

Grantee: Modesto, CA

Grant: B-08-MN-06-0004

April 1, 2010 thru June 30, 2010 Performance Report

Grant Number:

B-08-MN-06-0004

Obligation Date:**Grantee Name:**

Modesto, CA

Award Date:**Grant Amount:**

\$8,109,274.00

Contract End Date:**Grant Status:**

Active

Review by HUD:

Submitted - Await for Review

QPR Contact:

Mary J Christiansen

Disasters:

Declaration Number

NSP

Plan Description:

The City of Modesto is unique compared to most other cities hit by the foreclosure crisis. The crisis for Modesto is not centralized to a specific neighborhood; every socio-economic group has been affected by this crisis. The housing market exploded in 2004 with the migration of families from the San Francisco Bay Area with home prices peaking in December of 2005. Families saw an option for more affordable housing with many options for financing in the Modesto area. Standard national averages show that sub-prime loans are more frequent for minorities within low income neighborhoods. The City of Modesto minority, low income neighborhoods were severely affected by predatory lending. The predatory lending in Modesto had an impact throughout the city. The low income minority neighborhoods were hit the hardest, however no neighborhood escaped the problem. Hit significantly harder than other areas of the country, foreclosure problems throughout the City of Modesto continue to affect the families within our community. Foreclosure filings are continuing to rise and families are having difficulty finding alternatives to refinance out of sub-prime loans. With countries economic problems, the crisis only seems to worsen in Modesto. Due to the foreclosure problems the City of Modesto established the following thresholds in determining eligibility for the Neighborhood Stabilization Program. Census Tracts had to meet at least one of these factors to be considered for funding. 1. Foreclosures in excess of 10 percent 2. Sub-prime loans in excess of 20 percent

Recovery Needs:

The City of Modesto can not recover from the financial crisis and foreclosure problem without assistance.

The census tracts that the City of Modesto would like to determine as greatest need areas are as follows:

000602
000801
000803
000805
000806
000807
000905
000906
000907
000908
000909
000910
000911
000912
001001
001002

001100
 001200
 001300
 001400
 001500
 001601
 001603
 001604
 001700
 001800
 001900
 002003
 002004
 002100
 002200
 002301
 002302
 002400
 002501
 002803

Overall

	This Report Period	To Date
Total Projected Budget from All Sources	N/A	\$8,108,739.68
Total CDBG Program Funds Budgeted	N/A	\$8,108,739.68
Program Funds Drawdown	\$1,649,239.40	\$5,225,673.90
Obligated CDBG DR Funds	\$2,423,206.43	\$7,867,708.68
Expended CDBG DR Funds	\$4,251,677.32	\$5,636,989.06
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Progress Toward Required Numeric Targets

Requirement	Required	To Date
Minimum Overall Benefit Percentage	99.99%	0.893%
Minimum Non-Federal Match	\$0.00	\$0.00
Limit on Public Services	\$1,216,391.10	\$0.00
Limit on Admin/Planning	\$810,927.40	\$152,613.68
Limit on State Admin	\$0.00	\$0.00

Progress Toward Activity Type Targets

Progress Toward National Objective Targets

National Objective	Target	Actual
NSP Only - LH - 25% Set-Aside	\$2,027,318.50	\$2,314,979.00

Overall Progress Narrative:

The City of Modesto received the \$8.1 million in HERA funding in May 2009. Initially staff efforts were spent on developing the NSP activities as outlined in the Substantial Amendment to the Annual Action Plan and preparing MOUs and other documents to facilitate the program. This phase of work has now been completed. Since then, City has approved 5 non-profit agencies and 5 for-profit companies to participate in the activities related to the purchase and rehabilitation of foreclosed and abandoned properties. In total, these agencies (both for-profit and non-profit) have closed escrow on 29 properties (10 scattered/19 targeted). Funding for the Homebuyers Assistance Program was reduced through an amendment to the Action Plan. These funds were split evenly between the targeted and scattered site acquisition/rehab activities and have facilitated additional home purchases in those areas. An amendment is in the process of being approved by HUD to move any remaining funds in this activity to the "Targeted Sites" Single Family property acquisition and rehabilitation activity since funds can be moved quickly through this activity. The Incentive Transfer Program has approved 12 properties, of which 6 properties have closed escrow. The remaining properties will close escrow by August 13, 2010. Staff is pleased with the progress of NSP1 and does not anticipate any issues with obligating all \$8.1 million by September 19, 2010.

