

Capitola City Council

Agenda Report

Meeting: November 13, 2025

From: Community and Economic Development Department

Subject: 3720 Capitola Road Request for Support of Grant Application



Recommended Action: No action.

Background: In September 2025, CRP Affordable Housing and Community Development ("CRP") met with City staff to introduce a potential 100% affordable multifamily housing project at 3720 Capitola Road. CRP discussed potential density scenarios for the site, streamlined ministerial processing, and the need for a letter of support from the City to make CRP eligible for the Community Development Block Grant Disaster Recovery Multifamily Housing Program (CDBG-DR MHP). On October 17, 2025, CRP submitted a formal request for City Council support of their grant application.

Following that request, City staff conducted noticing of an upcoming City Council agenda item to consider support for their grant application. As part of staff's noticing, a notice was posted at 3720 Capitola Road and a notice was mailed to nearby residents at least 10 days in advance of the Council meeting date.

On November 7, 2025, staff and CRP agreed to remove the request for support for grant funding from City Council consideration.

Fiscal Impact: None.

Report Prepared By: Katie Herlihy, Community and Economic Development Director

Reviewed By: Julia Gautho, City Clerk

Approved By: Jamie Goldstein, City Manager