STATE OF FLORIDA
FLORIDA HOUSING FINANCE CORPORATION

In Re: HUNTINGTON RESERVE ASSOCIATES, LTD.

FHFC Case No.: 2005-060VW

ORDER GRANTING VARIANCE FROM RULE 67-21.008(1)(b), FLORIDA ADMINISTRATIVE CODE

THIS CAUSE came on for consideration and final action before the Board of Directors of Florida Housing Finance Corporation on January 20, 2006, pursuant to a Petition for Variance of Rule 67-21.008(1)(b), Florida Administrative Code, (the “Petition”). Florida Housing Finance Corporation (“Florida Housing”) received the Petition on December 27, 2005, from Huntington Reserve Associates, Ltd., (“Petitioner”). On January 6, 2006, the Notice of the Petition was published in Volume 32, Number 1, of the Florida Administrative Weekly. Florida Housing did not receive any comments regarding the Petition. After careful review of the record and being otherwise fully advised in the premises, the Board of Directors (the “Board”) of Florida Housing hereby finds:

1. The Board has jurisdiction over the subject matter of this case and the parties hereto.

2. During the 2005 Supplemental Bond Cycle, Florida Housing awarded an allocation of $6, 515,000 in Multifamily Mortgage Revenue Bond (MMRB) funding to Huntington Reserve Associates, Inc. (“Petitioner”) to finance the rehabilitation of a 168-unit family apartment development located in Seminole County, Florida.
3. Petitioner recently acquired this development from Tompkins/Rosecliff, Ltd., the
previous owner, who received SAIL funding and an award of tax credits from Florida Housing in
1990. This transfer of ownership was approved by the Board on December 9, 2005.

4. Rule 67-21.008(1)(b), Florida Administrative Code, states in pertinent part:

(1) Each Mortgage Loan for a Development made by the Corporation shall:

(b) Provide for a fully amortized payment of the Mortgage Loan in full beginning on the earlier of 30 months after closing, or stabilized occupancy, or conversion to permanent financing under the loan documents and ending no later than the expiration of the useful life of the property, and in any event, no later than 45 years from the date of the Mortgage Loan.

5. Section 120.542(2), Florida Statutes provides in pertinent part:

Variances and waivers shall be granted when the person subject to the rule demonstrates that the purpose of the underlying statute will be or has been achieved by other means by the person and when application of a rule would create a substantial hardship or would violate principles of fairness.

6. Petitioner requests a variance from the above Rule to delay the start of the fully amortized payment of the mortgage loan from 36 months to 66 months from the date of closing of the MMRB financing.

7. Petitioner states that this variance is necessary and that denial thereof would create a substantial hardship for Petitioner, in that the viability of the Development will be threatened. Petitioner has filed an application for supplemental MMRB funding and has incurred significant expenses in the financing structure and in obtaining the subject real property. Petitioner reports that should this request for a variance be denied, the financing structures on which those transactions are based will no longer be viable and the Petitioner will
be unable to acquire and rehabilitate the development as anticipated per its supplemental MMRB application.

8. The granting of this variance would serve the purpose of the underlying statute, as facilitating the rehabilitation of the Fox Hollow Apartments development will further Florida Housing's statutory mandate to provide safe, sanitary and affordable housing to the citizens of Orange County, Florida.

9. Moreover, not granting this variance will result in a substantial hardship to Petitioner, in that Petitioner may be unable to acquire and rehabilitate the development as anticipated per its supplemental MMRB application.

IT IS THEREFORE ORDERED:
The Petition for Variance from Rule 67-21.008(1)(b), Florida Administrative Code, is hereby GRANTED. Petitioner shall provide for a fully amortized payment of the Mortgage Loan in full beginning on the earlier of 60 months after closing, or stabilized occupancy, or conversion to permanent financing under the loan documents and ending no later than the expiration of the useful life of the property, and in any event, no later than 45 years from the date of the Mortgage Loan. All other relief requested in the Petition, if any, is hereby denied.

DONE and ORDERED this 20th day of January, 2006.

[Signature]
Florida Housing Finance Corporation

Chairperson

[Signature]
Copies furnished to:

Wellington H. Meffert II
General Counsel
Florida Housing Finance Corporation
227 North Bronough Street, Suite 5000
Tallahassee, Florida 32301-1329

Vicki Robinson
Deputy Development Officer
Florida Housing Finance Corporation
227 North Bronough Street, Suite 5000
Tallahassee, Florida 32301-1329

Maureen McCarthy Daughton, Esq.
Broad and Cassel
Suite 400
215 South Monroe Street (32301)
Post Office Drawer 11300
Tallahassee, Florida 32302

Joint Administrative Procedures Committee
Attention: Ms. Yvonne Wood
120 Holland Building
Tallahassee, Florida 32399-1390
NOTICE OF RIGHTS

A PARTY WHO IS ADVERSELY AFFECTED BY THIS FINAL ORDER IS ENTITLED TO JUDICIAL REVIEW PURSUANT TO SECTION 120.68, FLORIDA STATUTES. REVIEW PROCEEDINGS ARE GOVERNED BY THE FLORIDA RULES OF APPELLATE PROCEDURE. SUCH PROCEEDINGS ARE COMMENCED BY FILING ONE COPY OF A NOTICE OF APPEAL WITH THE AGENCY CLERK OF THE FLORIDA HOUSING FINANCE CORPORATION, 227 NORTH BRONOUGH STREET, SUITE 5000, TALLAHASSEE, FLORIDA 32301-1329, AND A SECOND COPY, ACCOMPANIED BY THE FILING FEES PRESCRIBED BY LAW, WITH THE DISTRICT COURT OF APPEAL, FIRST DISTRICT, 300 MARTIL L. KING, JR., BOULEVARD, TALLAHASSEE, FLORIDA 32399-1850, OR IN THE DISTRICT COURT OF APPEAL IN THE APPELLATE DISTRICT WHERE THE PARTY RESIDES. THE NOTICE OF APPEAL MUST BE FILED WITHIN THIRTY (30) DAYS OF RENDITION OF THE ORDER TO BE REVIEWED.