FORMAL WRITTEN PROTEST AND
PETITION FOR FORMAL ADMINISTRATIVE HEARING

Petitioner, Panama Commons, L.P. ("Panama"), by and through its undersigned counsel
and pursuant to Sections 120.569, 120.57(1), and 120.57(3), and Chapter 420, Florida Statutes
hereby files this Formal Written Protest and Petition for Formal Administrative Hearing,
challenging the rejection by the Florida Housing Finance Corporation ("Corporation") of
Panama's Application for Exchange Funding with Tax Credit Assistance Program Funding and
Nominal Amount of Nine-Percent Low-Income Housing Tax Credits ("Application"). In
support, Petitioner states the following:

1. This is a formal written protest filed pursuant to Sections 120.57(1) and
120.57(3), F.S., and Rule 28-110.004, F.A.C.
The Parties to this Proceeding

2. Petitioner Panama Commons, L.P., is a foreign non-profit limited partnership formed under the laws of the state of Georgia and authorized to do business in the state of Florida. Panama's address is: Panama Commons, L.P., 2730 Cumberland Boulevard SE, Smyrna, Georgia, 30080; Telephone No. 770-431-9696; Facsimile No. 770-431-9699. For purposes of this proceeding, Panama's contact information is that of its counsel:

Maureen McCarthy Daughton
Cathy M. Sellers
Broad & Cassel
215 South Monroe Street, Suite 400
Tallahassee, FL 32301
Telephone: (850) 681-6810
Facsimile: (850) 521-1478 or (850) 521-1443

3. Respondent Florida Housing Finance Corporation ("Corporation") is a public corporation and body corporate and politic formed pursuant to Section 420.504, F.S., to administer the governmental function of financing or refinancing affordable housing and related facilities in Florida, including allocating federal income tax credits under the Low-Income Housing Tax Credits Program under Section 420.5093, F.S. The Corporation is an agency for purposes of Chapter 120, F.S. The Corporation's business address is 227 North Bronough Street, Suite 500, Tallahassee, FL 32301-1329; Telephone: (850) 488-4197.

Background of Panama Commons, RFP, and ARRA Funding Award

4. The Corporation identification information for this procurement is Request for Proposals ("RFP") 2009-04, issued by the Corporation on July 31, 2009, attached as Exhibit A. RFP 2009-04 sets forth criteria and qualifications for developers seeking funding available from the federal government's Tax Credit Exchange Program ("Exchange Program") and the Tax
Credit Assistance Program ("TCAP"), which are created by the American Recovery and Reinvestment Act of 2009, Public Law 111-5 ("ARRA").

5. By way of background, ARRA’s Exchange and TCAP programs were created to enable developers who previously were awarded competitive Low-Income Housing Tax Credits ("LIHTC") by the Corporation under the State Housing Tax Credit Program ("Tax Credit Program"). Section 420.5093, F.S., to exchange those tax credits for cash provided by the U.S. Treasury Department ("Treasury"), and to provide gap financing from the U.S. Department of Housing and Urban Development ("HUD") to supplement LIHTC that were awarded to projects between October 1, 2006 and September 30, 2009. The federal government has provided this funding through ARRA, to be distributed by state housing credit agencies to developers of LIHTC projects, to replace or supplement the value of LIHTC lost over the past two years due to current LIHTC market conditions. The purpose of the Exchange and TCAP programs is to help restore the viability of affordable housing projects financed by LIHTC.

6. In 2008, Panama was competitively awarded nine percent (9%) LIHTC under the Corporation’s Universal Cycle, for the development of Panama Commons (Application No. 2008-0124C, hereafter referred to as "Original Application"). a low-income multifamily residential project to be developed in Panama City, Florida.

