

Coachella Valley Housing Coalition

45-701 Monroe Street, Suite G, Indio, CA 92201 TEL: (760) 347-3157 FAX: (760) 342-6466

October 11, 2010

Mr. Rudy Acosta Redevelopment Director City of Desert Hot Springs 65690 Pierson Blvd. Desert Hot Springs, CA 92240

RE: Brisas De Paz Apartments

Dear Mr. Acosta

Following the City Council's action regarding the prevailing wage exemption, we are pleased to inform you that CVHC will be proceeding with the construction of the Brisas de Paz Apartment complex and have identified alternative financing sources to fund the prevailing wage requirement, including a sizable contribution of our own funds that would otherwise be designated for operating programs such as after school programs, foreclosure counseling, computer training, and other community service programs in Desert Hot Springs and other Coachella Valley areas.

We are in the process of repricing the construction costs based on prevailing wage rates. This will be a prevailing wage job and will comply with all appropriate requirements including third party independent monitoring to ensure construction contractor compliance.

We look forward to working with the City on the development of this much needed quality affordable family apartment complex.

Sincerely,

John Mealey

Executive Director

Coachella Valley Housing Coalition

NeighborWorks