	<input type="checkbox"/> Eligible Use C: Land Banking
	<input type="checkbox"/> Eligible Use D: Demolition
	<input type="checkbox"/> Eligible Use E: Redevelopment
CDBG Activity or Activities	<p>a. 24 CFR 570.201 (a) acquisition and (b) disposition</p> <p>b. 24 CFR 570.202 rehabilitation and preservation activities for homes and other residential properties</p>
National Objective	Funds will meet the national objective of benefiting very low income persons, as defined by NSP regulations (50% of area median income), by rental of rehabilitated homes to households earning not more than 50% of the area

<p>Activity Description</p>	<p>median income.</p>
	<p><u>Activity Description:</u> The County of Riverside NSP3 recipients will acquire and rehabilitate foreclosed, abandoned single family homes and rent them to households earning not more than fifty percent (50%) of the County area median income. The County will partner with various for-profit, and non-profit private organizations to carry out this activity. Public agencies are not eligible to apply for NSP3 funds.</p> <p><u>Blighted structures.</u> Blighted, abandoned or unoccupied residential properties, which may require rehabilitation to improve sustainability and attractiveness of housing and neighborhoods, will be eligible under this use. Abandoned, vacant or demolished will also be included in the definition of blight.</p> <p><u>Eligible Properties.</u> Blighted single-family homes that have been abandoned, foreclosed upon, bank-owned or real estate owned (REO), will be eligible under this use. A lender certification will be obtained for all properties occupied by a bona fide tenant (as defined by HUD) with one of the following certifications: that no bona fide tenant lived in the property at the time of foreclosure or that the bona fide tenant was given 90 days notice before being asked to vacate the property. Properties must not be listed on, or eligible for listing on, the National Register of Historic Places.</p> <p><u>Appraisals.</u> The current market appraised value is the value of a foreclosed upon home or residential property that is established through an appraisal made in conformity with the appraisal requirements of the Uniform Relocation Act at 49 CFR 24.103.</p> <p><u>Discount.</u> Properties must be purchased at a minimum average discount rate of 1% below the current market-appraised value.</p> <p><u>Displacement, relocation, and acquisition.</u> All activities involving displacement or relocation shall be subject to the relocation requirements of Title II and the acquisition requirements of Title III of the Uniform Relocation Act (URA) and Real Property Acquisition Policies Act of 1970, and the implementing regulations at 24 CFR Part 42. All reasonable steps must be taken to minimize the displacement of persons as a result of activity assisted with NSP Funds.</p> <p><u>Environmental Review.</u> The environmental effects of each activity carried out with NSP funds will be assessed in accordance with the provisions of the National Environmental Policy Act of 1969 (NEPA) and related authorities listed at 24 CFR Part 58. Projects will comply with Laws and Authorities of §58.5: Historic Preservation, Floodplain & Wetlands, Coastal Zone, Aquifers, Endangered Species, Rivers, Air, Farmlands, HUD Environmental Standards and Environmental Justice.</p> <p><u>Rehabilitation Standards.</u> All NSP3 activities involving construction and rehabilitation will adhere to rehabilitation standards described in section 3</p>

above.

Labor Standards. Every contract for the rehabilitation of housing that includes 8 or more units assisted with NSP funds must contain a provision requiring the payment of not less than the wages prevailing in the locality, as predetermined by the Secretary of Labor pursuant to the Davis-Bacon Act. The Davis-Bacon Act requires that all contractors and subcontractors performing on federal contracts (and contractors or subcontractors performing on federally assisted contracts under the related Acts) in excess of \$2,000 pay their laborers and mechanics not less than the prevailing wage rates and fringe benefits, as determined by the Secretary of Labor, for corresponding classes of laborers and mechanics employed on similar projects in the area.

Local Hiring Requirement: To the maximum extent feasible the County will impose a local hiring requirement on all NSP3 recipients. Every contract or agreement with any private entity receiving NSP3 funds (NSP3 recipient) from the County of Riverside, either as a partner in development or sub-grantee, shall include provision requiring a local hiring requirement and imposition of Section 3 thresholds. The local area vicinity will be defined as the NSP3 target area in which the developer is contracted for.

All NSP3 recipients shall be required to develop and submit to the County 30-days prior to construction, a Local Hiring Schedule that establishes the hiring process, workforce needs, and approximate timetable to be followed by the NSP3 recipient and subcontractors for construction hiring to achieve the overall requirements of the local hiring requirement. The Local Hiring Schedule shall include an *estimate* of: number of workers or work hours required per month, per day, per trade, and total for the project.

Prior to commencing work, a Letter of Assent must be signed by NSP3 recipients and their subcontractors working on NSP3 funded projects. The letter states that all parties doing construction work on NSP3 funded projects have read, understands, and accept the terms of the County of Riverside NSP3 local hiring requirement, and are aware that they are bound to fulfilling the requirements. Evidence will have to be provided to the County of all efforts made to adhere to this requirement.

