

CITY OF REDONDO BEACH
DEFERRED PAYMENT LOAN PROGRAM
PROMISSORY NOTE SECURED BY DEED OF TRUST

(Supersedes Promissory Note
Dated April 1, 2003)

\$ 44,800.00

Borrower Tia Milton

Loan No. DL 2001-11

Date August 13, 2003

FOR VALUE RECEIVED, the undersigned Borrower(s) promise(s) to pay to the order of the City of Redondo Beach, a public agency, with its principal office at 415 Diamond Street, Redondo Beach, California 90277, the principal sum of FORTY-FOUR THOUSAND EIGHT HUNDRED Dollars (\$44,800.00), together with interest. Interest on the principal amount shall accrue at a simple interest rate of four percent (4%) per year for ten years on the unpaid principal computed from the date the Deed of Trust is recorded.

This Note is payable, at the option of the holder, upon the sale or transfer of all or part of the property, which is secured by the Deed of Trust, whether voluntary, involuntary or by operation of law, or upon the death of the surviving signator of this Note. The Borrower(s) shall pay in full the total principal amount loaned to the Borrower(s), plus interest, as evidenced by this Note and the Deed of Trust.

This Note is given in consideration for a special Deferred Payment Loan by the City of Redondo Beach, the proceeds of which are from the City of Redondo Beach Redevelopment Agency's Low and Moderate Income Housing Fund. This loan is made for the purpose of assisting in the rehabilitation of the Borrower's real property described in the Deed of Trust of this same date securing this Note. The City of Redondo Beach will not demand payment until the property subject to the Deed of Trust is transferred or sold, whether voluntarily, involuntarily or by operation of law. The Borrower(s) shall not encumber the property with any lien that is recorded in a position senior to the loan evidenced by this Note. Borrower(s) may repay the entire amount of the loan plus accrued interest at any time without penalty.

Payment shall be made in lawful money of the United States. Should default be made in payment when due and action is instituted on this Note, the undersigned promise(s) to pay all reasonable costs and expenses, including, but not limited to, reasonable attorney's fees.

This Note is secured by the Deed of Trust executed this date and covering the real property therein described.

Executed at Redondo Beach, California.

Signed Tia Milton Signed _____
Tia Milton

Dated August 13, 2003 Dated _____

CALIFORNIA ALL-PURPOSE ACKNOWLEDGMENT

State of California

County of LOS ANGELES

} ss.

On AUGUST 13, 2003, before me, CAMY YOSHIKO BYRD, NOTARY PUBLIC

Date Name and Title of Officer (e.g. "Jane Doe, Notary Public")

personally appeared TIA MILTON

Name(s) of Signer(s)

personally known to me
 proved to me on the basis of satisfactory evidence

to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument.



Place Notary Seal Above

WITNESS my hand and official seal.

Camy Yoshiko Byrd
Signature of Notary Public

OPTIONAL

Though the information below is not required by law, it may prove valuable to persons relying on the document and could prevent fraudulent removal and reattachment of this form to another document.

Description of Attached Document

Title or Type of Document: PROMISSORY NOTE SECURED BY DEED OF TRUST

Document Date: AUGUST 13, 2003 Number of Pages: 1

Signer(s) Other Than Named Above: N/A

Capacity(ies) Claimed by Signer

- Signer's Name: TIA MILTON
- Individual
- Corporate Officer — Title(s): _____
- Partner — Limited General
- Attorney in Fact
- Trustee
- Guardian or Conservator
- Other: _____

Signer Is Representing: _____



CITY OF REDONDO BEACH
DEFERRED PAYMENT LOAN PROGRAM
PROMISSORY NOTE SECURED BY DEED OF TRUST

\$ 41,000.00

Borrower Tia Milton

Loan No. DL 2001-11

Date April 1, 2003

FOR VALUE RECEIVED, the undersigned Borrower(s) promise(s) to pay to the order of the City of Redondo Beach, a public agency, with its principal office at 415 Diamond Street, Redondo Beach, California 90277, the principal sum of FORTY-ONE THOUSAND Dollars (\$ 41,000.00), together with interest. Interest on the principal amount shall accrue at a simple interest rate of four percent (4%) per year for ten years on the unpaid principal computed from the date the Deed of Trust is recorded.

This Note is payable, at the option of the holder, upon the sale or transfer of all or part of the property, which is secured by the Deed of Trust, whether voluntary, involuntary or by operation of law, or upon the death of the surviving signator of this Note. The Borrower(s) shall pay in full the total principal amount loaned to the Borrower(s), plus interest, as evidenced by this Note and the Deed of Trust.

This Note is given in consideration for a special Deferred Payment Loan by the City of Redondo Beach, the proceeds of which are from the City of Redondo Beach Redevelopment Agency's Low and Moderate Income Housing Fund. This loan is made for the purpose of assisting in the rehabilitation of the Borrower's real property described in the Deed of Trust of this same date securing this Note. The City of Redondo Beach will not demand payment until the property subject to the Deed of Trust is transferred or sold, whether voluntarily, involuntarily or by operation of law. The Borrower(s) shall not encumber the property with any lien that is recorded in a position senior to the loan evidenced by this Note. Borrower(s) may repay the entire amount of the loan plus accrued interest at any time without penalty.

Payment shall be made in lawful money of the United States. Should default be made in payment when due and action is instituted on this Note, the undersigned promise(s) to pay all reasonable costs and expenses, including, but not limited to, reasonable attorney's fees.

This Note is secured by the Deed of Trust executed this date and covering the real property therein described.

Executed at Redondo Beach, California.

Signed Tia Milton Signed April 1, 2003
Tia Milton

Dated April 1, 2003 Dated _____