

After Recording Please Return To:
Oregon Housing and Community Services
PO Box 14508
Salem, Oregon 9739-0409
Attention: Vicki Massey
Housing Development Representative

Vol M02 Page 30759

State of Oregon, County of Klamath
Recorded 05/23/2002 3:18 p.m.
Vol M02, Pg 30759-63
Linda Smith, County Clerk
Fee \$ 41.00 # of Pgs 5

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MTC 1396-3909
AMENDMENTS TO PROJECT USE AGREEMENT

AMENDMENTS TO PREVIOUSLY RECORDED PROJECT USE AGREEMENT between Linkville Health Foundation ("Recipient"), and Oregon Housing And Community Services ("Department") for the project located at 1500 – 1508 Arthur Street, Klamath Falls, Oregon, known as Sails Supportive Housing ("Project").

THIS AMENDMENT NUMBER ONE TO THE PROJECT USE AGREEMENT (this "Amendment"), is dated below, and is made to that certain Project Use Agreement (the "Agreement"), recorded October 12, 1999 in Volume M99, Page 40484 of the real estate records of Klamath County, State of Oregon.

The Project Use Agreement shall be amended as follows due to a previously executed transfer of assets and programs from Linkville Health Foundation to SOCO Development, Inc:

Page 1 of 5, Paragraph 1

THIS AGREEMENT is made this 12th day of October, 1999, between Linkville Health Foundation ("Recipient") and the Oregon Housing and Community Services Department ("Department"). Agreement is amended on the date below to replace Linkville Health Foundation with SOCO Development, Inc. as Recipient.

The Project Use Agreement shall be amended as follows due to a project name change by the Recipient:

Page 1 of 5, PART 1: PURPOSE

Department has made available to Recipient a conditional grant in the amount of One Hundred Thousand Dollars (\$100,000) ("Grant") to partially meet the costs of acquisition and rehabilitation of an 8 unit project in Klamath Falls, Oregon known as Sails Supportive Housing The Haven ("Project").

The Project Use Agreement shall be amended as follows due to a change in services by the Recipient:

Page 1 of 5, PART III: COMMITMENT TO SOCIAL SERVICE PROGRAMS

Exhibit A recorded with the original document is no longer in effect. Replace original Exhibit A with the revised Exhibit A attached to this amendment.

Except as expressly amended, above, all other terms and conditions of the original Project Use Agreement dated October 12, 1999 are still in full force and effect.

Agreed to as of MAY 14, 2002.

OREGON HOUSING AND COMMUNITY
SERVICES DEPARTMENT

By: Betty Markey
Betty Markey, Manager
Housing Resources Section

SOCO DEVELOPMENT, INC.

By: W. LouEllyn Kelly
Executive Director

STATE OF OREGON)
) ss.
County of Marion)

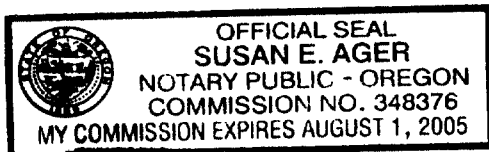
The foregoing instrument was acknowledged before me this 14 day of MAY 2002,
by Betty Markey who is Manager, Housing Resources Section of Oregon
Housing and Community Services Department, on behalf of the Department.



Ernest Kirchner
Notary Public for the State of Oregon
My Commission Expires: JUN 30, 2006

STATE OF OREGON)
) ss:
County of Klamath)

The foregoing instrument was acknowledged before me this 23rd day of May 2002,
by W. LouEllyn Kelly who is Executive Director of SOCO Development, Inc., on
behalf of Recipient.



Susan E. Ager
Notary Public for the State of Oregon
My Commission Expires:

EXHIBIT A

**EXHIBIT A – Addendum 5/3/2001
SAILS Project (now: Haven)**

PROPERTY USAGE:

The Haven was closed 9/30/2001 due to under-utilization by Oregon Department of Human Services. The project was losing money. Three community meetings were held between October and mid-November, 2001, to determine the best utilization of the housing. Participants were: Oregon Department of Human Services (Self-sufficiency and Seniors & People with Disabilities) (3 people participated); Spokes Unlimited (disabilities advocates) (2 people); Klamath County Mental Health (3 people); Klamath County Corrections (2 people); Klamath Crisis Center (2 people); Klamath County Developmental Disabilities (2 people); Klamath Youth Development Center (2 people); Klamath Basin Senior Citizens Council; The Consortium; Klamath Alcohol & Drug Association (a Klamath Tribes program); and Klamath County Treatment Center (a Klamath Tribes program).

The agencies were informed of the OHCS Trust Fund requirements: 3 out of 8 units must be occupied by families or individuals at 50% or below of median income as established by HUD; that 2 out of 8 of the units must be occupied by families or individuals who are homeless and that services be provided to the households.

It was determined that the eight units are utilized by the following formula:

- 1 unit Klamath Crisis Center – homeless DV with children
- 2 units Klamath County Developmental Disabilities & Spokes
- 2 units Klamath County Mental Health – homeless mentally ill
- 1 unit Klamath County Corrections female clients with children
- 1 unit Oregon DHS – homeless with children (teen mom possible)
- All of the above units must qualify at 50% of median
- 1 unit Manager who will maintain the property – must pass criminal background checks

SERVICES THAT WILL BE PROVIDED:

Klamath Crisis Center: restraining orders through the courts, group training and counseling, help DV victim through the courts system, advocacy, connect to training and other programs that can fulfill the family needs.

EXHIBIT A -- continued

Services Continued:

Klamath County Mental Health: case managers, essential living skills, medicine management where needed, psychiatric services, therapists where needed, Access Center treatment when needed, connection to other services as determined.

Klamath County Developmental Disabilities/SPOKES Unlimited: case management from DD services, advocacy, personal care attendants – SPOKES, job training opportunities through Oregon Voc-Rehab/DD, essential life skills DD/SPOKES, transport DD, home visitations.

Klamath Community Corrections: probation officer home visitation and case oversight, connection to services.

Oregon DHS: self-sufficiency case management or regular case management, job training services offered, Oregon Medical Plan, food stamps, General Assistance or TANF.

SOCO Development: on site manager, maintenance, offering of budget and other training programs if tenants so desire.

LOTS 10 AND 11, ELM PARK, IN THE COUNTY OF KLAMATH, STATE OF
OREGON

CODE 41	MAP 3809 – 34CD	TL 5300
CODE 41	MAP 3809 – 34CD	TL 5400