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

Date of Notice: November 5, 2025

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 November 21, 2025, 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 \$12,000,000 of Home Investment Partnerships Program (HOME) funds under Title II of the Cranston-Gonzales National Affordable Housing Act of 1990, as amended and \$13,905,414 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 6799 Skyway in Paradise, California for the purpose of partially funding a 48-unit affordable housing project in Paradise, CA.

The Cape Cod Apartments is located on a 3.98-acre site on Skyway just north of the Oliver Road intersection. The project is comprised of two (2) undeveloped parcels: 052-060-013 & 052-060-036. The majority of the site is zoned multifamily with the entrance road being zoned community commercial. These parcels previously were developed with the Cape Cod Mobile Home Park. The proposed project consists of four (4) two story residential buildings providing 12 dwelling units each, for a total of 48 dwelling units. Also included is a Community Building with leasing offices, mail room, computer lab, laundry room, maintenance office, and indoor/outdoor community social / meeting spaces. The project will also include age-appropriate outdoor recreation facilities, shaded BBQ and picnic areas, assigned parking and open guest parking. The buildings are sustainably designed to exceed state minimum standards and resistant to fire. The site will include solar PV generation, water-wise landscaping, and recycling facilities. The project will include construction of four (4) 2-story buildings and all necessary infrastructure, which may include, but not be limited to curbs, gutters, internal roadways and parking, street lighting, storm drains, etc.

Projected sources of funding include the following federal funding: HCD CDBG-DR-13,905,414; and HCD HOME Program-\$12,000,000; (the funding sources this notice is requesting) and the following non-federal funding: HCD IIG Grant-\$2,471,400; DDS Loan-1,000,000; Town of Paradise-\$2,000,000 for a TDC of \$31,376,814.

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 or by U.S. mail. Please submit your request by email to 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 November 20, 2025, 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