Project Summary

Project #, Project Title	This Report Period	To Date	
	Program Funds Drawdown	Project Funds Budgeted	Program Funds Drawdown
01, Administration	\$39,269.59	\$810,924.00	\$150,512.49
02, Homebuyers' Assistance Program	\$0.00	\$491,031.00	\$0.00
03, Acquisition & Rehabilitation	\$758,939.91	\$4,780,000.00	\$4,224,131.51
9999, Restricted Balance	\$0.00	\$0.00	\$0.00
HA-1, ITP - Housing Authority	\$851,029.90	\$2,027,319.00	\$851,029.90

Activities

Grantee Activity Number: B-08-MN-06-0004

Activity Title: Administration

Activity Category:

Administration

Activity Status:

Under Way

Project Number:

01

Project Title:

Administration

Projected Start Date:

03/20/2009

Projected End Date:

09/18/2011

National Objective:

N/A

Responsible Organization:

City of Modesto

Overall

Apr 1 thru Jun 30, 2010

To Date

Total Projected Budget from All Sources	N/A	\$810,924.00
Total CDBG Program Funds Budgeted	N/A	\$810,924.00
Program Funds Drawdown	\$39,269.59	\$150,512.49
Obligated CDBG DR Funds	\$0.00	\$810,924.00
Expended CDBG DR Funds	\$41,370.78	\$152,613.68
City of Modesto	\$41,370.78	\$152,613.68
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

Administrative oversight and planning of the Neighborhood Stabilization Program.

Location Description:

City Hall, 1010 Tenth Street, Suite 4300, Modesto, CA

Activity Progress Narrative:

In this quarter, \$39,269.59 in funds were drawn for expenses associated with staff project managers who continue to oversee the activities associated with the NSP funding. Staff continued to work closely with non-profit and for-profit agencies seeking foreclosed properties to purchase and rehab. In addition, expenses for staff time associated with the processing of loan documents and maintaining program records were also drawn.

Performance Measures

No Performance Measures found.

Activity Locations

No Activity Locations found.

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources

Amount

No Other Funding Sources Found

Total Other Funding Sources

Grantee Activity Number: INCENTIVE TRANSFER PROGRAM

Activity Title: INCENTIVE TRANSFER PROGRAM

Activity Category:

Acquisition - general

Project Number:

HA-1

Projected Start Date:

06/08/2009

National Objective:

NSP Only - LH - 25% Set-Aside

Activity Status:

Planned

Project Title:

ITP - Housing Authority

Projected End Date:

09/07/2011

Responsible Organization:

Housing Authority of the County of Stanislaus

Overall	Apr 1 thru Jun 30, 2010	To Date
Total Projected Budget from All Sources	N/A	\$2,027,319.00
Total CDBG Program Funds Budgeted	N/A	\$2,027,319.00
Program Funds Drawdown	\$851,029.90	\$851,029.90
Obligated CDBG DR Funds	\$2,027,319.00	\$2,027,319.00
Expended CDBG DR Funds	\$963,395.91	\$963,395.91
Housing Authority of the County of Stanislaus	\$963,395.91	\$963,395.91
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

partnership with Housing Authority of Stanislaus County in which the Housing Authority will purchase foreclosed and abandoned homes. Incentive Transfer is a nomination program that allows qualified residents, who are currently in good standing, to transfer into Housing Authority owned scattered-site homes. The goal of the Incentive Transfer program is to promote residents in family developments who are self-motivated and show willingness toward self-improvement, upward mobility and eventually to self-sufficiency

Location Description:

This activity can be carried out in any of the greatest need areas.

Activity Progress Narrative:

The Incentive Transfer Program provides the Housing Authority of Stanislaus County with \$2,027,319 in funds to purchase and rehab properties with the goal of moving very low income families into home ownership in a way that is affordable and sustainable. An MOU with Housing Authority and the template for loan documents has been completed and insurance certificates were received from the Housing Authority. Two properties were lost during this quarter, however the Housing Authority has 6 properties in escrow totaling \$848,250.91 budgeted for acquisition and \$184,866.55 budgeted for rehabilitation. In the next quarter, staff anticipates to have fully obligated and spent these funds.

Performance Measures

This Report Period			Cumulative Actual Total / Expected		
Low	Mod	Total	Low	Mod	Total

# of Properties	0	0	6	0/0	0/0	8/12
# of housing units	0	0	6	0/0	0/0	8/12
# of buildings (non-residential)	0	0	0	0/0	0/0	0/0
# of Households benefitting	0	0	0	0/0	0/0	0/12
# of Persons benefitting	0	0	0	0/25	0/0	0/25
# of Permanent Jobs Created	0	0	0	0/0	0/0	0/0
# of Parcels acquired by	0	0	0	0/0	0/0	0/0
# of Parcels acquired by admin	0	0	0	0/0	0/0	0/0

Activity Locations

Address	City	State	Zip
1000 Norway Avenue	Modesto	NA	95350-
1813 Beethoven Way	Modesto	NA	95358-
4132 Hennings Drive	Modesto	NA	95356-
4105 Madeline Way	Modesto	NA	95356-
1705 Brahms Way	Modesto	NA	95358-
944 Palmilla Drive	Modesto	NA	85356-

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources	Amount
No Other Funding Sources Found	
Total Other Funding Sources	

Grantee Activity Number:	NSP HOMEBUYERS ASSISTANCE PROGRAM
Activity Title:	NSP - HOMEBUYERS ASSISTANCE PROGRAM

Activity Category:

Homeownership Assistance to low- and moderate-income

Activity Status:

Planned

Project Number:

02

Project Title:

Homebuyers' Assistance Program

Projected Start Date:

06/08/2009

Projected End Date:

09/07/2011

National Objective:

NSP Only - LMMI

Responsible Organization:

