



City of Pleasant Hill

City Manager

August 27, 2018

County of Contra Costa
c/o Kristen Lackey
Program Manager
Contra Costa County Department of Conservation and Development
30 Muir Road
Martinez, CA 94553

Re: Intercreditor Agreement (Hookston Manor), dated December 8, 1998, among the Pleasant Hill Redevelopment Agency, a public body, corporate and politic (the “Agency”), the County of Contra Costa, a political subdivision of the State of California (the “County”), and Hookston Senior Homes Associates, a California Limited Partnership (the “Borrower”); \$500,000 (original principal amount) “County Loan” thereunder

To whom it may concern:

The City of Pleasant Hill, a municipal corporation, as housing successor agency to the Agency (“City”), and holder of the “Agency Loan” under the Intercreditor Agreement, is negotiating terms of a transaction whereby, among other things, the Borrower will transfer the underlying project property to another entity, that new entity will take out another loan to further rehabilitate the property; the Agency Loan (now held by the City) will be renegotiated; and the County Loan will be paid off in full. This is to confirm that, subject only to any required Pleasant Hill City Council approvals for the City’s participation in the transaction, the City has no objection to the County Loan being paid off. While of course we cannot guarantee Council approval, at this time we have no reason to believe it will not be given.

Sincerely,

Andrew Murray
Assistant City Manager

Cc: June Catalano, City Manager
Janet Coleson, City Attorney
Jerry Ramiza, BWS
Suzy Kim, RSG
Somaya Abdelgany, SAHA