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Polk County, Iowa
Julie M. Haggerty RECORDER
Number: 201300058823
BK: 14592 PG: 359

Preparer Information: Mark Thompson, 2015 Grand Avenue, Des Moines, Iowa 50312 (800) 432-7230

Attention: County Recorder - After recording, return original recorded document to: Tax Credit Allocation Division, Dave Vaske-Mgr, Iowa Finance Authority, 2015 Grand Avenue, Des Moines, IA 50312 (800) 432-7230

Project: 10-10-246

LAND USE RESTRICTIVE COVENANTS AGREEMENT FOR LOW-INCOME HOUSING TAX CREDIT PROGRAM

ALLOCATION OF CREDITS TO THIS PROJECT IS BASED ON THE FOLLOWING:

- | | | |
|-----|-------------------------------------|--|
| (1) | <input type="checkbox"/> | Credits from Set-Aside for Projects involving Qualified Non-Profit Organizations |
| (2) | <input type="checkbox"/> | Credits from Preservation Set-Aside |
| (3) | <input type="checkbox"/> | Credits from Reserved Set-Aside |
| (4) | <input checked="" type="checkbox"/> | Additional Low-Income Targeting |
| (5) | <input type="checkbox"/> | Waiver of Right to Request Qualified Contract |
| (6) | <input type="checkbox"/> | Housing Supportive Services |
| (7) | <input type="checkbox"/> | Rural Development Preservation Demonstration |
| (8) | <input checked="" type="checkbox"/> | Iowa Renter to Ownership Savings Equity (ROSE Program) |

THIS AGREEMENT, dated as of December 26, 2012, by and between Meadow Vista Parkside, LLC, a Limited Liability Company, and its successors and assigns (the "Owner"), and the Iowa Finance Authority, a public instrumentality and agency of the State of Iowa ("IFA").

WITNESSETH:

WHEREAS, the Owner is the owner of a fifty nine (59) unit rental housing development located at 2647 17th Street SW in the City of Altoona, County of POLK, State of Iowa, on the real property described in Exhibit A attached hereto, known as Meadow Vista Parkside, (the "Project"); and

WHEREAS, IFA has been designated by Iowa Code Section 16.52 as the housing credit agency for the State of Iowa for the allocation of low-income housing tax credits under Section 42 of the Internal Revenue Code of 1986, as amended, and the Treasury Regulations thereunder (the "Code"); and

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WHEREAS, on February 17, 2009, President Obama signed into law the American Recovery and Reinvestment Act of 2009, PL 111-5 (the "Recovery Act"), which, in part, created the Tax Credit Assistance Program ("TCAP"), intended to facilitate the production of projects awarded low-income housing tax credits in "fiscal years" 2007, 2008, and 2009, and

WHEREAS, the Recovery Act also authorized the Section 1602 Financial Assistance Program ("Section 1602 Program"), pursuant to which financial assistance may be provided by the Authority to eligible projects that received an award of nine percent credits under Section 42 between October 1, 2006, and September 30, 2009; and

WHEREAS, the Authority was also authorized to allocate disaster relief tax credits pursuant to the Heartland Disaster Tax Relief Act of 2008; and

WHEREAS, the Owner has applied to IFA for an allocation of low-income housing tax credits for the Project and has made certain representations to IFA in its Low-Income Housing Tax Credit Application, the Carryover Allocation Application and the IRS Form 8609 Request Package (collectively, the "Application"), concerning, among other things, the number of Low-Income Units (as hereinafter defined) and the term of occupancy restrictions; and

WHEREAS, the Code requires in connection with the allocation of low-income housing tax credits that the Owner execute and deliver this Land Use Restrictive Covenants Agreement (the "Agreement") and that this Agreement be recorded in the official land records of the county in which the Project is located in order to create covenants running with the land for the purpose of enforcing certain requirements of Section 42 of the Code and certain additional undertakings of the Owner in connection with its Application by regulating and restricting the use and occupancy of the Project as set forth herein; and

WHEREAS, based upon such representations, IFA is willing to make an allocation of low-income housing tax credits to the Project provided that the Owner, by entering into this Agreement, agrees to be regulated by IFA in order that IFA may enforce the occupancy restrictions and other covenants, terms and conditions of this Agreement; and

WHEREAS, the Owner, under this Agreement, intends, declares and covenants that the regulatory and restrictive covenants set forth herein governing the use and occupancy of the Project shall be and are covenants running with the Project land for the term stated herein and shall be binding upon all subsequent owners of the Project for such term.

NOW, THEREFORE, in consideration of the mutual promises and covenants hereinafter set forth, and of other valuable consideration, the Owner and IFA agree as follows:

Section 1. Recording and Filing; Covenants to Run with the Land.

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(a) This Agreement shall be placed of record in the real property records of the county in which the Project is located and, except as otherwise provided herein, the covenants contained herein shall run with the land and shall bind the Owner and its successors and assigns, and all subsequent owners of the Project or any interest therein, and the benefits shall inure to IFA and its successors and assigns, for the period prescribed in Section 3 hereof.

(b) The Owner hereby agrees that any and all requirements of the laws of Iowa to be satisfied in order for the provisions of this Agreement to constitute restrictive covenants running with the land shall be deemed to be satisfied in full, and that any requirements of privacy of estate are intended to be satisfied, or in the alternate, that an equitable servitude has been created to insure that these restrictions run with the land. During the term of this Agreement, each and every contract, deed or other instrument hereafter executed conveying the Project or portion thereof shall expressly provide that such conveyance is subject to this Agreement, provided, however, the covenants contained herein shall survive and be effective as to successors and/or assigns of all or any portion of the Project, regardless of whether such contract, deed or other instrument hereafter executed conveying the Project or portion thereof provides that such conveyance is subject to this Agreement.

Section 2. Representations, Covenants and Warranties of the Owner. The Owner covenants, represents and warrants as follows:

(a) The Owner is duly organized under the laws of the State of Iowa and is qualified to transact business under the laws of Iowa.

(b) The Owner has good and marketable title to the premises constituting the Project.

(c) Each building which is the subject of an allocation of low-income housing tax credits is, or, by not later than the last day of the first year of the "credit period," as defined in Section 42(f) of the Code ("Credit Period"), will be, a "qualified low-income building" as defined in Section 42(c)(2) of the Code ("Qualified Low Income Building"), and the Project constitutes or will constitute a "qualified low-income housing project" as defined in Section 42(g) of the Code ("Qualified Low Income Housing Project").

