AMENDMENT TO AFFORDABLE HOUSING PROGRAM GRANT AGREEMENT

The Affordable Housing Program Grant Agreement between Kittitas County, a political subdivision of the State of Washington (the County), and Habitat for Humanity Ellensburg (Recipient), mutually agree to amend that certain Grant Agreement AH2010-00 previously entered into by the parties on or about October 18, 2010 (signed by the Board of County Commissioners on October 5, 2010 and signed by the Recipient on October 18, 2010), as follows:

- 1. Amend the Grant Agreement to apply the total Grant Award amount of \$50,000 to allocate \$25,000 to House 11 in the Upper Kittitas County;
- 2. Amend the Grant Agreement to apply the total Grant Award amount of \$50,000 to allocate the remaining \$25,000 to House 12 in the City of Kittitas.

The parties agree that this Amendment to Grant Agreement AH 2010-00 is necessary because the circumstances, upon which the Grant Award was made, have changed. The Grant Award was based upon an assumption that the lot upon which to build House 11, and for which funds were allocated, could be purchased at a reasonable price. After entering into the Grant Agreement, the landowner removed the lot from the market and then so dramatically increased the price that purchasing the lot is no longer feasible.

This Amendment therefore contemplates that the \$50,000 funds formerly allocated only to build House 11, will instead be split between two houses – House 11 and House 12. \$25,000 will be used to build a house in South Cle Elum upon land which a qualifying family already owns. The remaining \$25,000 will be used to build a house in the City of Kittitas. Recipient has located additional funds whereby to supplement existing available funds, thereby making it possible to build two houses instead of only one.

Further details of the circumstances necessitating this amendment are found at **Exhibit A** attached to this Amendment.

All of the remaining terms and conditions of the Affordable Housing Program Grant Agreement for Grant Award No. AH 2010-00 remain the same.

RECIPIENT:	KITTITAS COUNTY BOARD
Suri OH	OF COUNTY COMMISSIONERS
By: (Print Name) Sharri Ott	Board Chair
Title: Executive Director	Board Vice-Chair
	Commissioner
DATE: 11-4-11	DATE: 11/1 1



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Now More Than Ever. Help Build It!

August 10, 2011

Mr. Paul Jewell Mr. Alan Crankovich Mr. Obie O'Brien Board of County Commissioners 205 West 5th Street, Suite 108 Ellensburg, WA 98926 **AUG** 1.5 201

KITTITAS COUNTY BOARD OF COMMISSIONE

RE: Grant Agreement AH2010-00 - Request for Amendment

Dear Kittitas County Commissioners,

As per our conversation with you on August 3rd, our affiliate is requesting a revision in the above listed Affordable Housing Grant Agreement. Originally, Exhibit A of the grant agreement AH2010-00 states that the \$50,000 grant is to "be used to help with the construction of House #11 in Upper Kittitas County". However, due to the following reasons, an amendment is requested:

- When our affiliate submitted the initial grant proposal, we were negotiating with a land owner
 to purchase a lot in Roslyn on which to build House 11. Following the award of the grant, the
 land-owner removed the lot from the market then later increased the price of the lot so that it
 was cost-prohibitive to build a Habitat house on it.
- During the course of the family selection process, three partner families were chosen for the
 next three Habitat houses. One of the partner families is living on their own property in South
 Cle Elum in a mobile home which is falling apart. The house is an unsafe and unhealthy living
 environment. It belongs to an elderly couple who are raising their five-year-old granddaughter
 and due to the house's present condition, this build has been given first preference and will be
 House 11.
- The fact that this family owns the land on which their house will be built will reduce the price of the house substantially. It is estimated that the final house costs for this build will be about \$70,000 +/-.
- We have received a Capacity Building grant from Housing and Urban Development via Habitat for Humanity International which funds the salary of an executive director fully for one year and

in part for two years. One of the stipulations of this grant is that we increase capacity in the present fiscal year from building one house per year to two houses per year in Kittitas County.

 KCHFH has selected a partner family for House 12, a blind man, whose house will be located next to House 10 in Kittitas.

The amendment to grant agreement AH2010-00 being requested:

• Use Affordable Housing grant AH2010-000 to build both House 11 and House 12. We are requesting that \$25,000 be allocated to House 11 in the Upper County and \$25,000 be allocated to House 12 in Kittitas.

We ask that you put this issue on the agenda of the September Board of County Commissioners public hearing meeting.

We thank you in advance and appreciate the time you took to meet with us on August 3rd. Please let me know if you have any questions or need additional information.

Ibankyou,

Sherri Ott

Executive Director

cc: Judy Pless, Kittitas County Auditor's Office
Nancy Goodloe, Homelessness and Affordable Housing Committee