City of Modesto

Overall	Apr 1 thru Jun 30, 2010	To Date
Total Projected Budget from All Sources	N/A	\$491,031.00
Total CDBG Program Funds Budgeted	N/A	\$491,031.00
Program Funds Drawdown	\$0.00	\$0.00
Obligated CDBG DR Funds	\$181,445.00	\$250,000.00
Expended CDBG DR Funds	\$0.00	\$0.00
City of Modesto	\$0.00	\$0.00
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

Provide gap financing to income-eligible citizens to purchase foreclosed properties. The NSP funds will provided a homebuyers assistance loan up to \$100,000 for the acquisition and a grant up to \$25,000 for the rehabilitation of the property being acquired. The final sales price will be no greater than the initial acquisition and rehabilitation costs. Income-eligible homebuyer's earnings cannot be greater than 120% area median income as defined by HUD. This activity will comply with CDBG regulations 570.201 (n).

Location Description:

Provide gap financing to income-eligible citizens to purchase foreclosed properties in any of the established greatest need census tracts. Income-eligible homebuyer's earnings cannot be greater than 120% area median income as defined by HUD. This activity will comply with CDBG regulations 570.201 (n).

This activity, originally called Down Payment Assistance Program, was changed to Homebuyers Assistance through an Annual Action Plan Amendment. The announcement to make this name change and the change in funding began with a public notice posted in the local newspaper on October 23, 2009. A public hearing was held on November 24, 2009 in the City Council Chamber at 1010 Tenth Street, Modesto at 5:30 p.m. This public hearing concluded the public comment period. The activity initially was funded for \$1,271,031, however this Amendment reallocated \$780,000 in funds out of the Homebuyers Assistance Program into the Rehab and Acquisition/Rehabilitation Program due to poor applicant response.. In addition, staff has been in contact with Wells Fargo and Guild Mortgage to work on approving the NSP Program to provide loans for eligible households. Staff has encountered some issues with regards to holding back the funds for the rehabilitation portion of the loans since banks are not approving the rehabilitation portion of the loan. The requirement is that the rehabilitation must be completed prior to closing escrow for the acquisition of the foreclosed property. The delay in The delay in the loan process also contributed to the decision to transfer funds from homebuyer activity to acquisition/rehab activities. This transfer resulted in the performance measures for households benefitting to chagne from 12 to 4. The number of households units is now 4 instead of 12. This transfer of funds will result in the timely expenditure of funds.

Activity Progress Narrative:

This activity provides gap financing to income-eligible citizens to purchase foreclosed properties in any of the established greatest need census tracts. Income-eligible homebuyer earnings cannot be greater than 120% area median income as defined by HUD. This activity will comply with CDBG regulations 570.201 (n). The activity initially was funded for \$1,271,031 however an amendment reallocated \$780,000 in funds into the targeted and scattered site acquisition/rehab activities due to poor applicant response. The program guidelines were changed and approved by the City Council on March 23, 2010 through an

Action Plan amendment. The new guidelines allow for a \$25,000 property rehabilitation grant instead of a loan, the loan amount would be decrease to a \$100,000 from the original \$125,000. Staff is working on 2 loan applications totaling approximately \$250,000. An additional amendment was submitted during this quarter to approve moving any remaining funds to the "Targeted Site" Single Family activity as funds can be moved quickly in this activity. This amendment to the Action Plan was subject to a 15-day public review, comment period and public hearing. On June 22, 2010, City Council approved to move any unused funds from the Homebuyers Assistance Activity to the "Targeted Site" Single Family activity.

Performance Measures

	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total
# of housing units	0	0	0	0/0	0/0	0/4
# of Households benefitting	0	0	0	0/2	0/2	0/4

Activity Locations

No Activity Locations found.

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources	Amount
No Other Funding Sources Found	
Total Other Funding Sources	

Grantee Activity Number: SCATTERED MULTI UNIT 08

Activity Title: SCATTERED MULTI UNIT

Activity Category:

Acquisition - general

Project Number:

03

Projected Start Date:

12/01/2009

National Objective:

NSP Only - LMMI

Activity Status:

Under Way

Project Title:

Acquisition & Rehabilitation

Projected End Date:

03/31/2010

Responsible Organization:

City of Modesto

Overall	Apr 1 thru Jun 30, 2010	To Date
Total Projected Budget from All Sources	N/A	\$141,701.40
Total CDBG Program Funds Budgeted	N/A	\$141,701.40
Program Funds Drawdown	\$0.00	\$119,414.36
Obligated CDBG DR Funds	\$0.00	\$141,701.40
Expended CDBG DR Funds	\$121,973.28	\$121,973.28
City of Modesto	\$121,973.28	\$121,973.28
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

This activity is a result of a transfer of approximately \$345,000 in funds to the Scattered Site Acquisition/Rehabilitation program from the Homebuyers Assistance Program. \$141,701.40 was allocated to this new activity to acquire/rehab multi-unit homes through the City's Annual Action Plan Amendment process. This activity will provide loans to developers who are interested in purchasing and rehabilitating foreclosed or abandoned homes. The developers can be either non-profit or for-profit groups. Funding will be provided for feasible projects within target areas in the City of Modesto with a high concentration of foreclosures. This program will be consistent with the City of Modesto current Rehabilitation Program. The program will not only provide funding it will also provide financial and technical assistance to repair homes including critical health and safety hazards, and to provide assistance for disabled persons in making their homes more accessible. The announcement to make this change in funding began with a public notice posted in the local newspaper on October 23, 2009. A public hearing was held on November 24, 2009 in the City Council Chambers at 1010 Tenth Street, Modesto at 5:30 p.m. This public hearing concluded the public comment period.