(d) The Owner shall not discriminate on the basis of race, creed, color, sex, sexual orientation, gender identity, age, marital status, national origin, disability or familial status in the lease, use or occupancy of the Project or in connection with the employment or application for employment of persons for the operation and management of the Project, and shall neither refuse to lease a unit in the Project, nor give preference to the holder of a certificate of eligibility under Section 8 of the U.S. Housing Act of 1937 on account of the status of the prospective tenant as such holder.

(e) The Owner shall not demolish any part of the Project or substantially subtract from any real or personal property of the Project; or permit the use of any residential rental unit for any purpose other than rental housing.

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(f) The Owner has not and will not execute any other agreement with provisions contradictory to, or in opposition to, the provisions hereof, and in any event, the requirements of this Agreement are paramount and controlling as to the rights and obligations herein set forth and supersede any other provisions in conflict herewith.

(g) If the Owner becomes aware of any situation, event or condition which would result in non-compliance of the Project or the Owner with Section 42 of the Code, the Owner shall promptly give written notice thereof to IFA.

(h) The Owner shall insure that the Low-Income Units (as hereinafter defined) are of comparable quality to other units, if any, in the Project.

(i) If the Project, or any part thereof, shall be damaged or destroyed or shall be condemned or acquired for public use, the Owner will use its best efforts to repair and restore the Project to substantially the same condition as existed prior to the event causing such damage or destruction, utilizing materials and workmanship as similar as possible to the original construction and of at least as good a quality as the original construction, or to relieve the condemnation, and thereafter to operate the Project in accordance with the terms hereof.

(j) The owner shall maintain the property in reasonably good repair and as materials, appliances, fixtures and equipment are replaced from time to time, Owner shall cause materials, appliances, fixtures, and equipment of at least as good a quality as the originals to be used for such replacements.

(k) The Owner has obtained or will obtain the consent of any prior recorded lienholder(s) to the recording of this agreement and to the subordination of the lien(s) of such lienholder(s) to this Agreement.

(l) Reserved.

(m) All real property described in the Owner's original application for low income housing tax credits under the 2010 First Amended Qualified Allocation Plan and identified therein as part of the Project is also described on Exhibit A hereto, and all real property described on Exhibit A hereto was included in the legal description set forth in the Owner's original Application.

Section 3. Term of Restrictions.

(a) Except as otherwise provided herein, this Agreement, including the occupancy restrictions set forth in Section 5 hereof, shall be in effect for each building which is part of the Project for a period of fifteen (15) taxable years (the "Compliance Period") beginning with the taxable year in which each such building is placed in service or, in connection with the election of the taxpayer under Section 42(f)(1)(B) of the Code, the succeeding taxable year.

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(b) In addition to the period described in Subsection (a) above, the Owner shall comply with the occupancy requirements set forth in Section 5 hereof for an additional fifteen (15) years, which, when added to the Compliance Period results in thirty (30) total years, with such total period constituting the "extended use period," as defined in Section 42(h)(6)(D) of the Code ("Extended Use Period"). Accordingly, the occupancy requirements set forth in Section 5 hereof shall remain in place for a period of thirty (30) years, except as described in Paragraph (c) below.

(c) This Agreement and the Extended Use Period for any building which is part of the Project shall terminate:

(i) on the date the Project or the building is acquired by foreclosure or deed in lieu of foreclosure unless the Secretary (hereinafter defined) determines that such acquisition is part of an arrangement with the Owner a purpose of which is such termination; or

(ii) on the last day of the one-year period beginning on the date (after the date which is one (1) year prior to the end of the period described in Subsection (a) above) the Owner submits a written request to IFA to find a person to acquire the Owner's interest in the low-income portion of the building and IFA is unable to present during such period a "qualified contract" as such term is defined in Section 42(h)(6)(F) of the Code.

(d) Notwithstanding any termination pursuant to Subsection (c) above, during the period of three (3) years following such termination, the Owner shall not evict or terminate the tenancy of an existing tenant of any Low-Income Unit (hereinafter defined) other than for good cause and shall not increase the gross rent above the maximum allowed under the Code with respect to such Low-Income Unit.

(e) Reserved.

Section 4. Qualified Low-Income Housing Project. The Owner shall maintain the Project as a Qualified Low-Income Housing Project at all times, commencing not later than the last day of the first year of the Credit Period and continuing throughout the term of this Agreement. To this end, and without limitation, the Owner shall assure that all of the residential units in the Project are available for use by the general public, suitable for occupancy and used on other than a transient basis.

Section 5. Occupancy Restrictions. The Owner covenants and agrees that:

(a) For the purpose of Section 42(g)(1) of the Code, the Owner elects

At least twenty percent (20%) of the residential rental units in the Project shall be both rent-restricted (as hereinafter defined) and occupied by individuals or families whose income is fifty percent (50%) or less of area median gross income.

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At least forty percent (40%) of the residential rental units in the Project shall be both rent-restricted (as hereinafter defined) and occupied by individuals or families whose income is sixty percent (60%) or less of area median gross income.

In addition to the Minimum Set-Aside requirement checked above, the Project will also meet the deep rent skewing option as defined in Section 142(d)(4) of the Code (fifteen percent (15%) of the units occupied by individuals whose income is forty percent (40%) or less of area median gross income and other requirements).

(b) Notwithstanding the election described in Subsection (a) of Section 5 above, the Owner covenants and agrees that at least zero (0) of the residential rental units shall be both rent-restricted and occupied by individuals or families whose income is thirty percent (30%) or less of area median gross income, at least twelve (12) of the residential rental units shall be both rent-restricted and occupied by individuals or families whose income is forty percent (40%) or less of area median gross income, at least zero (0) of the residential rental units shall be both rent-restricted and occupied by individuals or families whose income is fifty percent (50%) or less of area median gross income, and at least forty seven (47) of the residential rental units shall be both rent-restricted and occupied by individuals or families whose income is sixty percent (60%) or less of area median gross income. The owner also covenants and agrees that rent for all of the residential units shall not exceed 100% of the fair market rent, as established by the U.S. Department of Housing and Urban Development. All of the residential rent and income restricted units will be distributed by bedroom size as follows:

Unit Summary by AMI and Bedroom Size			
Type	AMI %	BR Size	Unit Count
Low Income	40	3	3
	40	4	9
	60	3	12
	60	4	35
Total Units			59

(c) All of the foregoing residential rental units are collectively referred to herein as the "Low-Income Units", and, with respect to all of such Low Income Units, "median gross income" shall be determined in accordance with the Code. The Owner further agrees that additional units in the Project shall be both rent-restricted and occupied by low-income individuals or families whose incomes meet the requirements of Section 5(b) to the extent necessary to maintain the "applicable fraction," as defined in Section 42(c) (1)(B) of the Code, at not less than the percentage set forth on Exhibit B for each taxable year of the Extended Use Period. A unit is "rent-restricted" if the gross rent with respect to such unit does not exceed thirty percent (30%) of the imputed income limitation applicable to such unit, all as determined in accordance with Section 42(g) of the Code.

