

Attachment B

Hoag's Extension
Request Letter



April 10, 2020

Mayor Will O'Neill
City of Newport Beach
100 Civic Center Drive
Newport Beach, CA 92660

**RE: Hoag Memorial Hospital Presbyterian- Development Agreement No. DA2018-004
Request for One Year Extension**

Dear Mayor O'Neill and Members of the Newport Beach City Council:

The Hoag Memorial Hospital Presbyterian Development Agreement 10-year extension was approved by the City Council on July 9, 2019. The extension included a three million dollar (\$3,000,000) Public Benefit Fee which was to be paid by Hoag on annual basis in equal payments of three hundred thousand dollars (\$300,000.) On December 19, 2019, Hoag made a good faith early payment of the first- and second-year's payments per the agreement of six hundred thousand dollars (\$600,000.)

Based on the City's approval of the 10-year extension, Hoag diligently commenced working on new plans and concepts for the Hoag Campus. Unfortunately, due to the COVID 19 Pandemic, Hoag has had to direct its full focus and resources towards addressing this medical crisis. Our planning efforts have been entirely put on hold and we project it will take us approximately a year to retool.

Given these circumstances, we hereby request the City to extend our DA an additional year from its current timeframe of 2019-2029 to a one-year extension of 2019- 2030.

Thanks for your timely attention to this matter.

Sincerely,

HOAG MEMORIAL HOSPITAL PRESBYTERIAN

A handwritten signature in black ink, appearing to read "Sanford L. Smith", written over a horizontal line.

Sanford L. Smith
Senior Vice President
Real Estate, Facilities and Construction