



CITY OF LONG BEACH

OFFICE OF THE CITY MANAGER

333 WEST OCEAN BOULEVARD

LONG BEACH, CALIFORNIA 90802

(562) 570-6711
FAX (562) 570-6588

GERALD R. MILLER
ACTING CITY MANAGER

April 23, 2003

Mr. Nelson R. Bregon
Deputy Assistant Secretary for Grant Programs
U.S. Department of Housing and Urban Development
Washington, D.C. 20410-7000

**SUBJECT: American Marketplace/Wrigley Neighborhood
Homeownership Zone - Grant No. HZ97-011**

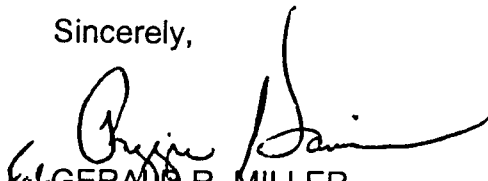
Dear Mr. Bregon:

We received your letter dated March 26, 2003 and we appreciate your acceptance of our proposal of \$1,088,000 as a full repayment of the Homeownership Zone (HOZ) grant. In accordance with your request, the City of Long Beach will repay HUD the agreed upon portion of the Homeownership Zone grant, or \$1,088,000 in three installments. The first two installments of \$363,000 each, will be paid on April 30, 2004 and April 30, 2005, respectively. The final installment of \$362,000 will be paid on or before April 30, 2006.

The HOZ grant to the City of Long Beach was a total of \$1,900,000. Of that amount, \$300,000 remains with HUD (not drawn down by the City); the City used \$512,000, producing 44 homeownership units with 14 sold to low and moderate income households; and the remaining \$1,088,000 will be repaid to HUD as indicated above. The City of Long Beach requests, that, by accepting this repayment schedule, HUD acknowledges that the City has settled and resolved any issues regarding the receipt and/or use of HOZ grant funds and, that when we mutually close out the grant, these issues will not be raised again.

Once again, my staff and I thank you and your staff for working with us on this grant repayment. If you have any questions, please call me at (562) 570-6711 or Melanie Fallon at (562) 570-6570.

Sincerely,


GERALD R. MILLER
ACTING CITY MANAGER

cc: Mary Kolesar, Director of Affordable Housing Programs, HUD Washington
Ginger Macomber, HOZ Grant Coordinator, HUD Washington
William Barth, CPD Division Director, HUD Los Angeles
Wayne Seiichi Itoga, Program Manager, HUD Los Angeles
Faye Barnes, Office of Affordable Housing Programs, HUD Los Angeles
Melanie Fallon, Director of Community Development, City of Long Beach
Beth Stochl, Housing Services Bureau Manager, City of Long Beach