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(i) The determination of whether an individual or family is a Qualifying Tenant (that is, meets the income requirements of Subsection (b) of this Section 5) shall be made at least annually on the basis of the income of such individual or family. IFA may allow certification on a less frequent basis as permitted by IFA's Compliance Manual. Any unit occupied by an individual or family who is a Qualifying Tenant at the commencement of occupancy shall continue to be treated as a Low-Income Unit notwithstanding an increase in the income of such individual or family above the income limitation applicable under Subsection (b) of this Section 5, provided that, if such Qualifying Tenant's income subsequently exceeds one hundred seventy percent (170%) of the applicable income limit, such unit shall no longer be a Low-Income Unit if after the determination of such increase, but prior to the next determination, any residential unit which meets the requirements of IRC § 42(g)(2)(D)(i).

(ii) As a condition to occupancy, each individual or family who is intended to be a Qualifying Tenant shall be required to sign and deliver to the Owner a fully completed Tenant Income Certification in the form provided from time to time by IFA, and the income and assets of such individual or family must be verified in the manner prescribed by IFA.

(iii) The form of lease to be utilized by the Owner in renting any unit in the Project to any person who is intended to be a Qualifying Tenant shall provide for termination of the lease and consent by such person to immediate eviction for failure to qualify as a Qualifying Tenant as a result of any material misrepresentation made by such person with respect to the Income Certification or the failure by such tenant to execute a Tenant Income Certification annually when required by IFA's Compliance Manual.

(d) The Owner further covenants and agrees that not later than the last day of the first year of the Credit Period, as defined in Section 42(f) of the Code:

(i) The Project is designated a Family project.

(ii) Reserved.

(iii) Reserved.

(iv) All of the Low-Income Units shall be generally distributed in terms of location and number of bedrooms throughout the Project. The Low-Income Units shall be of comparable quality and offer a range of sizes and number of bedrooms comparable to those units which are available to other tenants.

(v) Of the residential rental units which are to be subject to the restrictions of Section 5 hereof, at least zero (0) shall be efficiency units, at least zero (0) shall be one-bedroom units, at least zero (0) shall be two-bedroom units, at least fifteen (15) shall be three-bedroom units, and at least forty four (44) shall be four-bedroom units.

(vi) The Project will participate in and comply with the requirements of the Iowa Renter To Ownership Savings Equity (ROSE) Program, pursuant to Section 42(i)(7), in the manner and on the terms and conditions set forth in Exhibit D attached hereto.

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(e) The Owner further covenants and agrees that the following features and amenities shall be constructed, equipped, set aside and made available at the Project, as set forth on Exhibit C.

(f) Reserved.

(g) With the written consent of IFA, the number of property manager-occupied units within the project may be increased or decreased to improve the efficient operation of the property.

Section 6. Reserved.

Section 7. Owner Certifications and Reports.

(a) Within ninety (90) days of the end of the first year of the Credit Period, the Owner shall provide to IFA a copy of the First Year Certification Part II of IRS Form 8609, as filed or prepared for filing with the Internal Revenue Service and executed by or on behalf of the Owner.

(b) The Owner shall annually provide to the Secretary of the United States Department of the Treasury (the "Secretary"), or to his or her designee, at such time and in such manner as the Secretary shall prescribe, a certification as to the continuing compliance of the Project with requirements of Section 42 of the Code. A copy of such annual certification shall be provided to IFA.

(c) The Owner shall provide to IFA, annually, on March 1 or the next business day, a Certification of Continuing Program Compliance and an Occupancy Report, each in the form provided, from time to time, by IFA, together with a copy, for each building, of the most recently filed IRS Form 8609 Schedule A: Annual Statement.

(d) The Owner shall maintain in its records and provide to IFA copies of any and all notices and correspondence from or with the Internal Revenue Service concerning the Project or the Owner.

(e) In addition to the information provided for in Section 5 and in this Section 7, the Owner shall provide any other information, documents or certifications requested, from time to time, by IFA with respect to the Project's physical, operational and financial condition and its residents which IFA reasonably deems necessary to substantiate the Owner's continuing compliance with the provisions of this Agreement and Section 42 of the Code.

Section 8. Transfer Restrictions.

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(a) The Owner shall not sell, assign, convey, transfer or otherwise dispose of the Project or any building in the Project without the prior written consent of IFA. Such consent shall be given provided that: (i) the Owner is in compliance with the requirements of this Agreement and of Section 42(j)(6) of the Code; (ii) the proposed transferee of the Project evidences, to the reasonable satisfaction of IFA, by its performance with respect to other low-income housing tax credit or government-assisted housing projects and otherwise, its willingness and ability to comply with the terms of this Agreement; and (iii) in no event shall the Owner dispose of any portion of any building in the Project to any person unless all of such building is disposed of to such person. For the purposes of this Subsection, transfer of fifty percent (50%) or more of the ownership interests in Owner shall be deemed a transfer of the Project.

(b) The Owner shall include, verbatim or by incorporation by reference, all requirements and restrictions contained in this Agreement in any deed or other documents transferring any interest in the Project or in any building in the Project to any other person or entity to the end that such transferee has notice of and is bound by such restrictions, and shall obtain the express written assumption of this Agreement by any such transferee.

Section 9. Physical Maintenance/Management/Books/Records/Inspections.

(a) The Owner shall maintain each building in the Project such that all units are suitable for occupancy, taking into account applicable health, safety and building codes, and otherwise in a manner reasonably satisfactory to IFA and in compliance with the uniform physical conditions standards set forth at 24 C.F.R. pt. 5, Section 7.03.

(b) The Owner shall provide for the management of the Project in a manner reasonably determined by IFA to assure compliance with this Agreement. Any management contract entered into by the Owner involving the Project shall provide that it shall be subject to termination, without penalty and with or without cause, upon written request by IFA addressed to the Owner. Upon such request the Owner shall immediately terminate the contract within a period of not more than thirty (30) days and shall make arrangements reasonably satisfactory to IFA for continuing proper management of the Project.

(c) The books, contracts, records, computerized data, documents and other papers relating to compliance of the Owner and the Project with Section 42 of the Code, with this Agreement, and the eligibility of the Owner to claim credits with respect to the Project, shall at all times be maintained at the Project. All of the aforementioned materials shall be in reasonable condition for proper audit and shall be subject to examination and inspection and copying at any reasonable time by IFA or its authorized agents. IFA shall also have the right to enter and inspect the Project at any reasonable time.

