



# CITY OF COSTA MESA

P.O. BOX 1200, CALIFORNIA 92628-1200

FROM THE OFFICE OF THE CITY MANAGER

July 20, 2022

Mr. Kyle Paine  
Community Development Partners  
3416 Via Oporto, Suite 301  
Newport Beach, CA 92663

Re: Preliminary Award by City of Costa Mesa of Local Match Funds for Homekey Program:  
Acquisition and Rehabilitation of Motel 6 in Costa Mesa, California.

Dear Mr. Paine,

I am pleased to inform you that the City Council for the City of Costa Mesa ("City") has approved a total funding commitment of \$5,000,000 to Community Development Partners ("Developer"), to provide local match funds for costs associated with the acquisition, rehabilitation, and conversion of the Motel 6 located at 2274 Newport Boulevard, Costa Mesa, CA 92627 ("Project"), into permanent supportive housing, subject to the terms of this letter.

Fund Source:	American Rescue Plan Act (ARPA) funds
Amount:	\$3,500,000
Approval Date:	November 16, 2021

Fund Source:	HOME Investment Partnership Program (HOME) funds
Amount:	\$1,500,000
Approval Date:	July 19, 2022

A copy of the City Council's action approving this funding commitment is enclosed. The City's funding commitment is conditional on the parties reaching final and mutually agreeable terms of a funding and regulatory agreement setting forth each parties' rights and obligations.

Sincerely,

Lori Ann Farrell Harrison  
City Manager