

REPORT

DATE ISSUED: May 27, 2008 REPORT NO: HCR 08-59

ATTENTION: Chair and Members of the Housing Commission
For the Agenda of June 6, 2008

SUBJECT: Housing Enhancement Loan Program in the North Park and San Ysidro
Redevelopment Project Areas

REQUESTED ACTION:

Approve the Agreements and Guidelines between the City Redevelopment Agency and the San Diego Housing Commission for the administration of Housing Enhancement Loan Programs in the North Park and San Ysidro Redevelopment Project Areas.

STAFF RECOMMENDATION:

Authorize the Interim President and Chief Executive Officer of the Housing Commission to execute the Agreements and Guidelines with the City Redevelopment Agency to administer the Housing Enhancement Loan Programs for the North Park and San Ysidro Redevelopment Project Areas.

BACKGROUND:

The San Diego Housing Commission has administered Housing Rehabilitation Programs on behalf of the City Redevelopment Agency and Southeastern Economic Development Corporation [SEDC] for several years, beginning with the Redevelopment Project Areas of Mount Hope (1991), Southcrest (1997), City Heights (2003), Crossroads (2004), and Linda Vista (2005).

Redevelopment Agency staff has asked the Housing Commission to administer similar rehabilitation programs in two new Redevelopment Project Areas. The attached counsel-approved Agreement and Guidelines for the proposed North Park Redevelopment Project Area (Attachment) will also serve as the model for the San Ysidro Redevelopment Project Area.

The Housing Enhancement Loan Program [H.E.L.P.] for each of these areas will be funded from accrued Tax Increment Housing Set-Aside funds from the respective Redevelopment Project Areas. The proposed North Park H.E.L.P. program will be initially funded with \$470,000 of Housing Set-Aside funds to provide three percent (3%) deferred payment loans up to \$25,000 and/or \$5,000 for water conserving landscape and/or energy conserving improvements to owner-occupants of one and two-unit residential properties in the Greater North Park Community whose gross household income is no greater than one hundred percent (100%) of the area median income (AMI - currently \$72,100 for a four-person household). The proposed San Ysidro H.E.L.P. program will be initially funded with \$500,000 of Housing Set-Aside funds to provide loans with the same terms and income parameters to owner-occupants residing in the San Ysidro Redevelopment Project Area. These three percent deferred payment loans will be forgivable over a ten year period, with twenty percent (20%) of the loan principal and accrued interest forgiven per year commencing with the sixth year after loan recordation through the tenth year. The loan forgiveness is conditioned upon continued owner occupancy, no further encumbrance of the property and maintenance of the improvements.

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An administrative fee of 15% of each funded loan would be provided to the Housing Commission for program administration and would come from the annually budgeted amount from each Redevelopment Project Area.

FISCAL CONSIDERATIONS:

The proposed \$470,000 of North Park Redevelopment Area Tax Increment Housing Set-Aside funds will fund loans and administrative costs to assist fourteen to sixteen very low- to moderate-income North Park owner-occupants. The proposed \$500,000 of San Ysidro Redevelopment Area Housing Set-Aside funds will assist fourteen to seventeen San Ysidro very low- to moderate-income owner-occupants. The funds for both redevelopment area programs have been included in the proposed Fiscal Year 2009 Housing Commission budget for owner-occupied Housing Rehabilitation.

ENVIRONMENTAL REVIEW:

A contract for the administration of a housing rehabilitation program funded by the Redevelopment Agency is "not a project" for the purposes of the California Environmental Qualities Act (CEQA) and is not subject to review under the National Environmental Protection Act (NEPA) as no federal funds are involved.

KEY STAKEHOLDERS & PROJECTED IMPACTS:

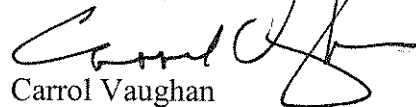
The potential beneficiaries of these loans are sixteen owner-occupants of residences located within the Greater North Park Community and seventeen owner-occupants of residences located in the San Ysidro Redevelopment Project Area whose household incomes are no greater than 100% AMI. The subject redevelopment areas are located in Council Districts 3 and 8 within the City of San Diego.

Respectfully submitted,



Cissy Fisher
Housing Finance Director

Approved by,



Carrol Vaughan
Interim President & Chief Executive Officer

Attachment: Agreement and Guidelines for the North Park Redevelopment Housing Enhancement Loan Program

ATTACHMENT

**AGREEMENT
BY AND BETWEEN
THE REDEVELOPMENT AGENCY OF THE CITY OF SAN DIEGO
AND
THE CITY OF SAN DIEGO HOUSING COMMISSION
IN CONNECTION WITH THE NORTH PARK REDEVELOPMENT HOUSING
ENHANCEMENT LOAN PROGRAM**

THIS AGREEMENT [Agreement] is made and entered into on this _____ day of _____, 2008, by and between the Redevelopment Agency of the City of San Diego, a public body, corporate and politic [Agency], and the San Diego Housing Commission, a public agency [Commission], collectively referred to herein as the Parties, with reference to the following:

RECITALS

WHEREAS, the North Park Redevelopment Project Area [Project Area] is a redevelopment project area adopted by the Agency pursuant to the California Community Redevelopment Law (California Health and Safety Code Section 33000 et seq.); and

WHEREAS, the Agency is engaged in activities necessary to carry out and implement the Redevelopment Plan for the Project Area; and

WHEREAS, pursuant to Health and Safety Code Section 33334.2, the Agency must set aside not less than twenty percent (20%) of tax increment funds generated in a project area to be used for the purposes of increasing, improving, and preserving the community's supply of low- and moderate- income housing available at affordable housing cost to persons and families of low- or moderate- income, lower income households, very low income households, and extremely low income households, that is occupied by these persons and families; and

WHEREAS, in accordance with Health and Safety Code Section 33334.2, the provision of homeownership and housing rehabilitation and enhancement opportunities for low- and moderate-income households are eligible uses of the 20% housing set-aside funds described above; and

WHEREAS, the Agency believes that housing rehabilitation and enhancement is an important factor in promoting neighborhood and community stability, encouraging private investment, and improving the local housing stock; and

WHEREAS, the Agency established the North Park Redevelopment Housing Enhancement Loan Program [Program] as part of an overall redevelopment program to increase, improve, and preserve the supply of low- and moderate- income housing occupied by persons and families of extremely low-, very low-, low- and moderate- income within the Project Area and the surrounding neighborhoods [collectively referred to as the Greater North Park Community], as defined in the map attached hereto as Exhibit "A" and incorporated herein by this reference; and

