



April 25, 2025

County of Sonoma
County Administrator's Office
575 Administration Drive, Suite 104A
Santa Rosa, CA 95403
Attn: Yoan Vivas

Re: RED Housing Fund, County of Sonoma Loan Agreement – Loan Forgiveness

Dear Mr. Vivas,

The RED Housing Fund (the "Fund", "RHF" or "Borrower") is requesting that the County of Sonoma ("County" or "Lender") forgive a portion of its loan to the Fund, per the terms described in the Loan Agreement dated November 4, 2021. Section 3 of the Loan Agreement states:

"...The Loan shall be forgiven as provided in this Section provided that: (i) no Event of Default has arisen under the Loan Documents, (ii) Borrower is in compliance with Lender's Requirements set forth in Exhibit D... and (iii) the Board of Supervisors has reviewed and approved Borrower's Annual Report... Commencing on the first anniversary of the Effective Date, and on each anniversary thereafter during the term of the Loan, provided that the conditions set forth in this Section have been satisfied, five percent (5%) of the original amount of the Loan (i.e., the sum of \$500,000) shall be forgiven so that the entire Loan will be forgiven as of the twentieth (20th) anniversary of the Effective Date."

The RED Housing Fund certifies that:

- 1) Under the terms described in the Fund's Loan Agreement with the County, no event of default has occurred;
- 2) The Fund is in compliance with the Lender's Requirements, described in Exhibit D of the Loan Agreement and included in the Fund's Annual Report (included as an attachment to this Letter); and
- 3) The Fund has delivered for review and approval of its Annual Report to the Board of Supervisors.

The Fund requests that the County provide a Statement of Partial Loan Forgiveness, per the terms described in Section 3 of the Loan Agreement, upon the Board of Supervisors review and approval of the Annual Report, as evidence of the loan's partial forgiveness.

Sincerely,

Veronica Ferguson

Veronica Ferguson (Apr 28, 2025 14:53 PDT)

Veronica Ferguson
President
RED Housing Fund
P.O. Box 3531
Santa Rosa, CA 95402

ATTACHMENT B

STATEMENT OF PARTIAL LOAN FORGIVENESS

The undersigned hereby certifies that pursuant to Section 8 of that certain Loan Agreement (the "Loan Agreement") dated as of November 4th, 2021, by and between the County of Sonoma, a political subdivision of the State of California ("Lender") and RED Housing Fund, a California nonprofit public benefit corporation ("Borrower"), the County of Sonoma Board of Supervisors has reviewed and approved Borrower's Annual Report for the period January 1, 2024 to December 30, 2024.

Pursuant to Section 3 of the Loan Agreement, as of the date of this Statement, Lender hereby forgives \$500,000 of the outstanding balance of the Loan (as defined in the Loan Agreement).

As of the date of this Statement, the current outstanding balance of the Loan is Eight Million Dollars (\$8,000,000.00).

This Statement is delivered as of July ____, 2025, and executed by the undersigned authorized officer of Lender.

County of Sonoma, a political subdivision of the State of California

By: _____
Name: Christina Rivera
Title: County Administrator