

March 2, 2021

Bob Havlicek, Executive Director
Housing Authority of the County of Santa Barbara
815 West Ocean Avenue
Lompoc, CA 93436

RE: Conditional Funding Allocation of NPLH Non-Competitive Funds for the Housing Authority of the County of Santa Barbara's Project at 1401 E. Cypress Ave, Lompoc, California (Project)

Dear Mr. Havlicek:

On March 2, 2021, the Santa Barbara County Board of Supervisors approved a conditional allocation of non-competitive State No Place Like Home (NPLH) funds, in the amount of Six Hundred and Thirty-Two Thousand, Six Hundred and Ninety-Six Dollars (\$632,696), inclusive of the initial Five Hundred and Fifty Thousand Dollar (\$550,000) conditional allocation previously approved by the County's Capital Loan Committee on November 4, 2020, for the Housing Authority of the County of Santa Barbara (HASCB) to develop the above-referenced Project. The conditional allocation of these funds is not a guarantee that the Project will receive approval by applicable regulating agencies and the HASCB understands that it must undergo the requisite permit approval and zoning processes for the Project.

The proposed Project consists of sixteen units, one of which will be an onsite housing manager's unit, one of which will be for persons experiencing homelessness, and fourteen units shall be designated for NPLH tenants who are homeless, chronically homeless or at risk of experiencing homelessness and diagnosed with a serious mental illness. The State of California has authorized the County of Santa Barbara to award certain NPLH funds that were allocated to the County on a formula basis.

The funds will be set aside for the Project until September 30, 2021 to allow HASBC to secure the financing needed to complete construction of the Project. The County must receive copies of firm commitments from all funding sources, including formal notification by the State of California of an award of tax credits, on or before September 30, 2021.

On March 2, 2021, the Santa Barbara County Board of Supervisors authorized the Director of Behavioral Wellness to execute a Memorandum of Understanding with the HASCB and Cypress & 7th, L.P. to provide with the HASCB's application for tax credits. HASBC and the Santa Barbara County Department of Behavioral Wellness will be responsible for completing the non-competitive NPLH application and providing agreements as required by the NPLH Guidelines in support of the application by February 1, 2022.

Thank you for your efforts to expand affordable housing in the County of Santa Barbara. We look forward to working with you on this Project.

Sincerely,

Alice Gleghorn, PhD, Director
Department of Behavioral Wellness

Cc: Natalia Rossi
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