

NOTICE OF FINDING OF NO SIGNIFICANT IMPACT AND NOTICE OF INTENT TO REQUEST RELEASE OF FUNDS

Date of Notice: January 9, 2026

State of California Department of Housing and Community Development (HCD)
651 Bannon Street, Suite 400, Sacramento, CA 95811
(916) 776-7745

These notices shall satisfy two separate but related procedural requirements for activities to be undertaken by the State of California Department of Housing and Community Development.

REQUEST FOR RELEASE OF FUNDS

On or about January 27th, 2026, the California State Department of Housing and Community Development (HCD) will submit a request to the U.S. Department of Housing and Urban Development for the release of \$13,448,206 of Community Development Block Grant-Disaster Recovery (CDBG-DR) funds as authorized by the Housing and Community Development Act of 1974, as amended, for a project located at South of Passalacqua Road/Parkland Farms Blvd. Intersection, Healdsburg, CA 95448 for the purpose of partially funding a 42-unit affordable housing project in Healdsburg, CA.

The project, located on Lot 3 of APN 091-310-012, is south of the intersection of Passalacqua Road and Parkland Farms Boulevard in northeast Healdsburg. The project will include a collection of four 3-story buildings totaling approximately 43,500 square feet with 42 residential units in a mix of studios and one-, two-, and three-bedroom units. The project will also include amenities such as a common laundry room, open space, and a surface parking lot with 68 parking stalls, 9 of which will be accessible. The unit breakdown is one studio, 19 one-bedroom units, 11 two-bedroom units, and 11 three-bedroom units. All units will be deed restricted for use by households at income tiers between 30 - 50 percent of area median income ("AMI") except for 1 one-bedroom manager unit. Seven units will be accessible for people with mobility impairments, and five units will be accessible for people with visual/hearing impairments. The site has been rough graded by a prior owner and is currently undeveloped. Infrastructure serving the site, including an extension of Parkland Farms Boulevard to Passalacqua Road, has been installed by a prior owner.

Projected sources of funding include the following federal funding: HCD CDBG-DR-13,448,206 (the funding source this notice is requesting) and the following non-federal funding: \$1,340,417 in Sonoma County funding and approximately \$22,000,000 in private funding for a TDC of approximately \$37,000,000.

FINDING OF NO SIGNIFICANT IMPACT

HCD has determined that the project will have no significant impact on the human environment. Therefore, an Environmental Impact Statement under the National Environmental Policy Act of 1969 is not required. Additional project information is contained in the Environmental Review

Record (ERR). The ERR will be made available to the public for review either electronically, by U.S. mail, or may be viewed at the California Department of Housing and Community Development, Division of Federal Financial Assistance, 651 Bannon Street, Sacramento, CA 95811, Monday through Friday between the hours of 9 AM to 4 PM: An appointment and 24-hour notice is required. Please submit your request for electronic viewing or for a paper copy to be mailed by emailing NEPAComments@hcd.ca.gov.

PUBLIC COMMENTS

Any individual, group, or agency may submit written comments on the ERR to HCD by emailing NEPAComments@hcd.ca.gov Attn: Jessica Hayes. All comments received by January 26th, 2026, will be considered by HCD prior to authorizing submission of a request for release of funds. Comments should specify which Notice they are addressing.

ENVIRONMENTAL CERTIFICATION

HCD certifies to HUD that Jessica Hayes, Federal Recovery Branch Manager, in her capacity as certifying officer consents to accept the jurisdiction of the Federal Courts if an action is brought to enforce responsibilities in relation to the environmental review process and that these responsibilities have been satisfied. HUD's approval of the certification satisfies its responsibilities under NEPA and related laws and authorities and allows HCD to use Program funds.

OBJECTIONS TO RELEASE OF FUNDS

HUD will accept objections to its release of fund and HCD's certification for a period of fifteen days following the anticipated submission date or its actual receipt of the request (whichever is later) only if they are on one of the following bases: (a) the certification was not executed by the Certifying Officer of HCD; (b) HCD has omitted a step or failed to make a decision or finding required by HUD regulations at 24 CFR part 58; (c) the grant recipient or other participants in the development process have committed funds, incurred costs or undertaken activities not authorized by 24 CFR Part 58 before approval of a release of funds by HUD; or (d) another Federal agency acting pursuant to 40 CFR Part 1504 has submitted a written finding that the project is unsatisfactory from the standpoint of environmental quality. Objections must be prepared and submitted in accordance with the required procedures (24 CFR Part 58, Sec. 58.76) and shall be emailed to RROFSFRO@hud.gov or mailed to HUD San Francisco Regional Office, One Sansome Street, Suite 1200, San Francisco, CA 94104. Potential objectors should contact HUD at the above address to verify the actual last day of the objection period.

Jessica Hayes, DFFA Federal Recovery Branch Manager