(d) Owners shall keep records for each Qualified Low Income Building in the Project showing the following:

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- (i) the total number of residential rental units in the building (including the number of bedrooms and the size in square feet of each unit);
- (ii) the percentage of residential rental units in the building that are Low-Income Units;
- (iii) the rent charged on each residential rental unit in the building (including any utility allowance);
- (iv) the number of occupants in each Low Income Unit;
- (v) the Low-Income Unit vacancies in the building and information that shows when, and to whom, the next available units were rented;
- (vi) the initial and annual student certification of each Qualifying Tenant if Section 42(g)(8)(B) applies;
- (vii) the annual income certification of each Qualifying Tenant;
- (viii) documentation to support each Qualifying Tenant's income certification;
- (ix) the eligible basis and qualified basis of the building at the end of the first year of the credit period; and
- (x) the character and use of the nonresidential portion of the building included in the building's eligible basis under Section 42(d) of the Code (e.g., tenant facilities that are available on a comparable basis to all tenants and for which no separate fee is charged for use of the facilities, or facilities reasonably required by the Project).

(e) Owners shall keep all records for each building for a minimum of six (6) years after the due date (with extensions) for filing the Owner's federal income tax return for any year; provided, that the records for the first year of the credit period must be retained for at least six (6) years beyond the due date (with extensions) for filing the federal income tax return for the last year of the Compliance Period of the building.

Section 10. Prohibition Against Actions Described in Section 42(h)(6)(E)(ii)(I) and(II). The Owner covenants and agrees that during the Extended Use Period it (a) will not evict or terminate the tenancy of an existing tenant of any Low-Income Unit other than for good cause, and (b) will not increase the gross rent above the maximum allowed under the Code with respect to such Low-Income Unit.

Section 11. Enforcement.

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(a) The Owner covenants that it will not knowingly take or permit any action that would result in a violation of the requirements of Section 42 of the Code or of this Agreement. Moreover, the Owner covenants to take any lawful action (including amendment of this Agreement) as may be necessary, in the opinion of IFA, to comply fully with all applicable rules, rulings, policies, procedures, regulations or other official statements promulgated or proposed by the United States Department of the Treasury or the Internal Revenue Service from time to time pertaining to the Owner's obligations under Section 42 of the Code and affecting the Project.

(b) The Owner shall promptly advise IFA as to the date each building in the Project is a Qualified Low-Income Building.

(c) In the event of any failure of the Owner to comply with the provisions of Section 42 of the Code or of this Agreement, IFA shall inform the Owner by written notice of such failure and provide the Owner a period of time in which to correct such failure. If any such failure is not corrected to the satisfaction of IFA within the period of time specified by IFA, which shall be at least thirty (30) days after the date any notice to the Owner is mailed, or within such further time as IFA determines is necessary to correct the violation, but not to exceed any limitations set by applicable regulations, without further notice IFA may declare a default under this Agreement effective on the date of such declaration of default, and IFA may (i) apply to any court, state or federal, for specific performance of this Agreement or an injunction against any violation of this Agreement; (ii) secure the appointment of a receiver to operate the Project in compliance with this Agreement; or (iii) exercise any other remedies at law or in equity or any such other action as shall be necessary or desirable to correct non-compliance with this Agreement.

(d) The Owner and IFA each acknowledges that the primary purpose of requiring compliance by the Owner with the restrictions provided in this Agreement is to assure compliance of the Project and the Owner with Section 42 of the Code and the Treasury Regulations thereunder, AND BY REASON THEREOF, THE OWNER IN CONSIDERATION OF RECEIVING AN ALLOCATION OF LOW-INCOME HOUSING TAX CREDITS FOR THE PROJECT HEREBY AGREES AND CONSENTS THAT IFA, ANY QUALIFYING TENANT AND ANY INDIVIDUAL WHO MEETS THE INCOME LIMITATION APPLICABLE TO THE BUILDING UNDER THE CODE (WHETHER PRESENT, PROSPECTIVE OR FORMER OCCUPANTS OF THE BUILDING) (ANY OR ALL OF THEM) SHALL BE ENTITLED, FOR ANY BREACH OF THE PROVISIONS HEREOF, AND IN ADDITION TO OTHER REMEDIES PROVIDED BY LAW OR IN EQUITY, TO ENFORCE SPECIFIC PERFORMANCE BY THE OWNER OF ITS OBLIGATIONS UNDER THIS AGREEMENT IN ANY COURT, STATE OR FEDERAL, OF COMPETENT JURISDICTION, the Owner hereby further specifically acknowledges that the beneficiaries of the Owner's obligations hereunder cannot be adequately compensated by monetary damages in the event of any default hereunder.

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(e) In the event of the Owner's or Project's failure to comply fully with the Code, the covenants and agreements contained herein or with all applicable rules, rulings, policies, procedures, regulations or other official statements promulgated or proposed by the United States Department of the Treasury or the Internal Revenue Service or IFA from time to time pertaining to the obligations of the Owner as set forth therein or herein, IFA, in addition to all of the remedies provided by law or in equity, may notify the Internal Revenue Service of such noncompliance.

Section 12. Return of Unused Credit. Pursuant to Section 42(h)(3)(C) of the Code and Treasury Regulation §1.42-14(d) thereunder, the housing tax credit dollar amount allocated to the Owner with respect to the Project shall be cancelled and returned to IFA, in whole or in part, if (i) any building in the Project is not a Qualified Low-Income Building within the time period required by Section 42 of the Code, or (ii) the "Qualified Basis" of any building in the Project is less than the Qualified Basis on which the credit amount was allocated by IFA, (iii) IFA and the Owner cancel an allocation of an amount of credit by mutual consent, or (iv) IFA determines under Section 42(m)(2) of the Code that an amount of credit allocated to the Project is not necessary for the financial feasibility of the Project and its viability as a Qualified Low-Income Housing Project throughout the Credit Period.

Section 13. No Reliance. In issuing the Allocation, IFA has relied upon information provided and representations made by the Owner or the Owner's designee, and the Allocation does not in any way constitute a representation, warranty, guaranty, advice or suggestion by IFA as to the qualification of the Project for the tax credits, or the feasibility or viability of the Project, and may not be relied on as such by any owner, developer, investor, tenant, lender, or other person, for any reason. In addition, IFA's acceptance of the certifications and representations required in connection with Owner's request for the Allocation does not constitute a representation as to the satisfaction of the requirements under Section 42(h)(1)(E) as binding on the part of the Internal Revenue Service.