Location Description:

The property located at 3004 Japonica Way is a duplex with a total of 4 bedrooms and 2 baths. The appraised value is \$90,000 with a negotiated purchase price of \$89,000. Borges Constructions intends to rehabilitate this property and then rent to NSP eligible tenants.

Activity Progress Narrative:

The City's NSP Program included \$2,345,000.00 million for property acquisition/rehab in "scattered sites". Borges Construction purchased a duplex located at 3004-3006 Japonica Way at a purchase price of \$87,000. This property which appraised for \$90,000 has 4 bedrooms and 2 bathrooms. This property has closed escrow and rehab is underway for a total loan amount of \$148,544.33. Staff had anticipated the remaining funds would be drawn this quarter; however the property will be completed next quarter and ready for use as a rental property. An amendment was approved to move any remaining funds to the "Targeted Site" Single Family activity

Performance Measures

This Report Period			Cumulative Actual Total / Expected		
Low	Mod	Total	Low	Mod	Total

# of Properties	0	0	2	0/0	0/0	4/1
# of Households benefitting	0	0	0	0/0	0/2	0/2

Activity Locations

Address	City	State	Zip
3004 & 3006 Japonica Way	Modesto	NA	95354-

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources	Amount
No Other Funding Sources Found	
Total Other Funding Sources	

Grantee Activity Number: SCATTERED SITE SCAP01

Activity Title: 1113 Patty Way-SS

Activity Category:

Acquisition - general

Activity Status:

Under Way

Project Number:

03

Project Title:

Acquisition & Rehabilitation

Projected Start Date:

09/30/2009

Projected End Date:

03/15/2010

National Objective:

NSP Only - LMMI

Responsible Organization:

City of Modesto

Overall

Apr 1 thru Jun 30, 2010

To Date

Total Projected Budget from All Sources	N/A	\$307,350.00
Total CDBG Program Funds Budgeted	N/A	\$307,350.00
Program Funds Drawdown	\$26,824.07	\$232,543.31
Obligated CDBG DR Funds	\$0.00	\$307,350.00
Expended CDBG DR Funds	\$58,337.49	\$252,201.73
City of Modesto	\$58,337.49	\$252,201.73
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

Stanislaus Community Assistance Project (SCAP) is funded through the City of Modesto to purchase 1113 Patty Way. The appraised value of the property on August 26, 2009 was \$192,000. SCAP negotiated a purchase price of \$189,900 which is below the appraised market value.

SCAP intends to rehabilitate the property, including roof repairs and landscaping. SCAP will also upgrade the interior through rehabilitation including new kitchen units and addressing all health and safety issues.

The three units will be rented out to Immi households. We anticipate this activity will be obligated for \$307,350.

Location Description:

1113 Patty Way is a tri-plex located in Modesto.

Activity Progress Narrative:

The City's NSP Program included \$2,345,000.00 million for property acquisition/rehab in "scattered sites". This scattered site property is a tri-plex with a total of 6 bedrooms/3 baths, located 1113 Patty Way. This property appraised for \$192,000 and was purchased by the Stanislaus Community Assistance Project (SCAP). This property has closed escrow and rehab is underway. Of the \$307,350 budgeted for this project and additional \$11,394.07 was drawn for rehab this quarter. Staff anticipates the property will be completed next quarter and ready for use as a rental property. An amendment was approved to move any remaining funds to the "Targeted Site" Single Family activity

Performance Measures

	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total
# of Properties	0	0	1	0/0	0/0	3/1
# of housing units	0	0	1	0/0	0/0	7/3
# of buildings (non-residential)	0	0	0	0/0	0/0	0/0
# of Households benefitting	0	0	0	0/0	0/3	0/3

Activity Locations

Address	City	State	Zip
1113 Patty Way	Modesto	NA	95355-

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources	Amount
No Other Funding Sources Found	
Total Other Funding Sources	

Grantee Activity Number: SCATTERED SITE SCAP02

Activity Title: 3928 Weston Way-SS

Activity Category:

Acquisition - general

Project Number:

03

Projected Start Date:

09/30/2009

National Objective:

NSP Only - LMMI

Activity Status:

Under Way

Project Title:

Acquisition & Rehabilitation

Projected End Date:

03/15/2010

Responsible Organization:

City of Modesto

Overall

Apr 1 thru Jun 30, 2010

To Date

Total Projected Budget from All Sources	N/A	\$322,300.00
Total CDBG Program Funds Budgeted	N/A	\$322,300.00
Program Funds Drawdown	\$72,265.15	\$301,132.14
Obligated CDBG DR Funds	\$0.00	\$322,300.00
Expended CDBG DR Funds	\$194,750.00	\$389,500.00
City of Modesto	\$194,750.00	\$389,500.00
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

3928 Weston Way was appraised for \$200,000 and an offer of \$192,650 was made 4% below current market value. SCAP intends to rehabilitate the property including landscape, new roof and remodel of bathrooms. The unit will be rented to a lmmi household.

