
 REDEVELOPMENT AGENCY



 COUNTY OF SANTA CRUZ

 GOVERNMENTAL CENTER
 TOM BURNS
 AGENCY ADMINISTRATOR

 701 OCEAN STREET, ROOM 510 SANTA CRUZ, CALIFORNIA 95060-4000
 PHONE (831) 454-2280 FAX (831) 454-3420 TDD (831) 454-2123

July 30, 1998

Agenda: August 11, 1998

 Board of Supervisors
 County of Santa Cruz

 Board of Directors
 County of Santa Cruz Redevelopment Agency
 701 Ocean Street
 Santa Cruz, CA 95060

McIntosh DDA Hearing

Dear Members of the Board:

In December, 1992, the Redevelopment Agency purchased the 19-unit McIntosh Mobile Home Park in Soquel for the purposes of rehabilitating and expanding the park. In 1995, the Agency received a development permit to accomplish those purposes. In 1996, your Board approved a grant to assist with the redevelopment of the park and agreed to finance the acquisition of new coaches. In 1997 the Santa Cruz Community Housing Corporation (CHC), with Mercy Charities Housing California (Mercy) as the developer, was awarded \$1,000,000 in HOME funds for the project.

We have been working with Mercy to develop a Disposition and Development Agreement (DDA) with CHC which describes, in detail, how CHC and Mercy will implement the project. Because the DDA includes conveying property, State law requires the Board of Supervisors and Board of Directors to hold a joint public hearing to consider that land conveyance. On June 23, your Board set a public hearing for today's agenda.

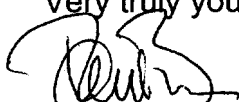
In recent weeks, Mercy has met again with the State Department of Housing and Community Development (HCD) representative administering the HOME funds, who has raised issues pertaining to ownership of the project. It has become clear that we will need additional time to revise the DDA to reflect these concerns, and to create an ownership structure that makes the most sense for the project.

It is therefore RECOMMENDED that your Board, as the Board of Supervisors and as Board of Directors for the Redevelopment Agency,

Board of Supervisors
Board of Directors
July 30, 1998
Page 2

1. Open the joint public hearing to consider the Disposition and Development Agreement between Santa Cruz Community Housing Corporation and the Redevelopment Agency and continue the hearing to September 15, 1998, on the morning agenda, to allow revisions to the DDA and sufficient time for public review as required by Government Code Section 6066; and
2. Direct the Clerk of the Board to re-notice the time and place of the hearing for at least two successive weeks prior to the hearing, as required by Government Code Section 6066.

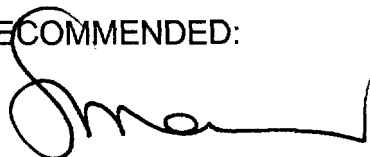
Very truly yours,



Tom Burns

Redevelopment Agency Administrator
TB:PH

RECOMMENDED:



Susan A. Mauriello
County Administrative Officer/Redevelopment Agency Director

cc. RDA
Mercy Charities Housing California

S:\BD81198.WPD