Section 14. Release and Indemnification.

(a) The Owner agrees to release and forever discharge IFA, its members, employees, agents, officers, successors and assigns, from any and all claims, demands, causes of actions, judgments and executions which the Owner has or may hereafter have against IFA, whether in law or in equity, arising or resulting from, or on account of or pertaining to, whether directly or indirectly, the issuance of a Form 8609 with respect to the Project by IFA.

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(b) The Owner, (the "Indemnitor"), hereby agrees to indemnify, hold harmless and defend IFA, its members, officers, agents, employees, successors and assigns (an "Indemnified Party"), from and against any obligation, claim, loss, demand, cost, expense (including the costs of the investigation and settlement of any claim, and including reasonable attorneys' fees), disallowance of tax benefits, or judgment against IFA directly or indirectly arising or resulting from, or on account of or relating to: (i) the financing, acquisition, construction and/or rehabilitation, syndication, sale, management or operation of the Project; (ii) any noncompliance or failure to perform any covenant under this Agreement or any other Project document (whether or not cured); (iii) any breach of a representation, warranty or covenant under this Agreement or in any other Project document; (iv) any other act or omission (whether or not cured) constituting a failure in compliance, or (v) the enforcement by IFA, its successors and assigns of IFA's rights and remedies under this Agreement or any other Project document.

(c) If any such claim is asserted, any Indemnified Party hereunder will give prompt notice to the owner and will cooperate in the investigation and defense of any such claim. The Indemnitor will assume the defense of any such asserted claim by engaging counsel approved by the Indemnified Party (which approval shall not be unreasonably withheld), it being understood and agreed that the Indemnified Party shall have the right to employ its own separate counsel and participate in such proceedings at the Indemnitor's cost and expense if such Indemnified Party is advised in an opinion of counsel rendered in good faith that there may be legal defenses available to such Indemnified Party which are adverse to or in conflict with those available to the Indemnitor.

(d) The obligations of the Indemnitor under this Section 14 shall survive any transfer of the Project (whether voluntary or involuntarily) or termination of this Agreement and any attempted transfer or assignment or termination of the Indemnitor's interest in Owner or the Project; provided, however, the indemnification obligations of the Indemnitor shall not apply with respect to matters first arising after such Indemnitor has disposed of the Indemnitor's interest in the Project or the owner, as applicable, in accordance with the provisions of this Agreement.

Section 15. Miscellaneous.

(a) The invalidity of any clause, part or provision of this Agreement shall not affect the validity of the remaining portions thereof.

(b) Any and all notices, designations, consents, offers, acceptances or any other communication provided for herein shall be given in writing by registered or certified mail, return receipt requested, by receipted hand delivery, by Federal Express, courier or other similar and reliable carrier which shall be addressed to each party as set forth as follows:

To IFA:

Iowa Finance Authority

Project Name: 10-10-246 - Meadow Vista Parkside

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2015 Grand Avenue

Des Moines, Iowa 50312

Attention: Tax Credit Program Manager

To the Owner:

Meadow Vista Parkside, LLC

9349 WATERSTONE BLVD

CINCINNATI, Ohio 45249-8320

Attention: Brian McGeady

(i) Each such notice shall be deemed to have been provided: At the time it is actually received; or, within one (1) day in the case of overnight hand delivery, courier or services such as Federal Express with guaranteed next day of delivery; or, Within five (5) days after deposited in the U.S. Mail in the case of registered U.S. Mail. Copies of such notice to each party shall be provided separately. From time to time, the parties may change the name and address of a party designated to receive notice. Such change of the designated person shall be in writing to the other party and as provided herein. IFA and the Owner may, by notice given hereunder, designate any further or different addresses to which subsequent notices, certificates or other communications shall be sent.

(c) Compliance with the Law and Regulations.

(i) The Owner shall comply with all applicable federal, state, and local laws, rules, ordinances, regulations and orders when performing within the scope of this Agreement.

(ii) The Owner declares that it has complied with all federal, state and local laws regarding business permits and licenses that may be required to carry out the work to be performed under this Agreement.

(iii) IFA may consider the failure of the Owner to comply with any law or regulation as a material breach of this Agreement subjecting the Agreement to be immediate cancellation.

(d) Amendments. This Agreement may be amended in writing from time to time by mutual consent of the parties. All amendments to this Agreement must be fully executed by both parties.

(e) Choice of Law and Forum.

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(i) The laws of the State of Iowa shall govern and determine all matters arising out of or in connection with this Agreement without regard to the choice of law provisions of Iowa law.

(ii) In the event any proceeding of a quasi-judicial or judicial nature is commenced in connection with this Agreement, the proceeding shall be brought in Des Moines, Iowa, in Polk County District Court for the State of Iowa, if jurisdiction is proper. If however, jurisdiction is not proper in the Iowa District Court, Polk County, but is proper only in a United States District Court, the matter shall be commenced in the United States District Court for the Southern District of Iowa, Central Division.

(iii) This provision shall not be construed as waiving any immunity to suit or liability, in state or federal court, which may be available to IFA or the State of Iowa.

(f) **Assignment and Delegation.** The Owner shall not assign, transfer, convey, or otherwise dispose of this Agreement, its duties under this Agreement, or any rights, title, or interest in this Agreement to any other person, corporation, or other entity without the prior written approval of IFA which may be given or withheld in IFA's good faith business judgment.

(g) **Recovery of Attorneys' Fees.** If IFA shall incur legal fees or other expenses in enforcing its rights and/or remedies, or the Owner's obligations, under this Agreement the Owner shall reimburse IFA for those fees and other expenses within ten (10) days of receipt of written demand therefor.

(h) **Integration.** This Agreement, including all the documents incorporated by reference, represents the entire Agreement between the parties and neither party is relying on any representation that may have been made which is not included in this Agreement.

(i) **Headings or Captions.** The paragraph headings or captions are for identification purposes only and do not limit or construe the contents of the paragraphs.

(j) **Not a Joint Venture.** Nothing in this Agreement shall be construed as creating or constituting the relationship of a partnership, joint venture, (or other association of any kind or agent/principal relationship) between the parties hereto. Each party shall be deemed an independent contractor contracting for services and acting toward the mutual benefits expected to be derived herefrom. No party, unless otherwise specifically provided for herein, has authority to enter into any agreement or create an obligation or liability on behalf of, in the name of, or binding upon another party to this Agreement.

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(k) Waiver. Any breach or default by either party shall not be waived or released other than by a writing signed by the other party. Failure by either party at any time to require performance by the other party or to claim a breach provision of the Agreement shall not be construed as affecting any subsequent breach or the right to require performance with respect thereto or to claim a breach with respect thereto.

