

**BOARD OF COUNTY
COMMISSIONERS OF
ARCHULETA COUNTY,
COLORADO**



P.O. Box 1507
Pagosa Springs, CO 81147
(970)-264-8300 / (970)-264-8306 fax

May 28, 2019

Mr. John T. Egan
Archuleta County Housing Authority
PO Box 1463
Pagosa Springs, Co 81147

RE: Letter of Commitment - Department of Human Services Building

Dear Mr. Egan,

The Board of County Commissioners of Archuleta County (the "Board"), by this letter, commits to provide up to \$1,250,000.00 in funding to assist in the development of a commercial building, with tenant finishes on the top floor and unfinished basement, as shown on the plans submitted to the Board on May 21, 2019. In addition, the Board commits to entering into a long term fully net lease for a term of 35 years with a lease rate of \$50,000 per year. The lease payments will be utilized to secure permanent financing for the development of the Human Services Building. The Board will also provide the Archuleta County Housing Authority with a long term land lease on the property to be occupied by the Human Services Building according to the terms listed in the land lease of the residential parcel. Both land and improvements will revert back to Archuleta County ownership at the conclusion of the 35 year building lease term.

The commitment is conditioned on the Archuleta County Housing Authority receiving an allocation of Low Income Housing Tax Credits from the Colorado Housing and Finance Authority in the amount requested. Neither the Board nor the Housing Authority will be bound by this agreement if the Tax Credit application is not approved.

Sincerely,

Ronnie Maez, Chair
Archuleta County Board of County Commissioners