WHEREAS, the Program is designed to provide a one-time only loan, forgivable over a ten (10) year period, to owner-occupants, of one- and two- unit properties located in the Greater North Park Community, whose gross household income is no greater than one hundred percent (100%) of the area median family income [AMI] for San Diego County as annually estimated by the U.S. Department of Housing and Urban Development and published by the California Department of Housing and Community Development; and

WHEREAS, subject to the availability of Program funds, the Agency would loan an amount up to \$25,000 to be used toward rehabilitating and enhancing the interior and exterior conditions of the owner-occupants' dwellings and/or up to \$5,000 to be used toward providing water conserving landscape improvements and/or energy conserving improvements to their properties; and

WHEREAS, the Project Area will benefit from the Program in that the housing rehabilitation and enhancement opportunities provided by the Program will promote neighborhood and community stability, encourage private investment, and improve the local housing stock; and

WHEREAS, the Agency has duly authorized the initial expenditure of funds from the Agency's Low and Moderate Income Housing Set Aside Funds Line of Credit for North Park in an amount not to exceed Four Hundred Seventy Thousand Dollars (\$470,000.00) [Agency Funds] to fund the loans provided pursuant to the Program and to pay for the administrative costs associated with the administration and management of the Program [Program Purposes]; and

WHEREAS, the Agency may, in its sole discretion, approve additional financial allocations to the program to be used for Program Purposes; and

WHEREAS, the Commission is a public entity established by the City Council of the City of San Diego [City] to provide quality, affordable housing opportunities for the City's elderly, disabled, and moderate- and low- income populations; and

WHEREAS, the Agency requires the services of an organization to provide for the administration and management of the Program and the Agency finds that the Commission has the expertise, experience and personnel necessary to provide the services required for the administration and management of the Program; and

WHEREAS, in light of the above, the Agency and the Commission desire to enter into this Agreement whereby the Agency agrees to retain the Commission, and the Commission agrees to provide the services required for the administration and management of the Program, including management and expenditure of the Agency Funds allocated toward the Program.

NOW THEREFORE, in consideration of the recitals above and the terms and conditions set forth herein, and for other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, the Parties set forth their mutual covenants and understandings as follows:

ARTICLE 1: PURPOSES AND SCOPE OF AGREEMENT AND PROGRAM

1.1 Purpose of Agreement: The Parties acknowledge and agree that the purpose of this Agreement is for the Agency to retain the services of the Commission to administer and manage the Program on behalf of the Agency for the benefit of eligible owner-occupants located within the Greater North Park Community and to take all actions necessary to implement the Guidelines for the Program approved by the Agency [Program Guidelines] attached hereto as Exhibit "B" and incorporated herein by this reference, including, without limitation, the management and expenditure of Agency Funds allocated toward the Program and entering into and executing a Memorandum of Lien Affecting Real Property with each participant which establishes the terms, conditions, and requirements for participation in the Program in accordance with the Program Guidelines.

1.2 Compliance with California Community Redevelopment Law: The Parties acknowledge and agree that the Commission's administration and management of the Program including, without limitation, ensuring compliance with the affordability requirements, shall be performed in accordance with all applicable law including, without limitation, the Community Redevelopment Law.

1.3 Independent Administration/Management: The Parties acknowledge and agree that the Commission's administration and management of the Program shall be performed independently and separately from, but may be done in conjunction and coordination with, the Commission's other housing programs. Any and all costs incurred by the Commission and paid for by Agency Funds pursuant to this Agreement shall be directly related and solely attributable to the administration and management of the Program and not the Commission's other housing programs. Similarly, the loan and use of any Agency Funds shall be done pursuant to the Program and not the Commission's other housing programs.

1.4 Purpose of Program: The Parties acknowledge and agree that the purpose of the Program is to provide financial assistance to extremely low, very-low, low and moderate-income owner-occupants [Participants] of one- and two- unit residential properties located within the Greater North Park Community to be used for the purposes of rehabilitating and enhancing the interior and exterior conditions of their dwellings and/or providing water conserving landscape improvements and/or energy conserving improvements to their properties [Project(s)]. To be eligible to participate in the Program, a Participant's gross household income may not exceed one hundred percent (100%) of the AMI for San Diego County.

1.5 Agency Funds: The Parties acknowledge and agree that the Agency has allocated Agency Funds in the total amount not to exceed Four Hundred Seventy Thousand Dollars (\$470,000.00) to fund the loans provided pursuant to the Program and to pay for the administrative costs associated with the Commission's administration and management of the Program. The Commission shall manage and expend the Agency Funds only for Program Purposes and in the designated amounts as authorized by this Agreement. The Commission shall not commit any additional funds of the Agency in the implementation of the Program in excess of the Agency Funds approved and allocated by the Agency. The Agency may, however, in its sole discretion, approve additional financial allocations to the Program to be used for Program Purposes.

ARTICLE 2: EFFECTIVE DATE AND TERM OF AGREEMENT

2.1 This Agreement shall become effective, and the performance of responsibilities hereunder shall commence, upon the date on which this Agreement is executed by all Parties and approved by the Parties' respective legal counsel [Effective Date], and shall continue in full force and effect until the Agreement is otherwise terminated by either one or both Parties in accordance with the provisions of this Agreement.

2.2 If the Agency does not appropriate funds to the Program in any given fiscal year and neither party has terminated this Agreement, this Agreement shall continue in effect with respect to the Agency Funds then in the program or subsequently appropriated for the Program.

ARTICLE 3: AGENCY RESPONSIBILITIES

3.1 **Approvals:** The Agency agrees to prepare the necessary documentation, with reasonable assistance from the Commission, for any action taken, or to be taken, by the Agency or the City that is required to implement the Program. The Agency agrees to use its best efforts to seek any necessary approvals from the Agency or the City that are required to implement the Program.

3.2 **Program Review:** The Agency shall have the right but not the obligation, in the Agency's sole discretion and during normal business hours, to review the Commission's records with respect to the Commission's performance of this Agreement including, but not limited to, those records kept or maintained in the administration, management and implementation of the Program. The Agency shall have the right to monitor and evaluate the Commission's administration, management or implementation of the Program. The Commission staff members shall reasonably cooperate with the Agency in connection with such monitoring and evaluation activities.

3.3 **Agency Staff Assistance:** The Agency staff members shall provide assistance, where feasible, to the Commission in the development of procedures for the Program and any related marketing strategies for purposes of implementing this Agreement.

3.4 **Meetings:** The Agency staff shall be responsible, upon the Commission's request, for convening, planning, evaluating, and coordinating meetings on an as-needed basis when the Agency's input is required for the administration and implementation of the Program.

ARTICLE 4: COMMISSION RESPONSIBILITIES

4.1 Program Administration and Management:

4.1.1 The Commission shall administer and manage the Program and the Agency Funds in accordance with the terms of this Agreement and the Program Guidelines.