7. Panama received notice of RFP 2009-04 by electronic mail from the Corporation on July 31, 2009. As part of the RFP, the Corporation created an application form that applicants for the allocation of Exchange and TCAP funds under ARRA were required to fill out and

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2 The federal government created the Tax Credit program in 1986. Under this program, LIHTC provide a dollar-for-dollar credit against federal income tax liability. Developers sell LIHTC to investors, who utilize the tax credit. Market conditions have substantially degraded the value of LIHTC in the past two years, such that developers often are unable to find investors willing to purchase the LIHTC at a price that will enable a project to be financially viable. The federal government created the Exchange and TCAP programs to help restore the financial viability of affordable housing project financed by LIHTC.

3 The 9% designation relates to the approximate percentage of the development's eligible cost basis that is awarded in annual tax credits. 9% LIHTC are awarded competitively by the Corporation in its Universal Cycle.
submit to the Corporation. By its terms, the funding allocation under RFP 2009-04 was open to developers submitting an application for Exchange and TCAP program funding who, as of February 17, 2009, had an active award of 9% LIHTC, subject to conditions specified in the RFP. Panama met these conditions and timely submitted its Application, attached as Exhibit B, on August 14, 2009.

8. The RFP required that certain information be submitted as part of the application for the Exchange and TCAP funds, including:

- The name of the development;
- The application no. of the development's original application;
- Whether federal funds other than ARRA funding that would require Davis-Bacon and NEPA would be used for the development;
- The type of funding being requested (Exchange only or Exchange Funding with TCAP and Nominal HC);
- Demonstration of the Applicant's good faith effort to obtain an investment commitment for its previously awarded 9% housing credit allocation;
- Total residential unit set-aside breakdown at each selected AMI level;
- Total percentage of residential units set-aside at 60% AMI or less for developments located in, and not located within, a 2009 Location A Area;
- The anticipated placed-in-service date for the development;
- Whether the Applicant has increased the total number of units in the development from that stated in the original application;

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4 The term "active award" was defined in the RFP to mean an allocation of 9% housing credits for which a Carryover Allocation Agreement has been issued and the Applicant has not closed a tax credit partnership agreement with an investor.
• Whether the Applicant commits to set-aside 5% of the ELI units for Special Needs Households as defined in the Corporation's rules; and

• Whether the development is shovel-ready.

9. The RFP stated that the Corporation may contact one or more of the investors to verify the statements made in the Applicant's affidavit. RFP, Section 6.A.5. The RFP also provided that the Corporation reserved the right to "waive minor deficiencies and informalities" with respect to the applications. RFP, Section 3.C.1. The RFP further authorized the Corporation to "[o]btain information concerning any or all Applicants from any source...." RFP, Section 3.C.3.

10. On August 21, 2009, the Corporation posted a Notice of Award for Request for Proposals for RFP 2009-04, attached as Exhibit C, approving twenty-eight (28) applications for the ARRA funding allocation and rejecting three (3) applications. Panama's Application was among those rejected.

11. Panama timely filed a Notice of Protest pursuant to Section 120.57(3), F.S., on August 21, 2009, notifying the Corporation of its intent to file a Formal Written Protest challenging the agency's rejection of its Application for ARRA funding under the RFP. The Notice of Protest is attached as Exhibit D.

Panama's Substantial Interests are Determined in this Proceeding

12. Panama's substantial interests will be determined in this proceeding, which is designed to protect the interests of parties whose substantial interests are determined by the agency's funding decision under the RFP. The Corporation's rejection of Panama's Application for funding under RFP 2009-04 causes Panama to suffer an immediate injury in fact that is within the zone of interest of this proceeding, the purpose of which is to determine whether
Panama is entitled to an award of funds under RFP 2009-04. Therefore, Panama has standing to initiate and participate as a party to this proceeding. Fla. Stat. §120.569(1); Agrico Chem. Co. v. Department of Envt’l Reg., 406 So. 2d 478 (Fla. 2d DCA 1981).