(l) Each party to this Agreement represents and warrants to the other that:

(i) It has the right, power and authority to enter into and perform its obligations under this Agreement.

(ii) It has taken all requisite action (corporate, statutory, or otherwise) to approve execution, delivery and performance of this Agreement, and this Agreement constitutes a legal, valid and binding obligation upon itself in accordance with its terms.

(m) Successors in Interest. All the terms, provisions, and conditions of the Agreement shall be binding upon and inure to the benefit of the parties hereto and their respective successors, assigns, and legal representatives.

(n) Counterparts. The parties agree that this Agreement has been or may be executed in several counterparts including facsimile copies, each of which shall be deemed an original and all such counterparts shall together constitute one and the same instrument.

IN WITNESS WHEREOF, in consideration of the mutual covenants set forth above and for other good and valuable consideration, the receipt, adequacy and legal sufficiency of which are hereby acknowledged, the parties have entered into the above Agreement and have caused their duly authorized representatives to execute this Agreement.

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IOWA FINANCE AUTHORITY

By: Carolann Jensen
Name: Carolann Jensen
Title: Chief Administration Officer

STATE OF IOWA }
 } ss.
COUNTY OF POLK }

On this 27th day of December, 2012, before me, a Notary Public in and for said State, personally appeared Carolann Jensen, to me personally known, who being by me duly sworn did say that she is Chief Administration Officer of the Iowa Finance Authority and that said instrument was signed on behalf of the Iowa Finance Authority by authority of its board and the said Chief Administration Officer acknowledged the execution of said instrument to be the voluntary act and deed of the Iowa Finance Authority by it and by her voluntarily executed.

Cynthia Kathleen Kulisky
Notary Public in and for said State



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EXHIBIT A

Lots 1 through 59, Meadow Vista South, an Official Plat, now included in and forming a part of the City of the City of Altoona, Polk County, Iowa.

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EXHIBIT B

MINIMUM APPLICABLE FRACTION BY BUILDING

Building Identification Number	Address	Minimum Applicable Fraction
IA-10-24601	2731 17th Street SW, Altoona	100.0000 %
IA-10-24602	2723 17th Street SW, Altoona	100.0000 %
IA-10-24603	2715 17th Street SW, Altoona	100.0000 %
IA-10-24604	2707 17th Street SW, Altoona	100.0000 %
IA-10-24605	2647 17th Street SW, Altoona	100.0000 %
IA-10-24606	2639 17th Street SW, Altoona	100.0000 %
IA-10-24607	1646 26th Ave SW, Altoona	100.0000 %
IA-10-24608	1632 26th Ave SW, Altoona	100.0000 %
IA-10-24609	1624 26th Ave SW, Altoona	100.0000 %
IA-10-24610	1625 26th Ave SW, Altoona	100.0000 %
IA-10-24611	1633 26th Ave SW, Altoona	100.0000 %
IA-10-24612	1641 26th Ave SW, Altoona	100.0000 %
IA-10-24613	1649 26th Ave SW, Altoona	100.0000 %
IA-10-24614	1657 26th Ave SW, Altoona	100.0000 %
IA-10-24615	2602 17th Street SW, Altoona	100.0000 %
IA-10-24616	2610 17th Street SW, Altoona	100.0000 %
IA-10-24617	2618 17th Street SW, Altoona	100.0000 %
IA-10-24618	2626 17th Street SW, Altoona	100.0000 %
IA-10-24619	2634 17th Street SW, Altoona	100.0000 %
IA-10-24620	2642 17th Street SW, Altoona	100.0000 %
IA-10-24621	2706 17th Street SW, Altoona	100.0000 %
IA-10-24622	2714 17th Street SW, Altoona	100.0000 %
IA-10-24623	2722 17th Street SW, Altoona	100.0000 %
IA-10-24624	2730 17th Street SW, Altoona	100.0000 %
IA-10-24625	1701 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24626	1709 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24627	1717 Park Meadows Dr SW, Altoona	100.0000 %

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IA-10-24628	1725 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24629	1737 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24630	1803 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24631	1811 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24632	1819 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24633	1827 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24634	1835 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24635	1849 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24636	1905 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24637	1913 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24638	1921 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24639	1929 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24640	1937 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24641	1945 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24642	2003 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24643	2011 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24644	2019 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24645	2027 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24646	2035 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24647	2034 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24648	2026 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24649	2018 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24650	2000 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24651	1934 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24652	1916 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24653	1904 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24654	1822 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24655	1812 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24656	1742 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24657	1726 Park Meadows Dr SW, Altoona	100.0000 %
IA-10-24658	1710 Park Meadows Dr SW, Altoona	100.0000 %

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IA-10-24659

1702 Park Meadows Dr SW, Altoona

100.0000 %

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EXHIBIT C

The following features and amenities shall be constructed, equipped, set-aside and made available at the Project:

Environmentally Friendly Interior Paint:	All interior paints and primers will comply with Green Seal standards for low VOC limits. Typical paint brand is Sherwin Williams (or one of similar quality).
Environmentally Friendly Adhesives:	All adhesives used will comply with Rule 1168 of the South Coast Air Quality Management District. All caulks and sealants will comply with Regulation 8, rule 51 of the Bay Area Air Quality Management District.
No Smoking:	A no smoking policy will be implemented and enforced in all common and individual living areas of all buildings.
Energy Efficient Water Heaters:	A Rheem brand (or one of similar quality) tank-style water heater with a min (ef) rating of 0.93 electric or less will be provided.
Water Conserving Appliances:	The units will contain high efficiency WaterSense toilets that use 1.28 gallons or less per flush. Faucet aerators use will be 1.5 gallons per minute (gpm) or less in the kitchen, and 1.0 gpm or less in the bathrooms; showerheads use of 1.5 gpm or less.
Health Education:	The ownership of Meadow Vista Parkside agrees to partner with local health and wellness organizations to provide quarterly educational meetings.
Wellness Promotion:	The ownership of Meadow Vista Parkside agrees to provide quarterly contests and other incentive programs to engage the residents in health and wellness activities.
School Route Safety:	The development agrees to work with the local schools/law enforcement to help provide children a safe route to school by foot and bike. In addition an annual bike and pedestrian safety course will be provided at the start of each school year.
In-Unit Washer/Dryer:	Ownership of Meadow Vista Parkside will provide a washer and dryer in every unit throughout the compliance period and extended-use period. In addition Ownership will also provide for the maintenance and replacement of the equipment during the 15 year time period as well as the extended use period. Example: Maytag, Whirlpool (or one of similar quality)
In-Unit Microwave:	Ownership of Meadow Vista Parkside will provide a microwave for each unit throughout the compliance period and extended-use period. This microwave is in addition to the kitchen range/stove that will also be provided in each unit. Ownership will also provide for the maintenance and replacement of the equipment during the 15 year time period as well as the extended use period. Examples: Maytag, Whirlpool (or one of similar quality)

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Exterior Construction Durability: 100% fiber cement board siding (excluding window and door areas).
AND Pre-finished aluminum metal or fiber cement board fascia and vented soffit systems.