Preference for development of affordable rental housing: The County of Riverside is committed to allocating 25% of the NSP3 allocation towards assisting households whose income do not exceed 50% of the area median income through rental housing. Currently the County of Riverside has allocated 41% of the total NSP3 allocation towards rental housing.

Rent:

- a. Affordable Rents. The County of Riverside will adopt affordable rents as defined by the HUD HOME program set forth in 24 CFR

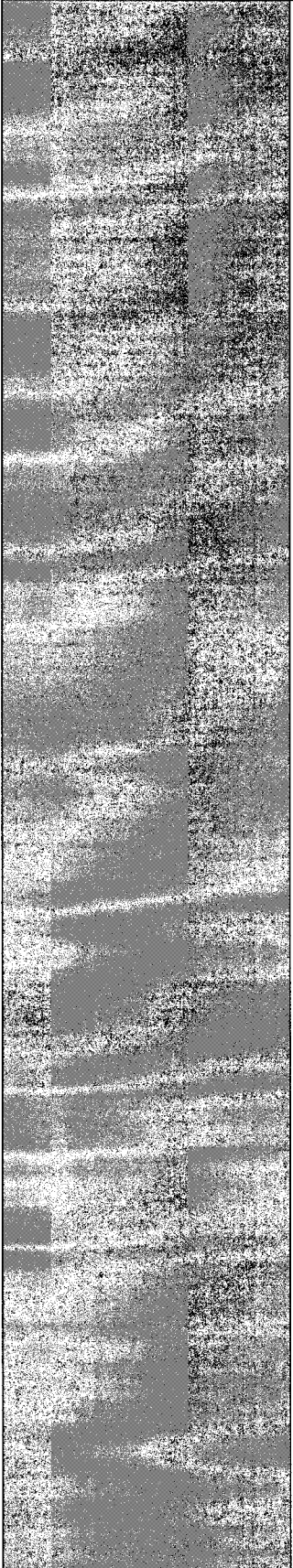
	<p>92.252(2)(2) as the minimal compliance with this standard. The maximum monthly allowances for utilities and services (excluding telephone) will not exceed utility allowance set by the Housing Authority of the County of Riverside.</p> <p>b. <u>Income Restrictions</u>. Program will be limited to households whose incomes do not exceed 50% area median income, adjusted by family size at the time of occupancy, for the County of Riverside. The County will prioritize rental housing under this activity for households earning less than fifty percent (50%) area median income.</p> <p>c. <u>Terms of Affordability</u>. The length of the affordability period shall be for minimum period of fifty-five (55) years.</p>	
Location Description	This activity will be limited to all of the designated NSP3 Target Areas.	
Budget	Source of Funding	Dollar Amount
	NSP3	\$0
	(Other funding source)	\$
	(Other funding source)	\$
Total Budget for Activity	\$0.00	
Performance Measures	No NSP3 funds have been allocated to this activity under this Substantial Amendment. However, if specific projects under this category are approved by the County, sufficient NSP3 funds will be reprogrammed from other NSP3 activities.	
Projected Start Date	Execution of the NSP Agreement by HUD	
Projected End Date	Three years from the date of execution of the NSP3 Agreement by HUD	
Responsible Organization	Name	Riverside County Economic Development Agency
	Location	3403 Tenth St., Suite 500, Riverside, CA 92501
	Administrator Contact Info	Heidi Marshall, Assistant Director 951-343-5409 hmarshall@rivcoeda.org

Activity Number 3	
Activity Name	Neighborhood Stabilization Homeownership Program (NSHP)
Use	Select all that apply:
	<input checked="" type="checkbox"/> Eligible Use A: Financing Mechanisms
	<input type="checkbox"/> Eligible Use B: Acquisition and Rehabilitation
	<input type="checkbox"/> Eligible Use C: Land Banking
	<input type="checkbox"/> Eligible Use D: Demolition
	<input type="checkbox"/> Eligible Use E: Redevelopment
CDBG Activity or Activities	a. 24 CFR 570.201 (n) direct homeownership assistance
National Objective	Funds will meet the national objective of benefiting low, moderate and middle-income persons, as defined by NSP regulations (120% of area median income), by providing direct homeownership assistance to households earning not more than 120% of the area median income. Where feasible and