4.1.2 The Commission shall thoroughly review all applications submitted to the Agency for a forgivable loan pursuant to the Program.

4.1.3 The Commission shall thoroughly evaluate each applicant and the subject property and render a written determination on the eligibility of the applicant and the property to participate in the Program according to the Program Guidelines.

4.1.4 The Commission shall thoroughly evaluate each improvement proposed by each applicant and render a written determination on the eligibility of each improvement for Agency financial assistance according to the Program Guidelines.

4.1.5 The Commission shall confirm that all documents required to be submitted by an applicant in order to qualify as a Participant, pursuant to the Program Guidelines, have been properly submitted to the Commission and are deemed complete.

4.1.6 The Commission shall determine the amount of the loan which a Participant may be eligible to receive from the Agency toward his/her Project. In this regard, the Commission shall consult with the Agency as needed. The Commission shall request all necessary information from the Participant upon which to render this determination.

4.1.7 The Commission shall confirm that, once a Project is approved and prior to the commencement of any work on a Project, the Participant and the Commission enter into and execute the Memorandum of Lien Affecting Real Property [Memorandum of Lien], which evidences the loan amount and the terms and conditions of the loan and imposes a ten (10) year deed restriction on the subject property. The Memorandum of Lien shall be in a form mutually agreed upon by the Commission and the Participant consistent with the Program Guidelines and substantially in the form of the Memorandum of Lien attached as Exhibit "A" to the Program Guidelines (Exhibit "B" attached hereto). Commencement of work without an executed Memorandum of Lien will automatically disqualify a Participant from being eligible to participate in the Program. The Commission shall confirm that the Memorandum of Lien is recorded against the subject property in the records of the County Recorder for San Diego County.

4.1.8 The Commission shall secure all personnel necessary to administer and manage the Program in accordance with the terms of this Agreement including, but not limited to, marketing and outreach specialists, inspectors familiar with the City's codes, regulations, and permit processes, and sufficiently knowledgeable personnel to perform all necessary contract and subcontract administration and loan processing services.

4.1.9 The Commission shall comply with all monitoring requirements imposed by law including, without limitation, the monitoring requirements of the Agency set forth in the California Community Redevelopment Law.

4.1.10 With regard to each loan made by the Agency pursuant the Program, the Commission shall monitor each Participant's compliance with all Program contract and eligibility requirements including, but not limited to, affordable housing and area median income eligibility, ownership, occupancy, and health and safety conditions. In this regard, the Commission shall conduct all necessary inspections to ensure a Participant's compliance with all Program contract and eligibility requirements and to use good faith efforts to detect any

noncompliance issues including, but not limited to, any breaches of a Participant's contractual obligations.

4.1.11 In the implementation of the Program and performance of this Agreement, the Commission shall process any and all required financial documents including, but not limited to, liens, lien releases, trust deeds, contracts and inspection records and shall maintain these records in an organized manner and format readily accessible by the Agency.

4.1.12 The Commission shall confirm that each Participant has properly obtained all insurance policies required by the Program Guidelines and that the Commission and the Agency are listed as additional insureds on those insurance policies as specified in the Program Guidelines.

4.1.13 The Commission shall inspect the improvements and confirm that all improvements were constructed and completed in accordance with the Commission's approval and conditions for the loan.

4.1.14 The Commission shall prepare the reports referenced in Section 4.2 hereof and timely provide copies of same to the Agency and the North Park Redevelopment Project Area Committee.

4.2 Reporting Requirements:

4.2.1 By July 31st of each year during the Term of this Agreement, the Commission shall prepare and submit to the Agency annual reports outlining the progress of the Program for the previous fiscal year.

4.2.2 By January 31st, April 30th, July 31st, and October 31st of each year during the Term of this Agreement, the Commission shall prepare and submit to the Agency a quarterly report outlining the overall progress of the Program for the previous calendar quarter.

4.2.3 The annual and quarterly reports shall be in a format approved by the Agency and shall include at a minimum the following information by Redevelopment Project Area and target housing development:

- a. Number of applications processed to date;
- b. Number of applications approved to date;
- c. Number of loans made to date;
- d. Amount of Agency Funds expended to date;
- e. Total amount of Agency Funds remaining to date for Program assistance and the remaining balance of the Agency Account, as defined in Section 5.3 below, and a description of any discrepancy between the two amounts;

- f. Number of Projects funded and completed to date;
- g. Number of Projects funded but not yet completed to date;
- h. The number of units, including the number of bedrooms per unit, participating in the Program;
- i. Income levels of Participants in the Program;
- j. Description of completed improvements funded by the Agency loan;
- k. Supplemental funds (such as other Commission, City or Agency loans, grants, owner funds, private funds, and/or other loans) used in each Project;
- l. Amount of funds returned to the Agency Account as a result of repayment of the Agency's loans made pursuant to the Program;
- m. Amount of interest earned to date on the Agency Funds;
- n. Amount of Agency Funds transferred from the Agency Account to the Commission's account;
- o. Amount of administrative costs incurred for the administration and management of the Program, including the total compensation paid to the Commission by the Agency for the Commission's services rendered pursuant to this Agreement, as authorized by Section 6 of this Agreement;
- p. Description of marketing efforts performed, and description of the results and needs identified from the marketing efforts; and
- q. Before and after photos of each Project.

4.3 Equal Employment Opportunity Outreach Program: The Commission acknowledges and agrees that it is aware of, and shall comply with, the City's Equal Employment Opportunity Outreach Program and San Diego Municipal Code Sections 22.2701 through 22.2707. The Commission shall not discriminate against any employee or applicant for employment on any basis prohibited by law. The Commission shall provide equal opportunity in all employment practices. The Commission shall ensure that its subcontractors, if any, comply with this program. Nothing in this Section shall be interpreted to hold the Commission liable for any discriminatory practice of its subcontractors. The Commission has submitted and the Agency acknowledges receipt of a current Work Force Report or, if required, a current Equal Employment Opportunity (EEO) Plan.

4.4 Non-Discrimination in Contracting Ordinance: The Commission shall comply

with the City's Nondiscrimination in Contracting Ordinance, set forth in San Diego Municipal Code Sections 22.3501 through 22.3517.

4.5 American With Disabilities Act: The Commission acknowledges and agrees that it is aware of and shall comply with Council Policy 100-04, incorporated herein by this reference, adopted by Resolution No. R-282153, relating to the federally-mandated Americans with Disabilities Act [ADA]. The Commission shall be solely responsible for ensuring that all activities engaged in pursuant to this Agreement are in compliance with all applicable ADA law.