The Agency's Rejection of Panama's Application is Clearly Erroneous, Arbitrary and Capricious

13. Section 120.57(3), F.S., provides that in proceedings other than those in which the agency rejects all proposals, the applicable standard for determining whether an agency decision that rejects a proposal should be set aside is whether the proposed agency action is clearly erroneous, contrary to competition, arbitrary, or capricious. A capricious action is one taken without thought, or reason, or is irrational. Agrico Chem. Co. v Department of Envt'l Reg., 365 So. 2d 759, 763 (Fla. 1st DCA 1978). An arbitrary decision is one not supported by facts or logic. Id. To determine if whether an agency has acted in an arbitrary manner, it must be determined whether the agency has "considered all relevant factors, given actual, good faith consideration to those factors, and used reason rather than whim to progress from consideration of these factors to its final decision." Adam Smith Enterprises v. Department of Envt'l Reg., 553 So. 2d 1260, 1273 (Fla. 1st DCA 1989). An agency's action is clearly erroneous if it is contrary to the correct interpretation of law or rule. Collier County Bd. of County Comm'rs v. Florida Fish & Wildlife Conserv. Comm'n, 993 So. 2d 69 (Fla. 2d DCA 2008). In this proceeding, the Corporation's rejection of Panama's Application is arbitrary, capricious, and clearly erroneous, and therefore should be set aside.

14. RFP 2009-04 was issued by the Corporation as a means for distributing ARRA funds to low-income housing developers who, due to significantly deteriorated LIHTC market conditions, are unable to sell their competitively awarded LIHTC to investors, and whose developments therefore are at substantial risk. Consistent with ARRA's purpose to preserve and
create jobs and promote economic recovery, the Exchange and TCAP programs are intended to increase the quality and longevity of housing stock and produce affordable housing for the benefit of low-income households. *American Recovery and Reinvestment Act, Pub. L. 111-5 (2009).* The goal of these programs is to provide federal funding, within an expedited timeframe, to low-income housing developers who have shovel-ready projects and who have been unable to sell their LIHTC to investors. *Id.* The key requirement for Exchange funding that ARRA imposes is that a developer have made a good-faith effort to sell his/her LIHTC and have been unable to do so. *Id.* If a developer meets this requirement and demonstrates the shovel-readiness of the project, then, consistent with ARRA's stated purpose to expeditiously provide economic stimulus funding to produce low-income housing, the developer receives ARRA funding. Importantly, ARRA does not establish numerous or complex requirements that a developer must meet to qualify for funds, because such requirements would defeat the law's purpose.

15. The Corporation's Notice of Award stated that Panama's Application was rejected because Panama did not meet information requirements set forth in Section 6.A.5. of the RFP. Section 6.A.5. requires the applicant to submit an affidavit, containing specified information, demonstrating the applicant's efforts to obtain an investment commitment of its previously awarded 9% housing credit allocation. The Notice of Award indicates that Panama's Application was rejected because it did not provide the following information in its affidavit:

- Amount of the sales price for the Applicant's Housing Credits as stated in its Original Application, including the amount of total equity to be generated by the sale.
- The following information for any recent offers Applicant has received: amount of the sales price for the Applicant's Housing Credits and the amount of total equity to be generated by the sale.

RFP Section 6. A.5., p. 47.
16. As noted in paragraph 10, above, the RFP authorizes the Corporation to "waive minor deficiencies and informalities" in the applications, and to obtain information concerning any or all Applicants from any source. The RFP also states that the Corporation may contact one or more of the investors to verify the statements made in the Applicant's affidavit.