Location Description:

3928 Weston Way is located in North Modesto.

Activity Progress Narrative:

The City's NSP Program included \$2,345,000.00 million for property acquisition/rehab in "scattered sites". This scattered site located at 3928 Weston Way appraised for \$200,000. This 2552 square foot single family home has 4 bedrooms and 3 bathrooms. Stanislaus Community Assistance Project (SCAP) purchased this property for \$192,000. This property has closed escrow and rehab is underway. \$322,300 has been budgeted for this project for property acquisition and rehab. Staff anticipates the property will be completed next quarter and ready for use as a rental property. An amendment was approved to move any remaining funds to the "Targeted Site" Single Family activity

Performance Measures

	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total
# of Properties	0	0	1	0/0	0/0	2/1
# of buildings (non-residential)	0	0	1	0/0	0/0	2/0
# of Households benefitting	0	0	0	0/0	0/1	0/1

Activity Locations

Address	City	State	Zip
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Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources

Amount

No Other Funding Sources Found

Total Other Funding Sources

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources

Amount

No Other Funding Sources Found

Total Other Funding Sources

Grantee Activity Number: SCATTERED SITE SCAP04

Activity Title: 2020 Floral Court-SS

Activity Category:

Acquisition - general

Project Number:

03

Projected Start Date:

08/28/2009

National Objective:

NSP Only - LMMI

Activity Status:

Under Way

Project Title:

Acquisition & Rehabilitation

Projected End Date:

05/05/2010

Responsible Organization:

City of Modesto

Overall

Apr 1 thru Jun 30, 2010

To Date

Total Projected Budget from All Sources	N/A	\$214,500.00
Total CDBG Program Funds Budgeted	N/A	\$214,500.00
Program Funds Drawdown	\$6,739.05	\$199,056.31
Obligated CDBG DR Funds	\$0.00	\$214,500.00
Expended CDBG DR Funds	\$29,006.31	\$199,056.31
City of Modesto	\$29,006.31	\$199,056.31
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

2020 Floral Court was appraised at \$170,000 and acquired at 1.6% below the appraised value at \$167,300. Rehabilitation of the unit will include minor cosmetic updates. To be obligated first of next quarter.

Location Description:

2020 Floral Court is located in North Modesto off of Pelandale Avenue.

Activity Progress Narrative:

The City's NSP Program included \$2,345,000.00 million for property acquisition/rehab in "scattered sites". This scattered site located at 2020 Floral Court Way appraised for \$170,000. This single family home has 4 bedrooms and 2 bathrooms. Stanislaus Community Assistance Project (SCAP) purchased this property for \$167,300. \$214,500 has been budgeted for this project for property acquisition and rehab. This property has closed escrow and rehab is underway. Staff anticipates the property will be completed next quarter and ready for use as a rental property. An amendment was approved to move any remaining funds to the "Targeted Site" Single Family activity.

Performance Measures

	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total
# of Properties	0	0	1	0/0	0/0	2/1
# of Households benefitting	0	0	0	0/0	0/0	1/1

Activity Locations

Address	City	State	Zip
202 Floral Court	Modesto	NA	95356-

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources

Amount

No Other Funding Sources Found

Total Other Funding Sources

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources

Amount

No Other Funding Sources Found

Total Other Funding Sources

Grantee Activity Number: SCATTERED SITE SCAP06

Activity Title: 2809 Amir Drive

Activity Category:

Acquisition - general

Project Number:

03

Projected Start Date:

09/14/2009

National Objective:

NSP Only - LH - 25% Set-Aside

Activity Status:

Under Way

Project Title:

Acquisition & Rehabilitation

Projected End Date:

01/01/2010

Responsible Organization:

City of Modesto

Overall

Apr 1 thru Jun 30, 2010

To Date

Total Projected Budget from All Sources	N/A	\$287,660.00
Total CDBG Program Funds Budgeted	N/A	\$287,660.00
Program Funds Drawdown	\$0.00	\$255,082.07
Obligated CDBG DR Funds	\$0.00	\$287,660.00
Expended CDBG DR Funds	\$17,332.07	\$255,082.07
City of Modesto	\$17,332.07	\$255,082.07
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

The property appraised at \$239,000 and was purchased at 1.7% below market value at \$235,000. All rehab work to be completed will be cosmetic repairs. \$287,660.00 to be obligated to fully fund this project.

Location Description:

2809 Amir Drive is located in the Village One area off of Floyd Avenue in Modesto. The homes are relatively new construction and have been hard hit by foreclosures.

Activity Progress Narrative:

The City's NSP Program included \$2,345,000.00 million for property acquisition/rehab in "scattered sites". This scattered site located at 2809 Amir Drive appraised for \$239,000. This single family home has 4 bedrooms and 2.5 bathrooms. Stanislaus Community Assistance Project (SCAP) purchased this property for \$235,000. \$287,660 was budgeted this project for property acquisition and rehab. This property has a tenant in place that makes less than 50% of median income. A total of \$255,082.07 was drawn to complete this project. An amendment was approved to move any remaining funds to the "Targeted Site" Single Family activity.