ARTICLE 5: MANAGEMENT AND EXPENDITURE OF AGENCY FUNDS

5.1 The Commission acknowledges and agrees that the Agency Funds shall be used solely to fund the loans provided pursuant to the Program and to fund the administrative costs associated with the Commission's administration and management of the Program within the Greater North Park Community, including the compensation paid to the Commission.

5.2 The Commission acknowledges and agrees that necessary funds for the loans provided pursuant to the Program and the administrative costs associated with the Commission's administration and management of the Program including the compensation paid to the Commission, will be made available by the Agency at such time as the Agency approves financial allocations from tax increment funds generated within the Project Area and in such amounts as approved by the Agency to be expended for purposes of implementing the Program. The Commission shall not commit any additional funds of the Agency in the implementation of the Program in excess of the Agency Funds approved and allocated by the Agency for the Greater North Park Community to be used for Program Purposes.

5.3 The Commission shall establish a separate account for the Agency Funds identified in this Agreement [Agency Account]. The Agency Account shall be an interest-bearing account and shall include only: (a) those funds transferred from the Agency to be used for Program Purposes; (b) those funds repaid to the Commission or Agency on loans made pursuant to the Program; and (c) those funds hereinafter provided by the Agency toward the Program, and all interest earned on the aforementioned funds.

5.4 The Commission shall use such accounting information as may be provided by the Agency for managing and expending any Agency Funds. However, the banking and accounting procedures currently used by the Commission may be satisfactory to the Agency upon the Agency's prior review and approval, provided that at a minimum the procedures clearly track and account for the use of all Agency Funds and accrued interest. Interest earned on funds in the Agency Account shall be returned to the Agency Account.

5.5 Upon request from the Agency, the Commission shall not disburse any Agency Funds to a Participant until after the Agency Executive Director or designee has reviewed and approved the disbursement.

5.6 The Commission shall prepare all necessary documents to request and obtain Agency Funds payable to each Participant using Agency approved accounting information, or the Commission's current banking and accounting procedures as approved by the Agency pursuant to

Section 5.4 above, to access the Agency Account.

5.7 The Commission shall monitor the use of Agency Funds including, but not limited to, monitoring loan and payment activity to ensure that sufficient funding continues to be available for potential Participants. The Commission shall inform the Agency when potential loans will fully exhaust Agency Funds available for the Program. At such time that Agency Funds are anticipated to be exhausted, the Commission shall no longer actively market the Program and shall no longer accept applications for loans pursuant to the Program, unless the Agency Funds are replenished.

5.8 Following the execution of this Agreement and upon the request of the Commission's Chief Executive Officer or his/her designee, the appropriated Agency Funds for the Program to initially fund the Program, in the amount not to exceed Four Hundred Seventy Thousand Dollars (\$470,000.00), shall be transferred to the Commission by the Agency for deposit into the Agency Account. Thereafter, any and all funds budgeted by the Agency from time to time in any subsequent years and appropriated for the Program shall be deposited into the Agency Account and classified as Agency Funds.

5.9 The Commission shall maintain the Agency Funds in the Agency Account for the Program, monitor the use of Agency Funds, and ensure that all Agency Funds are clearly accounted for and identified. The Commission shall account for the use and/or reinvestment of the Agency Funds and all interest earned on the Agency Funds in its quarterly and annual reports to the Agency pursuant to the provisions of Section 4.2 of this Agreement. Re-invested funds shall be used to finance additional loans made through the Program and to pay compensation/administrative fees, as provided in Article 6 of this Agreement.

5.10 Should this Agreement be terminated, the Commission shall transfer any and all unused funds in the Agency Account, including all interest earned and any money repaid to the accounts by the Program Participants or otherwise, less any administrative fees as approved by the Agency, to the Agency within thirty (30) calendar days of the notice of termination issued by the Agency or the Commission pursuant to Article 8 of this Agreement. If any loans made from the Agency Account remain outstanding at the time that this Agreement is terminated, the Commission agrees to either continue to administer such loans on behalf of the Agency upon the Agency's approval and forward repayments to the Agency upon receipt, or to assign the loan directly to the Agency or its designee.

ARTICLE 6: COMPENSATION AND METHOD OF PAYMENT

6.1 The Commission shall be fully responsible for managing, administering, and implementing the Program. The Agency shall pay to the Commission in consideration for all services rendered and responsibilities performed by the Commission pursuant to this Agreement in the amount equal to fifteen percent (15 %) of the amount of each Program loan funded during the specific fiscal year, which amount shall also be considered to include the Agency's reimbursement to the Commission for any and all administrative costs/fees incurred by the Commission in the administration, management and implementation of the Program in any Program year.

6.2 The Commission's compensation, together with reimbursement of any

administrative costs, equal to fifteen percent (15 %) of the amount of each Program loan funded during the specific fiscal year, shall be made payable by the Agency from the Agency Funds allocated to the Program. All revolving accrued Program income obtained through interest bearing accounts or loan repayments which are available for providing additional grants and loans shall likewise be included for purposes of determining the fifteen percent (15 %) compensation/administrative fee. Payment by the Agency to the Commission pursuant to this Article 6 shall be specifically identified on each quarterly and annual report submitted to the Agency pursuant to Section 4.2 of this Agreement.

Article 7: MUTUAL RESPONSIBILITIES:

7.1 Conflict of Interest: The Agency and the Commission [individually referred to herein as a Party and collectively referred to herein as the Parties] each represent and covenant that neither it, nor its members or employees presently have any interest, nor shall it nor its members or employees acquire any interest, direct or indirect, which conflicts in any manner or degree with the performance of services required to be performed under this Agreement.

7.1.1 The Parties each further represent and covenant that it has established appropriate safeguards to prohibit their members and employees from using their positions for any purpose that is, or gives the appearance of being, motivated by desire for private gain for themselves or those with whom they have family, business, or other relationships. The Commission's employees shall not accept gratuities or any other favors from subcontractors or potential subcontractors, nor shall the Commission employees be or seek to become subcontractors of the Commission.

7.1.2 The Commission shall not use funds, personnel, subcontractors, or materials paid for out of this Agreement to advocate or support any particular position on any matter that is being proposed by a vote of the people, or is being considered for enactment by any legislative body of the City or County of San Diego, State of California, or the federal government except insofar as this Agreement or a matter pertaining to its performance is properly the subject of such vote or enactment.

