



OPENING DOORS. CHANGING LIVES.

David Gouin,
Director of Housing and Community Services
90 Santa Rosa Avenue
Santa Rosa, CA 95404

Dear Dave:

Thank you for your consideration of our request to subordinate and extend loans on some of our Santa Rosa properties.

As we discussed Burbank intends to use the proceeds from the refinancing as follows:

- Payoff the hard debt on the property with new 30-year loans at a reduced interest rate. (the 30 year loan and reduced interest will allow more certainty in how we operate the properties)
- Make improvements to the properties that are identified in the Physical Needs Assessment commissioned for each of the properties
- Use the refinance proceeds to prepay \$1.7 million of the \$3.5 million unsecured promissory note
- Allow Burbank to move forward with the approximately 400 units of affordable housing in the city of Santa Rosa that we currently have in our pipeline.

We value the partnership that we have with the City of Santa Rosa and look forward to continuing that partnership.

Sincerely,

Lawrance Florin
CEO/President