17. With respect to the information sought under item d. of Section 6.A.5. of the RFP, Panama provided the Corporation that information as part of its Original Application, Application No. 2008-0124C, that it submitted as part of the 2008 Universal Cycle. The Corporation still possesses that information in its 2008 Universal Cycle project files. Under the express terms of the RFP, the Corporation is authorized to "obtain information concerning any or all Applicants from any source" -- which would include accessing the information it already has, readily available in its own files, for the Panama Commons project. Moreover, the RFP expressly authorizes the Corporation to "waive minor deficiencies" in the Application. Assuming arguendo the Corporation's alleged basis for determining Panama did not meet RFP Section 6.A.5.d., such deficiency hardly could be characterized as anything other than a "minor deficiency," because the Corporation already possesses that information and, further, gave itself the ability to obtain that information from sources other than the application. The Corporation's rejection of Panama's Application under these circumstances is hypertechnical and indisputably contrary to the federal government's purpose, under ARRA, to expeditiously provide funding, without hypertechnical application requirements, to shovel-ready LIHTC projects to help ensure their financial viability. As such, the Corporation's rejection of Panama's Application is unsupported by logic or fact, is irrational, and is arbitrary and capricious.

18. With respect to the information sought under item e. of Section 6.A.5. of the RFP, Panama, in fact, provided that information. Panama's Affidavit of Applicant's Good Faith Effort
to Obtain a Tax Credit Investor submitted in its Application, (which is attached as Exhibit B), states:

Panama Commons, L.P. has made a good faith effort to obtain an investor by aggressively marketing its LIHTC allocation to tax credit syndicators and direct purchasers over the last eighteen (18) months. *All parties declined interest in the Panama Commons development, or expressed initial interest without delivering a term sheet.*

Panama Commons Application, Affidavit, p.1 (emphasis added).

The affidavit further states: "[t]he list of contacts that reviewed the Panama Commons investment package is attached to this affidavit." Attached to the affidavit is a table entitled RFP 2009-04 Equity Syndicators and Investors that Reviewed Panama Commons (2008-0124C). This table lists thirteen (13) entities that Panama contacted in a good-faith effort to obtain investors for its LIHTC, the specific persons contacted, the date of contact, and the result of that contact. Obviously, Panama could not provide specific information about the terms of offers it did not receive. The information provided in Panama's affidavit is precisely that sought in item 6.A.5.e. of the RFP, and the Corporation incorrectly rejected Panama's Application for its alleged failure to provide this information. Accordingly, the Corporation's determination is not supported by facts or logic, is irrational, and is clearly erroneous.

19. Panama has expended substantial resources to ensure Panama Commons is shovel-ready for purposes of qualifying for and utilizing ARRA funding. To date, Panama has expended approximately $178,000.00 on performing due diligence, preparing and submitting development and other pertinent applications, securing site control, and obtaining credit underwriting, and has expended an additional $200,000.00 in architectural, engineering, and other professional services, to be able to initiate development upon receipt of ARRA funding. Under these circumstances, and given ARRA's clear purpose to award funding to LIHTC who meet the law's "good-faith effort" and shovel-readiness requirements, the Corporation's rejection
Panama's application on nonsubstantive, hypertechnical grounds is arbitrary, capricious, and clearly erroneous, and must be set aside.

Disputed Issues of Material Fact

20. The disputed issues of material fact in this proceeding include, but are not limited to the following. As noted above, Petitioner reserves the right to amend this Petition to allege additional disputed issues of material fact based on information obtained through public records requests and discovery.

a. Whether Exhibit A to RFP 2009-04 submitted by Petitioner was properly completed and executed?

b. Whether Florida Housing Finance Corporation had the information requested in Section 6.A.5.d. of the RFP regarding the amount of the sales price for the Petitioner's Housing Credits as set forth in the Petitioner's Original Application, Application No. 2008-0124C, on file with Florida Housing Finance Corporation?

c. Whether, under the terms of the RFP, threshold requirements can be waived as minor deficiencies?

d. Whether, under the existing facts and circumstances, Florida Housing Finance Corporation's failure to waive the requirement in Section 6.A.5.d. of the RFP is arbitrary and capricious?

e. Whether, under the terms of the RFP, Florida Housing Finance Corporation's failure to waive the requirement in Section 6.A.5.d. of the RFP, is arbitrary and capricious?