7.2 Recognition of Parties in Documents: The Parties each agree and acknowledge that the work undertaken pursuant to this Agreement is due to the efforts of both Parties. Each Party shall acknowledge the other Party's participation in the Program in all documents prepared for a Project, including contracts, brochures, press releases, reports, onsite signage, or other written or oral communications promoting the Project. The Parties shall obtain the prior review and approval of the other Party of the content, form, and location of all acknowledgments prior to their use, which approval shall not be unreasonably withheld. The following credit lines shall be used: "This Program is funded by the Redevelopment Agency of the City of San Diego" and "This Program is administered and managed by the San Diego Housing Commission on behalf of the Redevelopment Agency of the City of San Diego."

7.3 Mutual Indemnification: The Parties each agree to defend, indemnify, protect, and hold the other Party's officers, officials, agents, and employees harmless from any and all actions, suits, proceedings, liability, claims, demands for, damages or injuries to any person, including injury to their officers, officials, agents, and employees, or property and all claims

which arise from or are directly connected with the negligence or failure to perform services or other obligations of this Agreement, or are caused or claimed to be caused by the negligence of their officers, officials, agents, or employees, and all expenses of investigating and defending against same; provided, however, that this indemnification and hold harmless shall not include any claim arising from the established sole negligence or willful misconduct of the other Party, its officers, officials, agents, or employees.

ARTICLE 8: TERMINATION OF AGREEMENT

8.1 Parties' Rights to Terminate for Convenience: Either Party may, at its sole option and for its convenience, terminate this Agreement by providing thirty (30) calendar days' prior written notice of such termination to the other Party. Such notice shall be delivered by certified mail with return receipt for delivery to the non-terminating Party. The termination of the Agreement shall be effective upon receipt of the notice by the non-terminating Party.

8.2 Agency's Right to Terminate for Default: If the Commission fails to perform or adequately perform any obligation required by this Agreement, the Commission's failure shall constitute a default of this Agreement. If the Commission fails to satisfactorily cure a default within ten (10) calendar days of receiving written notice from the Agency specifying the nature of the default, the Agency shall have the right in its sole discretion to immediately terminate this Agreement, and terminate each and every right of the Commission, and any person claiming any rights by or through the Commission under this Agreement. The rights and remedies of the Agency enumerated in this Section are cumulative and shall not limit the Agency's rights under any other provision of this Agreement or otherwise waive or deny any right or remedy at law or in equity, existing as of the date of this Agreement or enacted or established at a later date, that may be available to the Agency against the Commission.

8.3 Completion of Work and Agency's Right to Documents: After termination of this Agreement by the Agency or the Commission, the Commission shall complete any and all additional work necessary for the orderly filing of documents and closing of any Agency Account created in furtherance of the Program and under this Agreement. Notwithstanding the termination of this Agreement, the Agency shall pay the Commission for such work in accordance with Section 6 of this Agreement. The Commission shall deliver to the Agency all reports, files, books, records, letters, calculations, real property related documents, and all other documents and records prepared, received or maintained in the administration, management and implementation of the Program. By delivering such documents as called for in this Section, the Commission discharges the Agency of all of the Agency's further payment obligations and liabilities under this Agreement.

ARTICLE 9: BOOKS, RECORDS AND OTHER DOCUMENTS

9.1 Complete Books, Records and Other Documents: The Commission shall maintain or cause to be maintained complete and accurate reports, files, books, records, letters, calculations, real property related documents, and all other documents and records prepared, received or maintained in the administration, management and implementation of the Program under this Agreement.

9.2 Availability: All reports, files, books, records, letters, calculations, real property related documents, and all other documents and records prepared, received or maintained in the administration, management and implementation of the Program under this Agreement shall be made available to the Agency, the City Auditor and Comptroller, or the Agency's designee, for copying and inspection at any time without notice during normal business hours.

9.3 Access: The Agency shall have full and free access to all reports, files, books, records, letters, calculations, real property related documents, and all other documents and records of the Commission that are pertinent to the obligations of all Parties under this Agreement.

9.4 Ownership: Any reports, files, books, records, letters, calculations, real property related documents, and all other documents and records prepared, received or maintained in the administration, management and implementation of the Program under this Agreement shall become the property of the Agency. However, the Commission retains the right to use and distribute at its sole discretion any such documents in order to perform its services and obligations under this Agreement and in accordance with all applicable laws, regulations and policies. The Agency is not required to secure the prior written authorization from the Commission for the distribution of any such documents.

9.5 Delivery: In the event of termination of this Agreement by either Agency or the Commission, the Commission shall provide the Agency with all reports, files, books, records, letters, calculations, real property related documents, and all other documents and records prepared, received or maintained in the administration, management and implementation of the Program under this Agreement.

ARTICLE 10: SUBCONTRACT, ASSIGN, TRANSFER AND DELEGATE

The Commission shall not subcontract, assign, transfer, or delegate any of the rights, duties or responsibilities contained in this Agreement, without the advance written consent of the Agency. If the Commission does subcontract, assign, transfer, or delegate any of the rights, duties or responsibilities in violation of this Agreement, such subcontract, assignment, transfer, or delegation or other such effectuation shall be null and void and this Agreement may be immediately terminated by the Agency.

ARTICLE 11: MISCELLANEOUS

11.1 Entire Agreement: It is expressly understood and agreed that this Agreement constitutes the entire agreement between the Agency and the Commission and in no event shall the Commission be entitled to any compensation, benefits, reimbursements or ancillary services other than as expressly provided herein. No verbal agreements or conversation with any officer, agent or employee of either Party shall effect or modify any of the terms and conditions of this Agreement.

11.2 Signing Authority: The representative signing on behalf of each Party to this Agreement represents that authority has been obtained to execute this Agreement on behalf of said Party.

11.3 Time of Essence: Time is expressly declared to be of the essence in this Agreement, and of every provision in which time is an element.

11.4 Captions: Article, Section or Paragraph titles and captions contained in this Agreement are inserted as a matter of convenience and for reference, and are not a substantive part of this Agreement.

11.5 Additional Documents: The Parties each agree to sign any additional documents, which are reasonably necessary to carry out this Agreement or to accomplish its intent.

11.6 Benefit and Burden: This Agreement shall be binding upon and inure to the benefit of the Parties and their respective heirs, representatives, successors and assigns. This Agreement is not intended to benefit any person other than the Parties hereto.

11.7 Governing Law: This Agreement has been entered into in the State of California, and shall be interpreted and enforced under California law.

11.8 Attorney's Fees: The prevailing party in any action, including, but not limited to, arbitration, a petition for writ of mandate, and/or an action for declaratory relief, brought to enforce, interpret or reform the provisions of this Agreement shall be entitled to reasonable attorney's fees and costs incurred in such action including, but not limited to, expert's fees and costs, and other costs regardless of whether recoverable as such under statute.