Performance Measures

	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total
# of Properties	0	0	1	0/0	0/0	2/1
# of Households benefitting	0	0	1	0/0	1/0	2/1

Activity Locations

Address	City	State	Zip
2809 Amir Drive	Modesto	NA	95355-

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources

Amount

No Other Funding Sources Found

Total Other Funding Sources

Grantee Activity Number: SCATTERED SITE SCAP07
Activity Title: 529 531 Fort Sumpter Drive-SS

Activity Category:

Acquisition - general

Project Number:

03

Projected Start Date:

09/11/2009

National Objective:

NSP Only - LMMI

Activity Status:

Under Way

Project Title:

Acquisition & Rehabilitation

Projected End Date:

03/01/2010

Responsible Organization:

City of Modesto

Overall	Apr 1 thru Jun 30, 2010	To Date
Total Projected Budget from All Sources	N/A	\$241,085.00
Total CDBG Program Funds Budgeted	N/A	\$241,085.00
Program Funds Drawdown	\$33,145.51	\$173,158.64
Obligated CDBG DR Funds	\$0.00	\$241,085.00
Expended CDBG DR Funds	\$85,914.68	\$211,616.59
City of Modesto	\$85,914.68	\$211,616.59
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

The property is appraised at \$130,000 and is purchased at 3.8% below market value for \$125,000. The rehabilitation will include a new roof as well as kitchen and bathroom remodels as well as other cosmetic upgrades and any health and safety issues.

To be obligated first of next quarter.

Location Description:

529 and 531 Fourt Sumpter is a duplex located in east modesto close to the Airport Neighborhood.

Activity Progress Narrative:

The City's NSP Program included \$2,345,000.00 million for property acquisition/rehab in "scattered sites". This scattered site property is a duplex with a total of 4 bedrooms/2 bathrooms, located 529/531 Ft. Sumpter Drive. This property appraised for \$130,000 and was purchased by the Stanislaus Community Assistance Project (SCAP) for 125,000. \$241,085 has been budgeted for this project for property acquisition and rehab. This property has closed escrow and rehab is underway. Staff anticipates the property will be completed next quarter and ready for use as a rental property. An amendment was approved to move any remaining funds to the "Targeted Site" Single Family activity

Performance Measures

	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total
# of Properties	0	0	1	0/0	0/0	2/1
# of housing units	0	0	2	0/0	0/0	4/2
# of Households benefitting	0	0	0	0/0	0/0	0/2

Activity Locations

Address	City	State	Zip
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Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources

Amount

No Other Funding Sources Found

Total Other Funding Sources

Grantee Activity Number: SCATTERED SITES SINGLE FAMILY 09

Activity Title: SCATTERED SITES SINGLE FAMILY

Activity Category:

Acquisition - general

Project Number:

03

Projected Start Date:

12/01/2009

National Objective:

NSP Only - LMMI

Activity Status:

Under Way

Project Title:

Acquisition & Rehabilitation

Projected End Date:

03/11/2011

Responsible Organization:

City of Modesto

Overall	Apr 1 thru Jun 30, 2010	To Date
Total Projected Budget from All Sources	N/A	\$266,634.28
Total CDBG Program Funds Budgeted	N/A	\$266,634.28
Program Funds Drawdown	\$0.00	\$238,125.44
Obligated CDBG DR Funds	\$0.00	\$266,634.28
Expended CDBG DR Funds	\$238,125.44	\$238,125.44
City of Modesto	\$238,125.44	\$238,125.44
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

This activity is a result of a transfer of approximately \$345,000 in funds to the Scattered Site Acquisition/Rehabilitation program from the Homebuyers Assistance Program. \$266,634.28 was allocated to this new activity to acquire/rehab single family homes through the City's Annual Action Plan Amendment process. This activity will provide loans to developers who are interested in purchasing and rehabilitating foreclosed or abandoned homes. The developers can be either non-profit or for-profit groups. Funding will be provided for feasible projects within target areas in the City of Modesto with a high concentration of foreclosures. This program will be consistent with the City of Modesto current Rehabilitation Program. The program will not only provide funding it will also provide financial and technical assistance to repair homes including critical health and safety hazards, and to provide assistance for disabled persons in making their homes more accessible. The announcement to make this change in funding began with a public notice posted in the local newspaper on October 23, 2009. A public hearing was held on November 24, 2009 in the City Council Chambers at 1010 Tenth Street, Modesto at 5:30 p.m. This public hearing concluded the public comment period.

Location Description:

Single Family home properties located within the census tracts identified as Scattered Sites.

Activity Progress Narrative:

The City's NSP Program included \$2,345,000.00 million for property acquisition/rehab in "scattered sites". Borges Construction purchased property located at 1505 Claud Avenue in the amount of \$64,350 which appraised for \$65,000. \$98,969.88 was budgeted for property acquisition and rehab. Trinity purchased property located at 1836 Encina Avenue in the amount of \$170,128.00 which appraised for \$185,000.00. \$190,679 has been budgeted for property acquisition and rehab for this property. Both properties have closed escrow and rehab is underway. A total of \$238,125.44 in funds has been drawn for this activity. Staff anticipates the property will be completed next quarter and ready for use as a rental property. An amendment was approved to move any remaining funds to the "Targeted Site" Single Family activity.