	<p>appropriate, the County will assist very-low income households earning no more than 50% of the area median income, as defined by NSP regulations.</p>
<p>Activity Description</p>	<p>The County of Riverside will offer a financing mechanism to eligible first time home buyers in their effort to directly acquire foreclosed single family homes.</p> <p>The Neighborhood Stabilization Homeownership Program provides purchase price assistance to low and moderate-income households that have not had ownership interest in improved-upon residential real property within the most recent three year period. The program is available for households with an annual income that is no greater than 120% of the area median income as published by HUD. The Neighborhood Stabilization Homeownership Program provides up to 20% of the purchase price with a 15-year affordability period as a 0%, "silent second" loan plus an optional rehabilitation component to provide long term affordability and increased sustainability. The total amount of assistance for each home will not exceed \$75,000 (which includes both purchase price assistance and rehab).</p> <p><u>Blighted structures.</u> Blighted, abandoned or unoccupied residential properties, which may require rehabilitation to improve sustainability and attractiveness of housing and neighborhoods, will be eligible under this use. Abandoned, vacant or demolished will also be included in the definition of blight.</p> <p><u>Eligible Properties.</u> Blighted single-family homes that have been abandoned, foreclosed upon, bank-owned or real estate owned (REO), will be eligible under this use. A lender certification will be obtained for all properties occupied by a bona fide tenant (as defined by HUD) with one of the following certifications: that no bona fide tenant lived in the property at the time of foreclosure or that the bona fide tenant was given 90 days notice before being asked to vacate the property. Properties must not be listed on, or eligible for listing on, the National Register of Historic Places.</p> <p><u>Appraisals.</u> The current market appraised value is the value of a foreclosed upon home or residential property that is established through an appraisal made in conformity with the appraisal requirements of the Uniform Relocation Act at 49 CFR 24.103 and completed within 60 days prior to an offer made for the property by a grantee, sub-recipient, developer, or individual homebuyer.</p> <p><u>Discount.</u> Properties must be purchased at a minimum average discount rate of 1% below the current market-appraised value.</p> <p><u>Displacement, relocation, and acquisition.</u> The County will require that all homes which were not owner occupied at or prior to foreclosure be vacant for a minimum period of ninety (90) days prior the purchase offer in an effort to avoid displacement and relocation. Under this activity, the County will not directly acquire or demolish properties.</p>

	<p><u>Environmental Review.</u> The environmental effects of each activity carried out with NSP funds must be assessed in accordance with the provisions of the National Environmental Policy Act of 1969 (NEPA) and related authorities listed at 24 CFR Part 58. Projects may be required to comply with Laws and Authorities of §58.5: Historic Preservation, Floodplain & Wetlands, Coastal Zone, Aquifers, Endangered Species, Rivers, Air, Farmlands, HUD Environmental Standards and Environmental Justice.</p> <p><u>Rehabilitation Standards.</u> All NSP3 activities involving construction and rehabilitation will adhere to rehabilitation standards described in section 3 above.</p> <p><u>Labor Standards:</u> Federal Labor Standards and Davis Bacon wages will not be required by this activity.</p> <p><u>Income Restrictions.</u> Homebuyer must be low, moderate, and middle income (LMMI) households whose incomes are at or below 120% of the area median income, adjusted by family size at the time of occupancy, for the County of Riverside.</p> <p><u>Terms of Affordability.</u> Homes shall be affordable for a minimum of fifteen (15) years.</p> <p><u>Counseling.</u> Each homebuyer must receive and complete at least 8 hours of homebuyer counseling from a HUD-approved housing counseling agency before obtaining a mortgage loan. The homebuyer will obtain a mortgage loan from a lender who agrees to comply with the bank regulators' guidance for non-traditional mortgages.</p>	
Location Description	This activity will be limited to all of the designated NSP3 Target Areas.	
Budget	Source of Funding	Dollar Amount
	NSP3	\$0
	(Other funding source)	\$
(Other funding source)	\$	
Total Budget for Activity	\$0.00	
Performance Measures	No NSP3 funds have been allocated to this activity under this Substantial Amendment. However, if specific projects under this category are approved by the County, sufficient NSP3 funds will be reprogrammed from other NSP3 activities.	
Projected Start Date	Execution of the NSP Agreement by HUD.	
Projected End Date	Three years from the date of execution of the NSP3 Agreement by HUD	
Responsible Organization	Name	Riverside County Economic Development Agency
	Location	3403 Tenth St., Suite 500, Riverside, CA 92501
	Administrator Contact Info	Heidi Marshall, Assistant Director 951-343-5409 hmarshall@rivcoeda.org

