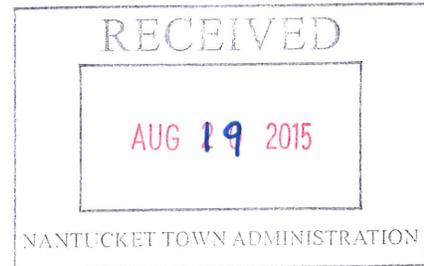


**SURFSIDE COMMONS LLC
C/O ATLANTIC DEVELOPMENT
62 DERBY STREET
HINGHAM, MA 02043**

August 19, 2015

Bob DeCosta, Chairman
Board Of Selectmen
16 Broad Street
Nantucket, MA 02554



Dear Chairman DeCosta,

Atlantic Development is pleased to notify you and the Town of Nantucket that we have submitted a Project Eligibility Letter application for Surfside Commons to Massachusetts Housing Partnership (MHP). The application packet was submitted to MHP on August 19, 2015. An application packet has been provided to your office and the Nantucket Planning Department. We have also notified the Department of Housing and Community Development that we have filed a PEL application with MHP.

We are excited to pursue this initiative. As you know, there is a significant shortage of market rate and affordable housing available on Nantucket for working families and individuals. Due to its remote location, lack of available land and extremely high cost of housing, Nantucket has the most severe and urgent need for affordable housing of any community in Massachusetts. According to DHCD and Housing Nantucket, there are 4,896 year round housing units on Nantucket and only 121 affordable units. This is only 2.5% of the year round housing on the island. There are another 6,754 season housing units on Nantucket. Most of them are summer vacation homes and are not available for year round residents. With only 121 SHI qualified affordable housing units on Nantucket, the need for more units is evident.

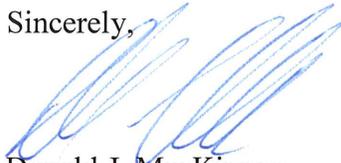
Surfside Commons includes 60 rental homes in three 2.5 story buildings and one 3.5 story building including 15 affordable units. The apartments buildings, club house and landscaping are carefully designed to reflect the "Nantucket Town" design elements seen on the Island. Surfside Commons will include one, two and three bedroom apartment homes. The amenities include a pool, exercise facility, clubhouse, and landscaped open space. The size, scale, and density of Surfside Commons are within the range of existing sustainable compact neighborhoods on Nantucket.

Surfside Commons will greatly expand the mixed-use rental housing opportunities on Nantucket. With only 121 SHI eligible housing units now on the Island, these new apartment homes will provide much needed quality housing to individuals and families.

This new neighborhood will be along the Surfside Road bike path, close to the Surfside/Fairgrounds bus stop. Its central location will enable Surfside Commons resident to walk or bike to the schools, the hospital, and the Mid-Island retail and commercial areas as well as to many recreational activities.

We look forward to working with the town of Nantucket and Massachusetts Housing Partnership through the process. Please let us know if you have any questions or require any additional information. We welcome the opportunity to meet with you and other interested stakeholders.

Sincerely,



Donald J. MacKinnon
President, Atlantic Development
Manager of Surfside Commons LLC