f. Whether the Petitioner's Affidavit of Applicant's Good Faith Effort to Obtain a Tax Credit Investor, including the Chart of Equity Syndicators and Investors that reviewed
Panama Commons (2008-0124C), demonstrates Petitioner's good-faith effort to obtain a Tax Credit investor?

g. Whether the Petitioner's Affidavit of Applicant's Good Faith Effort to Obtain a Tax Credit Investor, including the Chart of Equity Syndicators and Investors that reviewed Panama Commons (2008-0124C), satisfies the requirements of section Six A.5.e of the RFP?

h. Whether the Petitioner's statement in its Affidavit attached to the Exhibit A form that "[a]ll parties contacted declined interest in the Panama Commons development, or expressed initial interest without delivering a term sheet," coupled with the chart of Equity Syndicators and Investors that Reviewed Panama Commons (2008-0124C), satisfies the requirements of Section Six A. 5.e. of the RFP?

i. Whether the fact that Petitioner received no recent offers, or any offers, as evidenced by the statement within Petitioner's Affidavit of Applicant's Good Faith Effort to Obtain a Tax Credit Investor, that it did not receive any term sheets from any party, satisfies the requirements of Section A.5.e of the RFP?

j. Whether, to satisfy Section A.5.e of the RFP, Petitioner had to have received an offer to purchase its low-income housing tax credits for Panama Commons?

k. Whether Petitioner complied with the requirements of Section 6.A.5.d. and 6.A.5.e. in its Application submitted in response to RFP 2009-04?

l. Whether under ARRA, and under RFP 2009-04, which implements ARRA's Exchange and TCAP programs, Petitioner is entitled to receive the funding for which it applied?

Concise Statement of Ultimate Facts Alleged

21. Panama incorporates the facts set forth in paragraphs 1 through 19, above. Panama meets the requirements of RFP 2009-04 and therefore is entitled to an award of ARRA
funds under the RFP. The Corporation was in possession of all information it needed to
determine that Panama should receive the ARRA funding for which it applied. The terms of the
RFP itself authorized the Corporation to access this information, or to waive minor deficiencies
in the application. The federal government's clear intent, in awarding ARRA funds to state
housing credit agencies, was that those funds would be awarded expeditiously, and without
complex or hypertechnical application requirements, to developers of projects financed by
LIHTC that have made good-faith efforts to find investors for those credits. Under these
circumstances, and given that the Corporation had in its possession all information it needed to
determine that Panama had made such good-faith efforts, the Corporation's decision to reject
Panama's Application on the basis alleged in the Notice of Award that Panama did not meet the
requirement of Section 6.A.5.d. of the RFP was arbitrary and capricious. Moreover, Panama
provided the information the Corporation requested regarding its tax credit investment offers and
lack thereof in its affidavit and attached table. That information clearly demonstrates that
Panama made good-faith efforts, as required by ARRA and by the RFP, to seek investors for its
LIHTC. Panama satisfied Section 6.A.5.e. of the RFP, and the Corporation's determination that
it did not meet this requirement is arbitrary, capricious, and clearly erroneous.

Statutes and Rules Warranting Reversal of the Agency's Proposed Action

22. The statutes and rules warranting reversal of the Corporation's proposed rejection
of Panama's Application include, but are not limited to, Sections 120.569, 120.57(1), 120.57(3),
discussed above in paragraphs 1 through 19 and 21.
Relief Requested

WHEREFORE, Petitioner Panama Commons, L.P. hereby requests the following relief:

1. For the Corporation, pursuant to Sections 120.569 and 120.57(1), F.S., to forward this *Formal Written Protest and Petition for Formal Administrative Hearing* to the Division of Administrative Hearings for assignment of an Administrative Law Judge and conduct of a formal administrative hearing pursuant to Sections 120.569, 120.57(1), and 120.57(3), F.S.;

2. For the Administrative Law Judge to enter a Recommended Order recommending that Panama is entitled to receive the Exchange Program and TCAP with Nominal Housing Credits funding for which it applied under RFP 2009-04;

3. For the Corporation to enter a Final Order determining that Panama is entitled to receive the Exchange Program and TCAP with Nominal Housing Credits funding for which it applied under RFP 2009-04, and granting Panama such funding; and

4. For the award to Panama of any other relief, including but not limited to costs, as may be deemed appropriate in this proceeding.

