



October 20, 2020

City of Sunnyvale, Community Development Department
ATTN: Jenny Carloni, Housing Officer
456 W. Olive Ave.
Sunnyvale, CA 94086

Re: Sunnyvale Block 15 – San Andreas Regional Center Funding

Dear Jenny,

Thank you for your continued support to move the Sunnyvale Block 15 affordable housing project forward. As you know, the project was awarded a commitment of \$1,000,000 in funding from the San Andreas Regional Center (SARC) through the California Department of Developmental Services (DDS) to support the 23 units prioritized for households with intellectual and developmental disabilities. These funds will be used to fund the construction and permanent phase of the project. Given SARC and DDS budget timing restraints, these funds must be issued no later than March 2021 or they will no longer be available to the project. Unfortunately if the project cannot rely on these funds, the project's financing gap ultimately will increase by \$1,000,000. Given the project is not anticipated to start construction until fall of 2021, we are writing this letter to request the City of Sunnyvale consider the release of these funds to pay for incurred predevelopment costs and approve a deed of trust to be recorded against the project site.

Insuring these funds remain as a source for the project is of utmost importance. Our team continues to pursue all opportunities to fill the project's remaining financing gap and sees positive opportunities in early 2021. Loosing this funding would be a step backward during a time where we must continue to move forward. We truly appreciate the time and effort the City is spending on making sure this project becomes a reality. We look forward to further discussing.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Ann Silverberg', written over a light blue grid background.

Ann Silverberg
Related California, CEO NorCal Affordable

CC: Jim Morgan, Housing Finance Manager
California Department of Developmental Services