Newark

Sharpe James
Mayor

Department of Development

Division of Property Management

32 Green Street
Newark, New Jersey 07102
201 733-3914

Harold Lucas
Director

Marshall E. Cooper
Manager

May 21, 1992

K. Hovnanian Companies
10 Highway 35
P.O. Box 500
Red Bank, New Jersey 07701

ATTENTION: ROBERT L. SCHWARTZ ESQ.

RE: REQUEST FOR ADVANCE OF FUNDS

Dear Bob:

This correspondence is a follow-up to our recent conversation regarding funds to acquire properties in the University Heights Site "C" and "E" Areas.

As you know, the City has acquired and cleared a substantial portion of Site "E". We are currently awaiting final approval of funds totaling $5,981,625.00 from the Essex County Improvement Authority to complete the acquisition of the remaining properties in the K. Hovnanian Redevelopment Areas. The City has also requested $735,000.00 from the U.S. Department of Housing and Urban Development to complete the relocation of individuals, families and businesses in these same areas. However, we do not expect that these funds will be available for several months.

We therefore are requesting your assistance by providing this office with interim assistance to continue the acquisition and relocation activities.

Specifically, we are requesting from the K. Hovnanian Companies, an advance payment to the city for the sale of Sites "C" and "E", which pursuant to the contract, totals Four Hundred and Twenty Seven Thousand ($427,000.00) Dollars.

LETTER TO: K. HOVNANIAN COMPANIES
FROM: MARSHALL E. COOPER, MANAGER
DATE: MAY 21, 1992
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Enclosed, please find Attachment "A" which lists all of the properties remaining in the sites to be acquired. Based on your construction foot print, kindly provide me with the list of properties you require to the purchased in your next phase.

However, if you prefer we can concentrate on the remaining acquisition and relocation activities in Site "E", which are outlined in Attachment B.

I wish also to bring to your attention, the matter of the demolition of 46 Prince Street which is a privately owned property. This property was demolished by the A.G. Mazzocchi Company during the week of May 11, 1992. As a result, the owner has served the city with a Time Of The Essence closing scheduled for June 1, 1992. Funds for this closing will have to be located immediately by the city. Your prompt attention in this matter would be appreciated.

Sincerely,

Marshall E. Cooper, Manager
Division of Property Management

MEC/dt

cc: Glenn A. Grant, Business Administrator
Alfred L. Faiella, Acting Director