11.9 Signatures: This Agreement may be signed in counterpart.

11.10 Approvals:

11.10.1 Except as otherwise expressly provided in this Agreement, approvals required of the Agency or the Commission in this Agreement shall not be unreasonably withheld or delayed. All approvals shall be in writing. Failure by either Party to approve a matter within the time provided for approval of the matter shall not be deemed a disapproval, and failure by either Party to disapprove a matter within the time provided for approval of the matter shall not be deemed an approval.

11.10.2 When this Agreement refers to an act or approval to be performed by the Agency, that act or approval may be performed in writing by the Agency's Executive Director or designee, unless this Agreement specifies otherwise. In this regard, however, the Executive Director or designee, in his/her sole discretion, may refer any approvals required of the Agency that may be approved by the Executive Director or designee to the Agency Board for consideration and action. When this Agreement refers to an act or approval to be performed by the Commission, that act or approval may be performed in writing by the Commission's Chief Executive Officer or designee, unless this Agreement specifies otherwise. Notwithstanding, however, any amendments or modifications of this Agreement, or to any provisions hereof, shall be approved by the governing body of the Agency [Board] and the Commission.

ARTICLE 12: AMENDMENTS OR MODIFICATIONS TO AGREEMENT

Any amendments or modifications of this Agreement, or to any provisions hereof, shall be approved in writing by the governing body of the Agency [Board] and the Commission.

IN WITNESS WHEREOF, this Agreement is executed by the Redevelopment Agency of the City of San Diego by and through its Executive Director or designee, and by the San Diego Housing Commission, by and through its Chief Executive Officer or designee.

**REDEVELOPMENT AGENCY OF
THE CITY OF SAN DIEGO**

Dated: _____

By: _____
William Anderson
Assistant Executive Director

SAN DIEGO HOUSING COMMISSION

Dated: _____

By: _____
Carol Vaughan
Interim President and
Chief Executive Officer

WE HEREBY APPROVE the form and legality of the foregoing Agreement on this
_____ day of _____ 2008.

Michael J. Aguirre, General Counsel
Redevelopment Agency of the City
of San Diego

Christensen Schwerdtfeger & Spath, LLP

By: _____
Kendall D. Berkey
Deputy General Counsel

By: _____
Walter F. Spath III
General Counsel
San Diego Housing Commission

Exhibits:

Exhibit "A": Map of Greater North Park Community
Exhibit "B": Program Guidelines



THE CITY OF SAN DIEGO

PROGRAM GUIDELINES
(June 17, 2008)

North Park Redevelopment Housing Enhancement Loan Program

Program Overview: The North Park Redevelopment Housing Enhancement Loan Program [Program] was created by the Redevelopment Agency of the City of San Diego [Agency] as part of an overall redevelopment program to increase, improve, and preserve the supply of low- and moderate- income housing occupied by persons and families of extremely low-, very low-, low- and moderate- income within the North Park Redevelopment Project Area and the surrounding neighborhoods [collectively referred to as the Greater North Park Community], as defined in the map depicted below.

Housing rehabilitation and enhancement has been identified as an important factor for improving neighborhood and community stability, encouraging private investment, and improving the local housing stock. In order to address the needs of the community, the North Park Redevelopment Plan includes goals of improving, promoting and preserving the positive neighborhood characteristics of North Park, promoting varied housing opportunities, improving and enhancing the housing stock within North Park, and supporting and promoting the growth and vitality of the North Park business environment. The Program is a mechanism authorized by the California Community Redevelopment Law to implement and achieve these goals.

The Program is intended to do the following:

- To assist qualified residents of the Greater North Park Community for the purpose of improving the interior and exterior conditions of their residences and reducing energy consumption and landscape related water consumption.
- To repair interior and exterior health and safety hazards that fail housing quality standards.
- To rehabilitate, repair and install exterior improvements, including those improvements that may not be eligible in other housing assistance programs such as fencing, sidewalks and landscaping.
- To enhance the exteriors of properties in an effort to instill pride in the neighborhood and encourage other property owners to make improvements to their properties.
- To supplement, but not replace or compound, any financial assistance received from other financial assistance programs.

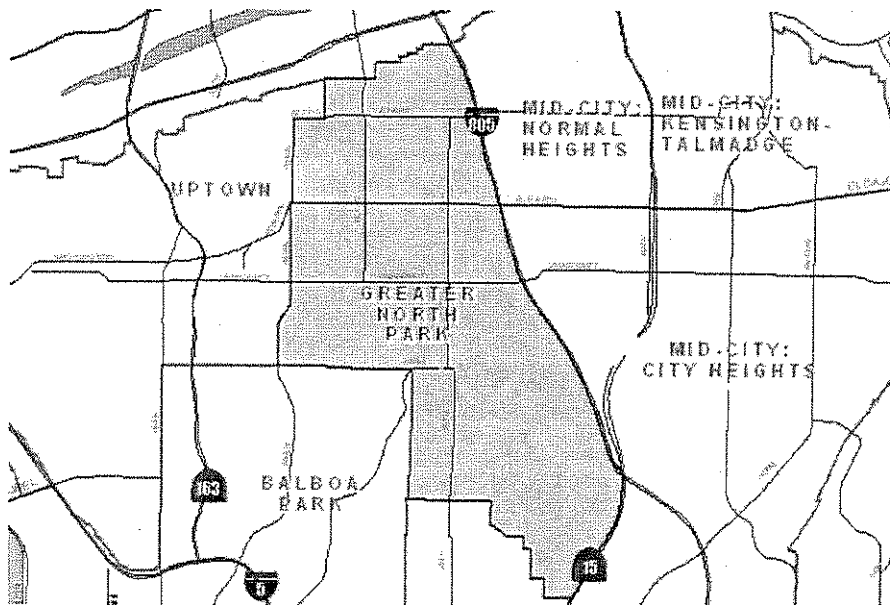
- To encourage and require that assisted properties be properly and sufficiently maintained for the length of the loan.

The Program is designed to provide financial assistance to eligible owner-occupants [Participants] of one- and two- unit residential properties located within the Greater North Park Community to be used for the purposes of rehabilitating and enhancing the interior and exterior conditions of their dwellings and providing water conserving landscape improvements and/or energy conserving improvements to their properties [Projects]. To be eligible to participate in the Program, a Participant's gross household income may not exceed one hundred percent (100%) of the area median family income for San Diego County as annually estimated by the U.S. Department of Housing and Urban Development and published by the California Department of Housing and Community Development.

The financial assistance consists of a loan from the Agency, subject to an annual simple interest rate of 3%, which will be forgiven in its entirety over a ten (10) year period upon the Participant's compliance with the terms and conditions of the loan. Subject to the availability of Agency funds, the loan provided by the Agency pursuant to the Program will be in an amount up to \$25,000 for property improvements and/or up to \$5,000 for water conserving landscape improvements and/or energy conserving improvements.