Activity Number 4	
Activity Name	Acquisition and Rehabilitation Reconstruction and Redevelopment of Foreclosed, Blighted, Vacant Properties, or New Construction of Single Family, and Multi-Family Housing Rental Projects
Use	Select all that apply: <input checked="" type="checkbox"/> Eligible Use A: Financing Mechanisms <input checked="" type="checkbox"/> Eligible Use B: Acquisition and Rehabilitation <input type="checkbox"/> Eligible Use C: Land Banking <input checked="" type="checkbox"/> Eligible Use D: Demolition <input checked="" type="checkbox"/> Eligible Use E: Redevelopment
CDBG Activity or Activities	<ul style="list-style-type: none"> a. 24 CFR 570.206 (Also, the eligible activities listed as eligible uses to the extent that financing mechanisms are used to carry them out.) b. 24 CFR 570.201 (a) acquisition and (b) disposition and (c) demolition (d) soft and hard development costs c. 24 CFR 570.202 rehabilitation and preservation activities for homes and other residential properties
National Objective	<p>For homeownership, funds will meet the national objective of benefiting low, moderate, and middle-income persons, as defined by NSP regulations (120% of area median income), by the sale of reconstructed homes to households earning not more than 120% of the area median income. Where feasible and appropriate, the County will assist very-low income households earning no more than 50% of the area median income, as defined by NSP regulations.</p> <p>For rental developments, funds will meet the national objective of benefiting very-low income persons, as defined by NSP3 regulations (80%50% of area median income), by providing rental housing for households earning not more than 80%50% of the area median income. Where feasible and appropriate, the County will assist very-low income households earning no more than 50% of the area median income, as defined by NSP regulations.</p>
Activity Description	<p><u>Activity Description:</u> The County of Riverside will meet its requirement to set aside at least twenty-five percent (25%) of the NSP allocation to provide affordable housing to the population earning less than fifty percent (50%) area median income.</p> <p>The County will partner with various public, for –profit, and non-profit private development organizations to provide for the reconstruction, redevelopment or new construction of affordable single family and multi-family housing rental projects. The County will use and operate this allocation of NSP funds in a form compatible with the use of HOME funds to the extent that NSP and HOME regulations do not contradict.</p> <p>NSP funds will be eligible for use in any aspect of development including land acquisition, demolition, soft development costs, and hard construction costs.</p> <p><u>Disposition of NSP4 Assisted Properties:</u> The homes developed for homeownership under this eligible use will be sold to eligible first time home buyers who have not had ownership interest in improved-upon residential</p>



real property within the previous three (3) years, have a household income that does not exceed 120% median and have attended a HUD certified home buyer counseling session. The purchase price assistance provided to eligible first time home buyers is in the form of a silent second lien in an amount not to exceed thirty percent (30%) of the selling price and capped for a maximum amount of seventy five thousand dollars (\$75,000), with an equity share restriction and a recapture agreement for a time period not to exceed fifteen (15) years. Very low income first time homebuyers with a household income not exceeding 50% of the area median income may qualify for up to fifty percent (50%) of the selling price, not to exceed \$75,000. The purchase price assistance provided to eligible first time home buyers will be funded from the net proceeds of the sale.

The County will collect a fee of seventy-five dollars (\$75) for furnishing a beneficiary statement or payoff demand statement as provided by section 2943 of the Civil Code of California. For subordination of debt secured by a deed of trust or agreement containing covenants where EDA is the beneficiary, the County will collect a fee of three hundred dollars (\$300) for processing.

Blighted structures. Blighted, abandoned or unoccupied residential properties, which may require reconstruction ~~rehabilitation~~ to improve sustainability and attractiveness of housing and neighborhoods, will be eligible under this use. Abandoned, vacant or demolished will also be included in the definition of blight.

Eligible Properties. Blighted multi-family residential that have been foreclosed upon, bank-owned or real estate owned (REO). A lender certification will be obtained for all properties occupied by a bona fide tenant (as defined by HUD) with one of the following certifications: that no bona fide tenant lived in the property at the time of foreclosure or that the bona fide tenant was given 90 days notice before being asked to vacate the property. Abandoned, blighted, vacant or demolished properties will also be eligible to the extent that such properties are developed as affordable housing projects. ~~, multi-family, rental projects.~~

Appraisals. The current market appraised value is the value of a foreclosed upon home or residential property that is established through an appraisal made in conformity with the appraisal requirements of the Uniform Relocation Act at 49 CFR 24.103 and completed within 60 days prior to an offer made for the property by a grantee, sub-recipient, developer, or individual homebuyer.

Discount. Properties must be purchased at a minimum average discount rate of 1% below the current market-appraised value. The NSP purchase price discount requirement does not apply to vacant undeveloped land.

Displacement, relocation, and acquisition. All activities involving displacement

or relocation shall be subject to the relocation requirements of Title II and the acquisition requirements of Title III of the Uniform Relocation Act (URA) and Real Property Acquisition Policies Act of 1970, and the implementing regulations at 24 CFR Part 42. All reasonable steps must be taken to minimize the displacement of persons as a result of activity assisted with NSP Funds.

Environmental Review. The environmental effects of each activity carried out with NSP funds must be assessed in accordance with the provisions of the National Environmental Policy Act of 1969 (NEPA) and related authorities listed at 24 CFR Part 58. Projects may be required to comply with Laws and Authorities of §58.5: Historic Preservation, Floodplain & Wetlands, Coastal Zone, Aquifers, Endangered Species, Rivers, Air, Farmlands, HUD Environmental Standards and Environmental Justice.

Rehabilitation Standards. All NSP3 activities involving construction and reconstruction ~~rehabilitation~~ will adhere to rehabilitation standards described in section 3 above.

Labor Standards. Every contract for the reconstruction ~~rehabilitation~~ of housing that includes 8 or more units assisted with NSP funds must contain a provision requiring the payment of not less than the wages prevailing in the locality, as predetermined by the Secretary of Labor pursuant to the Davis-Bacon Act. The Davis-Bacon Act requires that all contractors and subcontractors performing on federal contracts (and contractors or subcontractors performing on federally assisted contracts under the related Acts) in excess of \$2,000 pay their laborers and mechanics not less than the prevailing wage rates and fringe benefits, as determined by the Secretary of Labor, for corresponding classes of laborers and mechanics employed on similar projects in the area.