Performance Measures

	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total
# of Properties	0	0	2	0/0	0/0	4/1

# of housing units	0	0	2	0/0	0/0	4/1
# of Households benefitting	0	0	0	0/0	0/1	0/1

Activity Locations

Address	City	State	Zip
1836 Encina Avenue	Modesto	NA	95354-
1505 Claud Avenue	Modesto	NA	95350-

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources	Amount
No Other Funding Sources Found	
Total Other Funding Sources	

Grantee Activity Number: TARGET SITES SINGLE FAMILY

Activity Title: Acquisition/Rehab

Activity Category:

Acquisition - general

Project Number:

03

Projected Start Date:

06/08/2009

National Objective:

NSP Only - LMMI

Activity Status:

Planned

Project Title:

Acquisition & Rehabilitation

Projected End Date:

09/11/2011

Responsible Organization:

City of Modesto

Overall

Apr 1 thru Jun 30, 2010

To Date

Total Projected Budget from All Sources	N/A	\$2,118,330.00
Total CDBG Program Funds Budgeted	N/A	\$2,118,330.00
Program Funds Drawdown	\$279,986.07	\$1,925,136.59
Obligated CDBG DR Funds	\$97,138.79	\$2,118,330.00
Expended CDBG DR Funds	\$1,956,399.88	\$1,956,399.88
City of Modesto	\$1,956,399.88	\$1,956,399.88
Match Contributed	\$0.00	\$0.00
Program Income Received	\$0.00	\$0.00
Program Income Drawdown	\$0.00	\$0.00

Activity Description:

This activity is a result of a transfer of approximately \$435,000 in additional funds to Acquisition/Rehabilitation program (Targeted Sites) from the Homebuyers Assistance Program. An additional \$118,330.00 was allocated to this activity to acquire/rehab single family homes through the City's Annual Action Plan Amendment process. This activity will provide loans to developers who are interested in purchasing and rehabilitating foreclosed or abandoned homes. The developers can be either non-profit or for-profit groups. Funding will be provided for feasible projects within target areas in the City of Modesto with a high concentration of foreclosures. This program will be consistent with the City of Modesto current Rehabilitation Program. The program will not only provide funding it will also provide financial and technical assistance to repair homes including critical health and safety hazards, and to provide assistance for disabled persons in making their homes more accessible. Provide loans to developers who are interested in purchasing and rehabilitating foreclosed or abandoned homes. The developers can be either non-profit or for-profit groups. Funding will be provided for feasible projects within target areas in the City of Modesto with a high concentration of foreclosures. This program will be consistent with the City of Modesto current Rehabilitation Program. The program will not only provide funding it will also provide financial and technical assistance to repair homes including critical health and safety hazards, and to provide assistance for disabled persons in making their homes more accessible.

The announcement to make this change in funding began with a public notice posted in the local newspaper on October 23, 2009. A public hearing was held on November 24, 2009 in the City Council Chambers at 1010 Tenth Street, Modesto at 5:30 p.m. This public hearing concluded the public comment period.

Location Description:

Targeted sites single family homes based on identified census tracts

Activity Progress Narrative:

The City's NSP Program included \$2,118,330 million for property acquisition/rehab in "targeted sites" single-family homes. The sub-committee reviewed a total of 52 properties of which 18 properties were denied, 12 approved, but fell out of escrow primarily due to cash offers from private investors. 6 properties were pulled and the remaining 17 properties have closed escrow. A total of \$2,087,179.09 in loans has been approved thus far. Staff anticipates rehab will be substantially underway and nearing completion on many of these units next quarter. Developers are continuing to request funds as eligible properties are identified. Because all funds have been obligated and eligible single family homes are still available for purchase and rehab in target sites, an announcement to move any unspent NSP1 funds to this activity was made available for public review. A

public hearing was held on June 22, 2010 in the City Council Chambers at 1010 Tenth Street, Modesto at 5:30 p.m. This public hearing concluded the public comment period. Once an administrative action has been completed to transfer these funds, eligible properties will be approved through the sub-committee and loan documents will be prepared. Staff does not anticipate any issues with expending all remaining NSP1 funds prior to September 19, 2010.