The Program is managed and administered by the San Diego Housing Commission [Commission] on behalf of the Agency. As such, the Commission is the Agency's designee for purposes of performing all actions necessary to manage and administer the Program and to implement these Program Guidelines.

Area of Availability: The Program is available within the Greater North Park Community, which encompasses approximately 1,466 acres, as depicted on the following map:



1. ELIGIBILITY CRITERIA

(A) ELIGIBLE PARTICIPANTS

An eligible Participant must be the record owner of a one- or two- unit residential property (as defined herein) and must maintain and occupy said property as his/her principal place of residence.

In addition, an eligible Participant's gross household income shall not exceed one hundred percent (100%) of the area median family income for San Diego County as annually estimated by the U.S. Department of Housing and Urban Development and published by the California Department of Housing and Community Development. "Gross household income" shall mean the combined anticipated or projected gross income for the next twelve (12) month period as annual income of all members of a household. Participants are required to provide all pertinent information requested by the Agency or its designee to establish household income.

Further, an eligible Participant must execute a Memorandum of Lien Affecting Real Property with the Agency or its designee and agree to the recordation of the Memorandum of Lien Affecting Real Property against the subject property in the records of the County Recorder for San Diego County. The Memorandum of Lien Affecting Real Property evidences the loan amount and the terms and conditions of the loan and imposes a ten (10) year deed restriction.

(B) ELIGIBLE PROPERTIES

An eligible property must be a one- or two- unit residential property that is a single-family residence, an attached or unattached residence, a condominium unit, or a townhouse located within the boundaries of the Greater North Park Community as defined herein above.

An eligible property shall not have benefited previously from any financial assistance provided pursuant to the Program. Thus, properties that have received or benefited from financial assistance from the Program are not eligible to participate in the Program for a second time.

(C) ELIGIBLE IMPROVEMENTS

An eligible improvement must contribute to the visual enhancement of the property as viewed from the public right-of-way, or remedy an interior or exterior health and safety hazard that fails housing quality standards, or reduce energy consumption or landscape related water consumption. The Agency Executive Director or designee, in his/her sole discretion, shall determine whether an improvement is eligible for Program assistance.

Examples of eligible improvements include painting, lighting, windows, doors, stucco, tile, fencing, sidewalks, landscaping, roofs, flooring, carpet, lead paint abatement,

electrical, cabinets, sprinklers, sod, water heaters, wall heaters, plumbing, sinks, showers, walkways, countertops, and garage doors.

Examples of ineligible improvements include non-permanent fixtures, security systems, personal property, equipment, and any improvements deemed by the Agency Executive Director or designee, in his/her sole discretion, to be inconsistent with redevelopment purposes and objectives.

Priority for use of Agency loan funds shall be given to improvements that remedy interior or exterior conditions that fail housing quality standards and threaten the health and safety of the occupant(s) and/or remedy outstanding or pending code enforcement actions involving the subject property.

2. **PROGRAM BENEFITS**

The Program provides eligible Participants the opportunity to receive a loan, forgivable over a ten (10) year period, for housing rehabilitation and enhancement purposes in an amount up to \$25,000 for property improvements and/or up to \$5,000 for water conserving landscape improvements and/or energy conserving improvements.

The Program benefits and financial assistance are available on a first-come, first-served basis and subject to availability.

(A) **LOAN AMOUNT**

Subject to the availability of Agency funds, the Agency loan will be in an amount as determined by the Agency Executive Director or designee, in his/her sole discretion, up to a maximum of \$25,000 for property improvements and/or up to a maximum of \$5,000 for water conserving landscape improvements and/or energy conserving improvements.

Subject to and in accordance with the maximum loan amounts stated above, the total amount of the Agency loan shall be calculated and determined such that the value of the improvements funded by the Agency loan pursuant to this Program shall constitute less than twenty five percent (25%) of the after-rehabilitation/enhancement value of the residential property, inclusive of the land value.

The Agency loan shall supplement, and not replace or compound, any financial assistance received by a Participant from other financial assistance programs. In this regard, the Agency loan amount provided to any Participant pursuant to this Program shall be reduced if not yet paid to the Participant or shall be immediately paid back by the Participant to the Agency or its designee in the amount equal to the financial assistance received by the Participant from another financial assistance program for the same improvement. As an example, if the Agency or its designee provides a loan to a Participant in the amount of \$5,000 for installation of solar panels as an energy conserving improvement and that same Participant receives a rebate in the amount of \$2,000 from the State for the same solar panels, the Participant shall immediately pay back to the Agency or its designee the amount of \$2,000.

(B) INTEREST RATE

An annual simple interest of three percent (3%) shall accrue on the principal amount of the Agency loan provided to a Participant pursuant to the Program and shall commence accruing on the date of Participant's receipt of the Agency loan.

(C) LOAN FORGIVABLE OVER A TEN (10) YEAR PERIOD

Any financial assistance paid by the Agency or its designee pursuant to this Program shall constitute loans made to the Participants. The loans, together with accrued interest, shall be forgiven over a ten (10) year period provided that, for a period of not less than ten (10) years from the date of Participant's receipt of the loan, the Participant continues to own and occupy the rehabilitated/enhanced property as his/her principal place of residence and the Participant complies with all other terms and conditions of the loan set forth in these Program Guidelines and the Memorandum of Lien Affecting Real Property recorded against the subject property (including that Participant properly and sufficiently maintain the property at the level of quality achieved by the rehabilitation).

The total amount of the loan and accrued interest will be forgiven in twenty percent (20%) increments on an annual basis commencing upon the sixth (6th) year of the loan such that at the end of the ten (10) year period, the entire loan amount, together with accrued interest, will be deemed forgiven and the loan balance will be zero.

(D) EVENT OF DEFAULT - PAYMENT OF LOAN AND ACCRUED INTEREST

If, at any time prior to the end of the tenth (10th) year from the date of Participant's receipt of the loan, the Participant fails to own and occupy the rehabilitated/enhanced property as his/her principal place of residence or the Participant fails to comply with all other terms and conditions of the loan set forth in these Program Guidelines and the Memorandum of Lien Affecting Real Property recorded against the subject property [Event of Default], the remaining pro rata (unforgiven) share of the loan, together with all accrued and unforgiven interest, shall become immediately due and payable by the Participant to the Agency or its designee, in its sole discretion, when the Event of Default is not cured in its entirety after thirty (30) calendar days' written notice from the Agency or its designee.