Local Hiring Requirement: To the maximum extent feasible the County will impose a local hiring requirement on all NSP3 recipients. Every contract or agreement with any private entity receiving NSP3 funds (NSP3 recipient) from the County of Riverside, either as a partner in development or sub-grantee, shall include provision requiring a local hiring requirement and imposition of Section 3 thresholds. The local area vicinity will be defined as the NSP3 target area in which the developer is contracted for.

All NSP3 recipients shall be required to develop and submit to the County 30-days prior to construction, a Local Hiring Schedule that establishes the hiring process, workforce needs, and approximate timetable to be followed by the NSP3 recipient and subcontractors for construction hiring to achieve the overall requirements of the local hiring requirement. The Local Hiring Schedule shall include an *estimate* of: number of workers or work hours required per month, per day, per trade, and total for the project.

Prior to commencing work, a Letter of Assent must be signed by NSP3 recipients and their subcontractors working on NSP3 funded projects. The letter states that all parties doing construction work on NSP3 funded projects

have read, understands, and accept the terms of the County of Riverside NSP3 local hiring requirement, and are aware that they are bound to fulfilling the requirements. Evidence will have to be provided to the County of all efforts made to adhere to this requirement.

Recapture Provisions. Short sale, notice of default, deed in lieu of foreclosure and requests to release Covenant scenarios are considered on a case by case basis with a goal of obtaining the best recovery of funds feasible. Factors taken into consideration are market value of the home as compared with total dollar amount of lien against the property, closing costs and the actual value of any documented capital improvements. The County shall act with due diligence in obtaining an estimate of these figures. If it is then determined that exercising the right of first refusal is not economically feasible, the County shall take necessary action to recover funds to the greatest extent possible. Should net proceeds be equal to zero or less than zero, approval shall be issued to proceed with a short sale or deed in lieu of foreclosure.

Resale of homes for homeownership:

- a. **Sales Price.** The final sales price will be no greater than the initial acquisition and reconstruction costs. NSP regulations direct that, if an abandoned or foreclosed-upon home or residential property is purchased, redeveloped, or otherwise sold to an individual as a primary residence, then such sale shall be in an amount equal to or less than the cost to acquire and redevelop or reconstructed such home or property up to a decent, safe, and habitable condition. (Sales and closing costs are eligible NSP redevelopment or reconstruction costs.) Note that the maximum sales price for a property is determined by aggregating all costs of acquisition, reconstruction, and redevelopment (including related activity delivery costs, which generally may include, among other items, costs related to the sale of the property).
- b. **Income Restrictions.** Low, moderate, and middle income (LMMI) households whose incomes are at or below 120% of the area median income, adjusted by family size at the time of occupancy, for the County of Riverside. Where feasible and appropriate, the County will assist very-low income households earning no more than 50% of the area median income, as defined by NSP regulations.
- c. **Terms of Affordability.** Homes shall be affordable for a minimum of fifteen (15) years. In addition, to insure the County's investment, the County will require an equity share restriction and a recapture agreement for a time period not to exceed fifteen (15) years.

Counseling. Each homebuyer must receive and complete at least 8 hours of homebuyer counseling from a HUD-approved housing counseling agency before obtaining a mortgage loan.

Preference for development of affordable rental housing: Where feasible and appropriate, the County of Riverside is committed to assisting households

	<p>whose income do not exceed 50% of the area median income through rental housing.</p> <p><u>Affordable Rents for Rental Developments.</u> The County of Riverside will adopt affordable rents as defined by the HUD HOME program set forth in 24 CFR 92.252(2)(2) as the minimal compliance with this standard. The maximum monthly allowances for utilities and services (excluding telephone) will not exceed utility allowance set by the Housing Authority of the County of Riverside.</p> <p><u>Income Restrictions for Rental Developments.</u> Low income households whose incomes are at or below 80% of the area median income, adjusted by family size at the time of occupancy, for the County of Riverside. Where feasible and appropriate, the County will assist very-low income households earning no more than 50% of the area median income, as defined by NSP regulations.</p> <p><u>Income Restrictions.</u> Eligibility for the assisted units will be restricted to very low income persons whose incomes are at or below 50% of the area median income, adjusted by family size at the time of occupancy, for the County of Riverside.</p> <p><u>Terms of Affordability for Rental Developments.</u> The length of the affordability period shall be for minimum period of fifty-five (55) years.</p> <p><u>Terms of Affordability.</u> The length of the affordability period shall be for minimum period of fifty five (55) years.</p>	
Location Description	This activity will be limited to all of the designated NSP3 Target Areas.	
Budget	Source of Funding	Dollar Amount
	NSP3	\$5,845,160
	(Other funding source)	\$
(Other funding source)	\$	
Total Budget for Activity	\$5,845,160	
Performance Measures	The County was unable to identify an eligible project under this activity and funding has been reallocated to a different NSP3 activity. However, if specific projects under this category are approved by the County, sufficient NSP3 funds will be reprogrammed from other NSP3 activities.	
Projected Start Date	Execution of the NSP3 Agreement by HUD.	
Projected End Date	Three years from the date of execution of the NSP3 Agreement by HUD	
Responsible Organization	Name	Riverside County Economic Development Agency
	Location	3403 Tenth St., Suite 500, Riverside, CA 92501
	Administrator Contact Info	Heidi Marshall, Assistant Director 951-343-5409 hmarshall@rivcoeda.org