Performance Measures

	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total
# of Properties	0	0	17	0/0	0/0	22/21
# of housing units	0	0	17	0/0	0/0	22/21
# of buildings (non-residential)	0	0	0	0/0	0/0	0/0
# of Households benefitting	0	0	0	0/8	0/13	0/21
# of Persons benefitting	0	0	0	0/50	0/50	0/100
# of Permanent Jobs Created	0	0	0	0/0	0/0	0/0
# of Parcels acquired by	0	0	0	0/0	0/0	0/0
# of Parcels acquired by admin	0	0	0	0/0	0/0	0/0
# of Parcels acquired voluntarily	0	0	0	0/0	0/0	0/0
Total acquisition compensation to	0	0	0	0/0	0/0	0/0

Activity Locations

Address	City	State	Zip
1712 St Charlotte	Modesto	NA	95358-
1405 Dustin Court	Modesto	NA	95351-
2024 St Theresa Way	Modesto	NA	95358-
1204 California Avenue	Modesto	NA	95351-
1729 Holcombe Way	Modesto	NA	95351-
1412 Ricardo Way	Modesto	NA	95351-
308 Lucinda Way	Modesto	NA	95351-
2016 St Sebastian Way	Modesto	NA	95358-
1325 Tupper Lane	Modesto	NA	95351-
909 Stone Pine Way	Modesto	NA	95351-
537 Arrowhead	Modesto	NA	95351-
2025 San Ramos Court	Modesto	NA	85358-
917 Pinecone Drive	Modesto	NA	95351-
1332 Conrad Way	Modesto	NA	95358-
901 Fall River	Modesto	NA	95351-
1016 Bristlecone	Modesto	NA	95351-
1805 Chesapeake Avenue	Modesto	NA	95358-

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources	Amount
No Other Funding Sources Found	
Total Other Funding Sources	

Grantee Activity Number: TARGETED MULTI UNIT

Activity Title: TARGETED MUTI UNIT

Activity Category:

Acquisition - general

Activity Status:

Under Way

Project Number:

03

Project Title:

Acquisition & Rehabilitation

Projected Start Date:

01/10/2010

Projected End Date:

03/01/2011

National Objective:

NSP Only - LMMI

Responsible Organization:

City of Modesto

Overall

Apr 1 thru Jun 30, 2010

To Date

Total Projected Budget from All Sources

N/A

\$316,670.00

Total CDBG Program Funds Budgeted

N/A

\$316,670.00

Program Funds Drawdown

\$302,615.40

\$302,615.40

Obligated CDBG DR Funds

\$117,303.64

\$316,670.00

Expended CDBG DR Funds

\$314,008.16

\$314,008.16

City of Modesto

\$314,008.16

\$314,008.16

Match Contributed

\$0.00

\$0.00

Program Income Received

\$0.00

\$0.00

Program Income Drawdown

\$0.00

\$0.00

Activity Description:

This activity is a result of a transfer of approximately \$435,000 in additional funds to Acquisition/Rehabilitation program (Targeted Sites) from the Homebuyers Assistance Program. An additional \$316,670.00 was allocated to this new activity to acquire/rehab multi-unit homes through the City's Annual Action Plan Amendment process. Approximately 4 additional housing units to be made available through these additional funds. This activity will provide loans to developers who are interested in purchasing and rehabilitating foreclosed or abandoned homes. The developers can be either non-profit or for-profit groups. Funding will be provided for feasible projects within target areas in the City of Modesto with a high concentration of foreclosures. This program will be consistent with the City of Modesto current Rehabilitation Program. The program will not only provide funding it will also provide financial and technical assistance to repair homes including critical health and safety hazards, and to provide assistance for disabled persons in making their homes more accessible. Provide loans to developers who are interested in purchasing and rehabilitating foreclosed or abandoned homes. The developers can be either non-profit or for-profit groups. Funding will be provided for feasible projects within target areas in the City of Modesto with a high concentration of foreclosures. This program will be consistent with the City of Modesto current Rehabilitation Program. The program will not only provide funding it will also provide financial and technical assistance to repair homes including critical health and safety hazards, and to provide assistance for disabled persons in making their homes more accessible. The announcement to make this change in funding began with a public notice posted in the local newspaper on October 23, 2009. A public hearing was held on November 24, 2009 in the City Council Chambers at 1010 Tenth Street, Modesto at 5:30 p.m. This public hearing concluded the public comment period.

Location Description:

Identified census tracts in targeted areas for multi-unit homes

Activity Progress Narrative:

The City's NSP Program included \$316,670 for property acquisition/rehab in "targeted sites" multi-unit homes. This activity is a result of a transfer of funds from the Homebuyers Assistance program. The announcement to make this change in funding began with a public notice posted in the local newspaper on October 23, 2009. A public hearing was held on November 24, 2009 in the City Council Chambers at 1010 Tenth Street, Modesto at 5:30 p.m. This public hearing concluded the public comment period. 2 loans were prepared using these additional funds. Trinity purchased a multi-unit property located at 2112 Palisade Avenue for \$205,920 and Verterex purchased a duplex located at 808 Clementa Way for \$99,900. The remaining funds will be used for rehab. Staff anticipates these properties will be completed next quarter. An amendment was approved to move any remaining funds to the "Targeted Site" Single Family activity.

Performance Measures

	This Report Period			Cumulative Actual Total / Expected		
	Low	Mod	Total	Low	Mod	Total
# of Properties	0	0	2	0/0	0/0	2/2
# of housing units	0	0	2	0/0	0/0	2/4
# of Households benefitting	0	0	0	0/0	0/4	0/4

Activity Locations

Address	City	State	Zip
2112 Palisade Avenue	Modesto	NA	95350-
808 Clementa	Modesto	NA	95351-

Other Funding Sources Budgeted - Detail

No Other Match Funding Sources Found

Other Funding Sources	Amount
No Other Funding Sources Found	
Total Other Funding Sources	