Upon the occurrence of an Event of Default, the Agency loan, together with accrued and unforgiven interest, shall be repaid as follows:

End of Year	Percent of Loan to be Repaid
1 to 5	100
6	80
7	60
8	40
9	20
10	0

Notwithstanding the above, the remaining pro rata (unforgiven) share of the Agency loan, together with accrued and unforgiven interest, shall not become immediately due and payable by the Participant to the Agency or its designee in the limited circumstance where the Participant, upon obtaining prior written approval from the Agency Executive Director or designee, sells, transfers, or conveys the subject property to a succeeding property owner who shall own and occupy the property as his/her principal place of residence and whose gross household income at the time of the sale shall not exceed one hundred percent (100%) of the area median family income for San Diego County as annually estimated by the U.S. Department of Housing and Urban Development and published by the California Department of Housing and Community Development.

Notwithstanding a Participant's prepayment or repayment of the Agency loan or any portion thereof, whether by a voluntary payment or upon the Event of Default, and/or the sale, transfer, or conveyance of the property, the Memorandum of Lien Affecting Real Property shall remain in effect, including the restriction on gross household income, for the entire ten (10) year period from the date of the initial Participant's receipt of the loan.

3. GENERAL CONDITIONS

(A) APPLICATION

Each Participant is required to submit a properly completed application for Program assistance to the Agency or its designee. The Participant shall submit to the Agency or its designee, together with the completed application, itemized estimates or bids detailing the work to be completed and materials required to be purchased. The Participant shall submit all pertinent information requested by the Agency or its designee to establish household income.

The Agency Executive Director or designee shall review the application package and render a determination, in his/her sole discretion, on the eligibility of the Participant, Property, and proposed improvements and on the Project's conformance to redevelopment objectives. The Agency Executive Director or designee shall notify the Participant of said determinations in writing.

Any additional requirements imposed by the Agency or its designee with regard to the application process shall be fully complied with by each Participant.

The Agency Executive Director or designee will verify with the City of San Diego [City] whether there are any outstanding or pending code enforcement actions involving the subject property.

(B) EXECUTION OF A MEMORANDUM OF LIEN AFFECTING REAL PROPERTY

Once the Project is approved by the Agency or its designee and prior to the commencement of any work on the Project, the Participant is required to enter into and execute a Memorandum of Lien Affecting Real Property [Memorandum of Lien] with the

Agency or its designee and agree to the recordation of the Memorandum of Lien against the subject property in the records of the County Recorder for San Diego County.

The Memorandum of Lien evidences the loan amount and the terms and conditions of the loan and imposes a ten (10) year deed restriction. The Memorandum of Lien shall be in a form mutually agreed upon by the Agency or its designee and the Participant consistent with these Program Guidelines and substantially in the form as the Memorandum of Lien attached hereto as Exhibit "A" and incorporated herein by this reference.

Commencement of work without an executed Memorandum of Lien will automatically disqualify a Participant from being eligible to participate in the Program. The Memorandum of Lien shall be recorded against the subject property.

(C) INSURANCE REQUIREMENTS

During the entire period in which work on the Project is performed and until Project completion, Participant shall obtain and maintain in effect for said period all insurance policies as required by the Agency or its designee. The Participant shall name the City, the Agency and its designee as additional insureds on all required insurance policies.

(D) FUNDS AVAILABILITY

Funds are limited. Therefore, participation of any Project in the Program is subject to the availability of funds.

(E) PROJECT MANAGEMENT

All Participants shall be fully responsible for managing the construction, work, or performance of their respective Projects including, without limitation, obtaining bids, selecting a licensed contractor(s) if required, obtaining all necessary approvals, permits, and insurances, overseeing work of contractors or other providers, and paying all invoices for the work, materials, and supplies.

The Participant, and not the Agency or its designee, shall be fully responsible and liable for all payments to all contractors, materials suppliers, vendors, and the like.

The Participant is solely responsible for hiring a contractor or provider if necessary, and all contractual obligations regarding the improvement work for the Project are between the Participant and contractor or provider. The Agency, the City, or their designees do not have any contractual relationship with the contractor or provider.

The Participant shall comply with all applicable federal, state and local laws and regulations pertaining to the work performed on the Project.

The Participant is solely responsible for scheduling and monitoring the construction or work of all improvements of the Project.

The Participant is solely responsible for making all payments to the contractor, suppliers, and vendors and is solely responsible for ensuring that all contractors, subcontractors, material suppliers, and other vendors are paid in full.

The Participant is solely responsible for ensuring that all work performed on the Project is done properly and satisfactorily.

Upon completion, the Participant shall notify the Agency or its designee and call for inspection.

(F) COMPLETION OF PROJECT

Projects shall be completed within one (1) year from the effective date of the Memorandum of Lien entered into by and between the Participant and the Agency or its designee.

(G) OBLIGATION TO REFRAIN FROM DISCRIMINATION

Each Participant shall not discriminate on the basis of race, gender, religion, national origin, ethnicity, ancestry, sexual orientation, marital status, color, creed, age or disability in the solicitation, selection, hiring or treatment of any contractors or consultants, to participate in subcontracting/subconsulting opportunities. This language shall be incorporated into all contracts between a Participant and any contractor, consultant, subcontractor, subconsultants, vendors and suppliers.

Each Participant shall covenant and agree for itself, its successors and its assigns to the subject property, or any part thereof, that there shall be no discrimination against or segregation of any person or group of persons, on account of any basis listed in subdivision (a) or (d) of Section 12955 of the Government Code, as those bases are defined in Sections 12926, 12926.1, subdivision (m) and paragraph (1) of subdivision (p) of Section 12955, and Section 12955.2 of the Government Code, in the sale, lease, sublease, transfer, use, occupancy, tenure, or enjoyment of the land, nor shall the transferee itself or any person claiming under or through him or her, establish or permit any such practice or practices of discrimination or segregation with reference to the selection, location, number, use, or occupancy, of tenants, lessees, sublessees, subtenants, or vendees of the land.

4. PROJECT ADMINISTRATOR

The Program is managed and administered by the Commission on behalf of the Agency. As such, the Commission is the Agency's designee for purposes of performing all actions necessary to manage and administer the Program and to implement these Program Guidelines.

The Commission has administered rehabilitation programs for more than twenty (20) years and can use its programs to supplement the Program. The Program is unique because the funds can be used for outside rehabilitation of fencing, sidewalks, painting, landscaping, and can be used for residents earning up to 100% Area Median Income, where Commission programs are limited to 80% Area Median Income.

For more information on the North Park Redevelopment Housing Enhancement Loan Program, please contact the **Redevelopment Agency of the City of San Diego**, City Planning and Community Investment Department, at **(619) 236-6269** or visit the Agency's Web site at **www.sandiego.gov/redevelopment-agency**.

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*Prepared by the City of San Diego's City Planning and Community Investment Department
Communications Program 01/08*