



Heidi Hall, 1st District Chair Edward C. Scofield, 2nd District Lisa Swarthout, 3rd District Susan Hoek, 4th District Vice-Chair Hardy Bullock, 5th District

> Julie Patterson Hunter, Clerk of the Board

May 9, 2023

RE: Letter of intent to support this project sponsored by Hospitality House and the City of Grass Valley

To whom it may concern:

It is the intent of the County of Nevada to lease Parcels 2 and 3 of the property at 936 Old Tunnel Road, APN 035-400-054, Grass Valley, CA 95945 to the City of Grass Valley and Foothill House of Hospitality dba Hospitality House for the Sierra Studios housing project without condition or reservation upon successful application of Homekey 3 grant award by the State of California Housing and Community Development to build housing that is compliant with the terms of that grant award.

It is understood that the City of Grass Valley is the applicant and Hospitality House is the coapplicant for the Homekey Round 3 NOFA application. The proposed Homekey Round 3 Project at 936 Old Tunnel Road will include 20-40 studio apartments for people experiencing chronic homelessness.

The County of Nevada understands the Homekey Round 3 project requires affordability covenants and restrictions. Upon execution of the project, the Affordability Covenant shall be binding, effective, and enforceable against all successors, transferees, and assignees, and it shall continue in full force and effect for a period not less than 55 years.

Thank you for your consideration of this request.

Sincerely,

Edward C. Scofield Nevada County Board of Supervisors, Chair