Activity Number 5		
Activity Name	Demolition of Blighted Structures	
Use	Select all that apply: <input type="checkbox"/> Eligible Use A: Financing Mechanisms <input type="checkbox"/> Eligible Use B: Acquisition and Rehabilitation <input type="checkbox"/> Eligible Use C: Land Banking <input checked="" type="checkbox"/> Eligible Use D: Demolition <input checked="" type="checkbox"/> Eligible Use E: Redevelopment	
CDBG Activity or Activities	a. 24 CFR 570.201 (d)	
National Objective	Funds will meet the national objective of benefiting low, moderate, and middle-income persons, as defined by NSP regulations (120% of area median income), by rental of rehabilitated homes to households earning not more than 120% of the area median income or homeownership.	
Activity Description	The demolition activity is directed toward vacant, dilapidated structures that, especially in concentrated areas and in combination with abandoned and foreclosed properties, cause significant neighborhood destabilization. It is possible that clearance activities will be a prelude to direct benefit to those below 50% of AMI by building new residential structures on newly cleared property.	
Location Description	This activity will be limited to all of the designated NSP3 Target Areas.	
Budget	Source of Funding	Dollar Amount
	NSP3	\$0
	(Other funding source)	\$
	(Other funding source)	\$
Total Budget for Activity		\$0.00
Performance Measures	No NSP3 funds have been allocated to this activity under this Substantial Amendment. However, if specific projects under this category are approved by the County, sufficient NSP3 funds will be reprogrammed from other NSP3 activities.	
Projected Start Date	Execution of the NSP Agreement by HUD	
Projected End Date	Three years from the date of execution of the NSP3 Agreement by HUD	
Responsible Organization	Name	Riverside County Economic Development Agency
	Location	3403 Tenth St., Suite 500, Riverside, CA 92501
	Administrator Contact Info	Heidi Marshall, Assistant Director 951-343-5409 hmarshall@rivcoeda.org

Activity Number 6	
Activity Name	Administration
Use	Select all that apply: <input type="checkbox"/> Eligible Use A: Financing Mechanisms <input type="checkbox"/> Eligible Use B: Acquisition and Rehabilitation <input type="checkbox"/> Eligible Use C: Land Banking

	<input type="checkbox"/> Eligible Use D: Demolition	
	<input type="checkbox"/> Eligible Use E: Redevelopment	
CDBG Activity or Activities	a. 24 CFR 570.205 b. 24 CFR 570.206	
National Objective	Not applicable to NSP Administrative activities	
Activity Description	This activity is grant administration which includes, but is not limited to, the following activities: general management, oversight, coordination, public information, reporting, evaluation, and indirect costs.	
Location Description	Not applicable to NSP Administrative activities	
Budget	Source of Funding	Dollar Amount
	NSP3	\$1,427,240
	(Other funding source)	\$
	(Other funding source)	\$
Total Budget for Activity	\$1,427,240	
Performance Measures	Not applicable to NSP Administrative activities	
Projected Start Date	Execution of the NSP Agreement by HUD	
Projected End Date	Three years from the date of execution of the NSP3 Agreement by HUD	
Responsible Organization	Name	Riverside County Economic Development Agency
	Location	3403 Tenth St., Suite 500, Riverside, CA 92501
	Administrator Contact Info	Heidi Marshall, Assistant Director 951-343-5409 hmarshall@rivcoeda.org

8. Certifications

Certifications for State and Entitlement Communities

(1) **Affirmatively furthering fair housing.** The jurisdiction certifies that it will affirmatively further fair housing, which means that it will conduct an analysis to identify impediments to fair housing choice within the jurisdiction, take appropriate actions to overcome the effects of any impediments identified through that analysis, and maintain records reflecting the analysis and actions in this regard.

(2) **Anti-displacement and relocation plan.** The applicant certifies that it has in effect and is following a residential anti-displacement and relocation assistance plan.

(3) **Anti-lobbying.** The jurisdiction must submit a certification with regard to compliance with restrictions on lobbying required by 24 CFR part 87, together with disclosure forms, if required by that part.

(4) **Authority of jurisdiction.** The jurisdiction certifies that the consolidated plan, is authorized under state and local law and that the jurisdiction possesses the legal authority to carry out the programs for which it is seeking funding, in accordance with applicable HUD regulations and other program requirements.

(5) **Consistency with plan.** The jurisdiction certifies that the housing activities to be undertaken with NSP funds are consistent with its consolidated plan.