Steel Frame Doors: All entry doors will be a steel frame design. Doors will be either Stanley/Masonite (or one of simialr quality).

Moisture Resistant Windows: All window ledges will be composed of moisture resistant material.

Garages - Number : 59 - Will rent be charged? No

Surface Parking - Number: 118 - Will rent be charged? No

Computer Learning Center

Wiring for High Speed Internet Access Per Unit

Dishwasher

Exterior Storage

Garbage Disposal

Kitchen Exhaust Fan

Range

Refrigerator

Washer/Dryer Hookup

Window Coverings

Heating/Cooling: Central Air

Irrigation System will NOT be Installed

EXHIBIT D

Meadow Vista Parkside

Homeownership Strategy

The owners of Meadow Vista Parkside, LLC and the property management personnel agree they will rent single-family homes to persons willing to work toward homeownership under the Iowa ROSE Program. A desire for homeownership and a demonstrated willingness to address obstacles to owning a home will be the focus of applicant selection process and will aid in determining the appropriate services to offer. The homeownership strategy has been developed to incorporate the following: initial participant prescreening, homeownership counseling, down payment assistance, and a overall exit strategy for the development.

Program Requirements:

The ownership, of Meadow Vista Parkside, LLC agrees to screen applicants and elect prospective residents in conformance with ROSE/IFA Program requirements. The ownership also agrees prior to the execution of a resident's lease the following will have been completed:

- A minimum of two homeownership counseling sessions with a Housing Counselor (This service is anticipated to be done in conjunction with The United Way of Des Moines via the Central Iowa Saves Program and other similar local minded organizations).
- A Participation Contract concerning the Iowa ROSE Programs including the following: A written homeownership plan (the "Homeownership Plan") to be developed on an individual basis during the homeownership counseling sessions described above, outlining each participant's goals and strategies for achieving homeownership; and a written maintenance contract.

Services ownership will provide after a lease is signed:

- Quarterly maintenance inspections conducted by management personnel to evaluate maintenance and upkeep of each home. After the participants have been in the Program one year, such inspections will be conducted semiannually.
- Semiannual maintenance classes conducted by management personnel to:
 1. Familiarize participants with electrical, heating and plumbing systems in their homes;

2. Address problems identified in maintenance inspections;
 3. Raise awareness of seasonal preventative maintenance;
 4. And teach home maintenance skills.
- Ensure quarterly sessions are conducted by the Housing Counselor to:
 1. Discuss each participant's progress toward meeting the goals outlined in the Homeownership Plan;
 2. Make any necessary modifications to each participant's Homeownership Plan;
 3. Define areas of needed improvement; and
 4. Determine tasks or outcomes to be completed during the upcoming quarter.
 - Have a quarterly homeownership newsletter informing participants of:
 1. Available homeownership programs and opportunities;
 2. Financing options for a home purchase;
 3. Home maintenance and landscaping techniques;
 4. Profiles of successful homeowners;
 5. News from neighborhood organizations; and
 6. Budgeting and consumer tips.

Sales Price:

The proposed sales price for the homes is difficult to calculate at this time because of several unknown factors that will take place during the 15 year tax credit compliance period. However the intended formula for the sales price is: the outstanding value of all debt at the end of the 15 years + any necessary repairs to the homes identified by a third party professional during a capital needs assessment + potential limited partner/syndicator exit taxes + a typical market rate brokerage fee for realtor services to assist with the sales. This will result in the maximum purchase price.

The maximum purchase price will be further reduced by: any balances in the reserve accounts and the remaining balance held in the down payment assistance fund. Should the reserve account balances not be sufficient to perform all necessary capital repairs required by the capital needs assessment, ownership will

advance money to the development to cover the difference in cost. However, what ever funds ownership advances for the shortfall will be a direct increase to the purposed net purchase price.

The net purchase price for a Meadow Vista Parkside home as a result of this calculation is estimated at \$85,000 in year 16 if there are no reserves balances remaining. Assuming the perspective buyers will be able to secure a 30 year mortgage with slightly higher then market interest rate, accounting for possible credit history problems the monthly payment would be \$730 a month.

Now compare this estimated purchase price of \$85,000 to the construction price of approximately \$160,000 a home or even an estimated appraisal value of \$140,000 per home. This difference in purchase price should represent a savings to the resident ranging somewhere from 40% to 47% of the homes value.

Utilities will be unchanged at the time of purchase for the homes, as no utilities are included in the rent during the 15 year tax credit compliance period. As a result there is zero impact on the residents.

Other Information:

- The ownership of Meadow Vista Parkside, LLC agrees to set no less than \$50 per unit per month aside into an account for ROSE Program assistance in purchasing a home. The ROSE assistance payment is shown in the Project Operating Cost section of the application listed under Other Expenses for \$35,400 (\$50 x 12 months x 59 homes).
- Ownership agrees if a resident moves out of the development to attain homeownership, the resident will be given their allotted percentage of funds from the ROSE Program account based on length of stay at the development.
- Ownership also agrees if a resident moves out of the development and does not attain homeownership at that time, that residents allotted ROSE Program assistance money will be deposited back into the ROSE account and split among the remaining residents of the development.
- As was discussed earlier in the Sales Price section; ownership agrees prior to sale of the unit, any reserves available shall be used to make improvements as determined by a Capital Needs Assessment performed by a third-party contractor. If the reserves are not sufficient, the Owner will provide other sources of funds to make repairs.

EXHIBIT B
PARTICIPATION CONTRACT FOR IOWA ROSE PROGRAM



This Participation Contract (this "Contract") with respect to the Iowa ROSE Program is entered into by and between Meadow Vista Parkside, LLC (Sponsor) and (Future Resident) _____ (Participant)(s). The family includes everyone in the household and is referred to in this Contract as "family or "participant." Members of the family include:

PURPOSE OF CONTRACT

This Contract will be effective on _____ and expires on _____. Parties may renew this Contract annually. It may not be terminated except under Section E of this Contract.