(6) **Acquisition and relocation.** The jurisdiction certifies that it will comply with the acquisition and relocation requirements of the Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970, as amended (42 U.S.C. 4601), and implementing regulations at 49 CFR part 24, except as those provisions are modified by the notice for the NSP program published by HUD.

(7) **Section 3.** The jurisdiction certifies that it will comply with section 3 of the Housing and Urban Development Act of 1968 (12 U.S.C. 1701u), and implementing regulations at 24 CFR part 135.

(8) **Citizen participation.** The jurisdiction certifies that it is in full compliance and following a detailed citizen participation plan that satisfies the requirements of Sections 24 CFR 91.105 or 91.115, as modified by NSP requirements.

(9) **Following a plan.** The jurisdiction certifies it is following a current consolidated plan that has been approved by HUD.

(10) **Use of funds.** The jurisdiction certifies that it will comply with the Dodd-Frank Wall Street Reform and Consumer Protection Act and Title XII of Division A of the American Recovery and Reinvestment Act of 2009 by spending 50 percent of its grant funds within 2 years, and spending 100 percent within 3 years, of receipt of the grant.

(11) **The jurisdiction certifies:**

- a. that all of the NSP funds made available to it will be used with respect to individuals and families whose incomes do not exceed 120 percent of area median income; and
- b. The jurisdiction will not attempt to recover any capital costs of public improvements assisted with CDBG funds, including Section 108 loan guaranteed funds, by assessing any amount against properties owned and occupied by persons of low- and moderate-income, including any fee charged or assessment made as a condition of obtaining access to such public improvements. However, if NSP funds are used to pay the proportion of a fee or assessment attributable to the capital costs of public improvements (assisted in part with NSP funds) financed from other revenue sources, an assessment or charge may be made against the property with respect to the public improvements financed by a source other than CDBG funds. In addition, with respect to properties owned and occupied by moderate-income (but not low-income) families, an assessment or charge may be made against the property with respect to the public improvements financed by a source other than NSP funds if the jurisdiction certifies that it lacks NSP or CDBG funds to cover the assessment.

(12) **Excessive force.** The jurisdiction certifies that it has adopted and is enforcing:

- a. A policy prohibiting the use of excessive force by law enforcement agencies within its jurisdiction against any individuals engaged in nonviolent civil rights demonstrations; and
- b. A policy of enforcing applicable state and local laws against physically barring entrance to, or exit from, a facility or location that is the subject of such nonviolent civil rights demonstrations within its jurisdiction.

(13) Compliance with anti-discrimination laws. The jurisdiction certifies that the NSP grant will be conducted and administered in conformity with Title VI of the Civil Rights Act of 1964 (42 U.S.C. 2000d), the Fair Housing Act (42 U.S.C. 3601-3619), and implementing regulations.

(14) Compliance with lead-based paint procedures. The jurisdiction certifies that its activities concerning lead-based paint will comply with the requirements of part 35, subparts A, B, J, K, and R of this title.

(15) Compliance with laws. The jurisdiction certifies that it will comply with applicable laws.

(16) Vicinity hiring. The jurisdiction certifies that it will, to the maximum extent feasible, provide for hiring of employees that reside in the vicinity of NSP3 funded projects or contract with small businesses that are owned and operated by persons residing in the vicinity of NSP3 projects.

(17) Development of affordable rental housing. The jurisdiction certifies that it will abide by the procedures described in its NSP3 Abbreviated Plan to create preferences for the development of affordable rental housing for properties assisted with NSP3 funds.

Signature/Authorized Official
Bob Buster, Chairman

Date

Chairman, Board of Supervisors
Title

Appendix A

NSP3 Action Plan Contents Checklist

The checklist below is an optional tool for NSP3 grantees to help to ensure that all required elements of the NSP3 Substantial Amendment or the Abbreviated Plan are submitted to HUD. This checklist only includes the minimum required elements that must be included in the NSP3 Action Plan and grantees may want to add additional details. This document must be protected, as described above, in order to use the checkboxes in this checklist.

1. NSP3 Grantee Information

	Yes
Did you include the Program Administrator's name, address, phone, and email address?	<input checked="" type="checkbox"/>

Verification found on page 1

2. Areas of Greatest Need

	Yes
Does the narrative description describe how funds will give priority emphasis to areas of greatest need?	<input checked="" type="checkbox"/>
Does the narrative description specifically address how the funds will give priority emphasis to those areas:	
• With the highest percentage of home foreclosures?	<input checked="" type="checkbox"/>
• With the highest percentage of homes financed by subprime mortgage related loan?; and	<input checked="" type="checkbox"/>
• Identified by the grantee as likely to face a significant rise in the rate of home foreclosures?	<input checked="" type="checkbox"/>
Did you create the area of greatest needs map at http://www.huduser.org/NSP/NSP3.html ?	<input checked="" type="checkbox"/>
Did you include the map as an attachment to your Action Plan?	<input checked="" type="checkbox"/>
ONLY Applicable for States: Did you include the needs of all entitlement communities in the State?	<input type="checkbox"/>

Verification found on pages 1-3, and Appendix C

3. Definitions and Descriptions

	Yes
Are the following definitions and topics included in your substantial amendment?:	
<ul style="list-style-type: none"> • Blighted structure in context of state or local law, 	<input checked="" type="checkbox"/>
<ul style="list-style-type: none"> • Affordable rents, 	<input checked="" type="checkbox"/>
<ul style="list-style-type: none"> • Ensuring long term affordability for all NSP funded housing projects, 	<input checked="" type="checkbox"/>
<ul style="list-style-type: none"> • Applicable housing rehabilitation standards for NSP funded projects 	<input checked="" type="checkbox"/>

Verification found on pages 3-6

4. Low-Income Targeting

	Yes
Did you identify the estimated amount of funds appropriated to provide housing that meets the low-income set aside target?	<input checked="" type="checkbox"/>
Did you provide a summary describing how your jurisdiction will meet its low-income set aside goals?	<input checked="" type="checkbox"/>

Verification found on pages 6-7

5. Acquisition & Relocation

	Yes
For all acquisitions that will result in displacement did you specify:	
<ul style="list-style-type: none"> • The planned activity, 	<input checked="" type="checkbox"/>
<ul style="list-style-type: none"> • The number of units that will result in displacement, 	<input checked="" type="checkbox"/>
<ul style="list-style-type: none"> • The manner in which the grantee will comply with URA for those residents? 	<input checked="" type="checkbox"/>

Verification found on page 7

6. Public Comment

	Yes
Did you provide your draft of the NSP3 substantial amendment for a minimum of 15 days for public comment?	<input checked="" type="checkbox"/>
Did you include the public comments you received on the NSP3 substantial amendment in your plan?	<input checked="" type="checkbox"/>

Verification found on pages 7-8

7. NSP Information by Activity

	Check all that apply
Did you include a description of all eligible NSP3 activities you plan to implement with your NSP3 award?	<input checked="" type="checkbox"/>
For each eligible NSP3 activity you plan to implement did you include:	
• Eligible use or uses?	<input checked="" type="checkbox"/>
• Correlated eligible CDBG activity or activities?	<input checked="" type="checkbox"/>
• Associated national objective?	<input checked="" type="checkbox"/>
• How the activity will address local market conditions?	<input checked="" type="checkbox"/>
• Range of interest rates (if any)?	<input checked="" type="checkbox"/>
• Duration or term of assistance?	<input checked="" type="checkbox"/>
• Tenure of beneficiaries (e.g. rental or homeowner)?	<input checked="" type="checkbox"/>
• If the activity produces housing, how the design of the activity will ensure continued affordability?	<input checked="" type="checkbox"/>
• How you will, to the maximum extent possible, provide for vicinity hiring?	<input checked="" type="checkbox"/>
• Procedures used to create affordable rental housing preferences?	<input checked="" type="checkbox"/>
• Areas of greatest need addressed by the activity or activities?	<input checked="" type="checkbox"/>
• Amount of funds budgeted for the activity?	<input checked="" type="checkbox"/>
• Appropriate performance measures for the activity (e.g. units of housing to be acquired, rehabilitated, or demolished for the income levels represented in DRGR) ?	<input checked="" type="checkbox"/>
• Expected start and end dates of the activity?	<input checked="" type="checkbox"/>
• Name and location of the entity that will carry out the activity?	<input checked="" type="checkbox"/>

Verification found on pages 8-21

8. Certifications

	Yes
Did you sign and submit the certification form applicable to your jurisdiction?	<input checked="" type="checkbox"/>

Verification found on page 22

9. Additional Documentation

		Yes
Did you include a signed SF-424? Verification found on Appendix A		<input checked="" type="checkbox"/>

Appendix B

NSP3 Target Areas

On July 26, 2011, the County Board of Supervisors approved to amend the NSP3 target area maps and replace them with the attached maps described in Appendix B which are attached hereto.

Lake Elsinore NSP 3 Revised	1 st	19	0
Lake Elsinore West NSP3 Revised	1 st	19.51	67
Rubidoux NSP3 Revised	2 nd	19.92	40
Menifee NSP3 Revised	3 rd	18.27	112
Temecula NSP3 Revised	3 rd	17	17
Beaumont NSP3 Revised	5 th	20	18
Banning NSP3 Revised	5 th	20	17
Rubidoux NSP3 Revised	2 nd	18.55	8
Hemet NSP3 Revised	3 rd	19.06	1.40
DHS NSP3 Revised	4 th	20	57.2
Perris NSP3 Revised	5 th	19	.80
Total HUD Scores		19.12	338.40

Appendix C

Summary of Public Comments Received

The County received one comment during the public comment period.

Comment 1: A comment was received via email (included in this section) from Mr. Gerald Weathers, a resident of Sky Valley. Mr. Weather's comment focused upon the County's proposed target area and possible inclusion of his community as an NSP3 target area.