RESOURCES AND SUPPORTIVE SERVICES

During the term of this Contract Meadow Vista Parkside, LLC (Sponsor) will assist the participant/family in identifying and accessing the necessary resources and services to help it achieve the goals outlined in the participant's/family's Homeownership Plan, as described below. These goals are designed to help the participant/family overcome obstacles to purchasing and maintaining a home.

SECTION A

The adult members of the family agree to:

1. Meet quarterly with the Housing Counselor to:
 - a. Determine each participant's progress toward meeting the goals outlined during the application process and incorporated into a written agreement called the Homeownership Plan;
 - b. Make any necessary modifications to the Homeownership Plan as recommended by the Housing Counselor;
 - c. Discuss difficulties experienced by participant in reaching goals;
 - d. Define areas of needed improvement; and
 - e. Determine tasks or outcomes to be completed during the quarter.
2. Attend two workshops on homeownership. The Housing Counselor will schedule these workshops for the participant based on the participant's availability and readiness for the workshops.
3. Sign a Maintenance Contract with Meadow Vista Parkside, LLC (Sponsor).
Meadow Vista Parkside, LLC (Sponsor) will offer two maintenance training workshops annually. These workshops will seek to familiarize the participants with the electrical, heating and plumbing systems in their homes as well as discuss do-it-yourself repairs and home safety tips. Each participating must attend at least two workshops.
4. Provide the Housing Counselor with requested information to assist in evaluating the participant's progress toward completing the Homeownership Plan.

SECTION B

All family members agree to:

1. Abide by terms of the Maintenance Agreement;
2. Be law-abiding citizens and good neighbors to other residents in the area; and
3. Comply with all terms of the lease agreement.

SECTION C

Responsibilities of Meadow Vista Parkside, LLC (Sponsor):

1. Provide a Housing Counselor to provide case management support to participants in the Iowa ROSE Program;
2. Assist participants in identifying the services that they need as well as how to access these services and support;

3. Assist participants with maintaining positive relations with all families in their neighborhoods as well as the agencies they are working with;
4. Assist participants in their search for a property and identify the public and private resources necessary to purchase their property;
5. Establish a Homeownership Fund to be used to assist participants with financial obstacles to their purchase of a home. No participant shall be guaranteed to receive funds from the Homeownership Fund. The following list, which is not inclusive, describes uses of funds in the Homeownership Fund:
 - a. Down payment assistance;
 - b. Closing costs assistance;
 - c. Hardship credit assistance to assist in paying off hardship debt such as emergency medical bills, for credit qualification purposes;
 - d. Home improvement assistance to make repairs in order to purchase another home;
 - e. Moving expenses; and
 - f. Other expenses related to homeownership, as may be approved by Sponsor.
 - g. Other information - Contract should specify:
 - How much money will be put in the account;
 - Source of money (portion of tenant's rent or owner contribution);
 - When tenant can withdraw the money and the process for requesting that withdrawal;
 - What will happen to the money if the tenant does not move into homeownership; and
 - What happens to the interest on the account (accrues or pays for classes)

SECTION D

Completion of Participation Contract

Completion of this Contract occurs when the Housing Counselor determines that:

1. Participant has fulfilled all of the responsibilities under this Contract;
2. Participant has identified a property to purchase;
3. Participant has secured financial resources necessary to purchase a home; and
4. Participant closes on their purchase of a property.

SECTION E

Termination of Participation Contract

Meadow Vista Parkside, LLC (Sponsor) may terminate this Contract when one or more of the following occur:

1. Participant and Meadow Vista Parkside, LLC (Sponsor) agree to terminate this Contract; or
2. Participant is in default under the lease agreement and subject to eviction.

Meadow Vista Parkside, LLC (Sponsor) must give notice of termination or nullification to all adults listed on the family's lease agreement. The notice must state the reasons for Meadow Vista Parkside, LLC (Sponsor's) decision to terminate or nullify this Contract. If this Contract is terminated or nullified for any of the above stated reasons, the lease agreement will also be terminated and the participant's rights to the Homeownership Fund will be forfeited.

Dated 7/30/2010
 Sponsor Meadow Vista Parkside, LLC
 By MV Residential Property Management, Inc.
 Name James Fenwick
 Title President

Participants:

By _____
 (Adult Family Member)

By _____
 (Adult Family Member)

By _____
 (Adult Family Member)

EXHIBIT C
MAINTENANCE CONTRACT



Participant hereby agrees to attend an orientation as well as two maintenance workshops arranged by Sponsor. At the time of execution of the Lease, management personnel will conduct an orientation with each participant that involves a "walk through" of the house and demonstration of maintenance of the mechanical systems. Two maintenance workshops will be scheduled annually and will familiarize the participant with the electrical, heating and plumbing systems in the home as well as discuss do-it-yourself repairs and home safety tips. The management personnel may also, from time to time, provide training for the maintenance of the interior and exterior and grounds of the house.

ONGOING MAINTENANCE

Participant agrees to perform certain minor maintenance in the house with necessary supplies provided by Sponsor. Those items of minor maintenance that the Participant is expected to perform include, but not limited to:

Exterior

- A. Cut grass, trim bushes and shrubs, rake leaves and fertilize plants and flowers as needed;
- B. Maintain yard (keep yard free of trash and debris) and keep garbage cans covered at all times;
- C. Remove snow. Keep stairs, sidewalks and driveways free of snow and ice at all times;
- D. Repair/replace all broken windows (including repair or replacement of damaged door glass);
- E. Repair/replace torn screens;
- F. Replace mailbox as needed;
- G. Replace broken or missing address numbers on house;
- H. Maintain and repair all fences;
- I. Clean and maintain gutters; and
- J. Other minor exterior maintenance as needed.

Interior

- A. Paint all walls, ceiling, trim and any other painted surfaces as needed;
- B. Shampoo carpet as needed (at least annually);
- C. Caulk sink and tub areas as needed;
- D. Replace washers/cartridges in kitchen and bathroom faucets as needed;
- E. Change furnace filters as recommended by manufacturer;
- F. Replace broken or missing doorknobs;
- G. Replace window locks and lifts when broken or missing;
- H. Test smoke detectors monthly and replace batteries every six months or as needed;
- I. Maintain and clean major appliances; and
- J. Other minor interior maintenance as needed.

Participant agrees to report any peeling paint, plumbing leaks, running toilets, leaking roofs and any other serious problems to the Homeownership Counselor.

I/we have read this Maintenance Contract and understand and accept responsibility for all of the above items.

Dated 07/30/2010
Sponsor Meadow Vista Parkside, LLC
By MV Residential Property Management, Inc.
Name James Fenwick
Title President

Participants:

By _____
(Adult Family Member)

By _____
(Adult Family Member)

By _____
(Adult Family Member)