Respectfully submitted this 31st day of August, 2008.

BROAD AND CASSEL

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Florida Bar No. 0655805  
Cathy M. Sellers  
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ATTORNEYS FOR PETITIONER, PANAMA COMMONS, L.P.
CERTIFICATE OF SERVICE

I HEREBY CERTIFY that the original and one copy of the foregoing Formal Written Protest and Petition for Formal Administrative Hearing was filed with the agency clerk for the Florida Housing Finance Corporation and a true and correct copy of the foregoing was provided by hand-delivery to Mr. Wellington Meffert, Esq., General Counsel, Florida Housing Finance Corporation this 31st day of August, 2009.

[Signature]
Attorney
REQUEST FOR PROPOSALS 2009-04

TAX CREDIT EXCHANGE PROGRAM (EXCHANGE) FUNDING ONLY OR EXCHANGE FUNDING WITH TAX CREDIT ASSISTANCE PROGRAM (TCAP) FUNDING AND A NOMINAL AMOUNT OF NINE PERCENT LOW-INCOME HOUSING TAX CREDITS FOR APPLICANTS THAT, AS OF FEBRUARY 17, 2009, HAD AN ACTIVE AWARD OF 9 PERCENT HOUSING CREDITS

for

FLORIDA HOUSING FINANCE CORPORATION

AUGUST 14, 2009
SECTION ONE
INTRODUCTION

This Request for Proposals is open to Applicants that, as of February 17, 2009, had an Active Award of 9 percent Housing Credits.

Florida Housing is soliciting sealed proposals from qualified Applicants that commit to construct housing in accordance with the terms and conditions of this RFP, applicable laws, rules, and regulations, and Florida Housing’s generally applicable construction and financial standards.

SECTION TWO
DEFINITIONS

For purposes of this document, the terms reflected below shall be defined as set out below.

Unless otherwise defined below, the definitions included in Rule 67-48.002, F.A.C., or applicable federal regulations apply.

“Active Award” An allocation of 9 percent Housing Credits for which a Carryover Allocation Agreement has been issued and the Applicant has not closed a tax credit partnership agreement with an investor.

“Applicant” Any person or legally formed entity that is seeking funding from Florida Housing by responding to a request for proposal.

“Application” The Applicant’s response to a request for proposal for the purpose of providing the means to apply for Exchange funding only or Exchange funding and TCAP funding (available through the American Recovery and Reinvestment Act of 2009) along with a Nominal Amount of 9 percent Housing Credits to accompany the TCAP funding.


“Award of HC” The effective date of the award of HC shall be the date of the invitation to Applicant to enter credit underwriting. The invitation to enter credit underwriting also serves the purpose of informing the Applicant in writing that it has been awarded Housing Credits by the Board of Directors.
“Committee”

The review committee composed only of employees of
Florida Housing that is established pursuant to Rule 67-
49.007, F.A.C.

“Days”

Calendar days, unless otherwise specified. For computing
any period of time allowed under this RFP, the day of the
event from which the designated period of time begins to run
shall not be included. The last day of the period so computed
shall be included unless it is a Saturday, Sunday or legal
holiday, in which event the period shall run until the end of
the next day which is neither a Saturday, Sunday or legal
holiday.

“Development Cash Flow”

Cash flow of a Development funded with a TCAP loan as
calculated in the statement of cash flows prepared in
accordance with generally accepted accounting principles
(“GAAP”) and as adjusted for items including any
distribution or payment to the Applicant or Developer,
Principal(s) of the Applicant or Developer or any Affiliate of
the Principal(s) of the Applicant or Developer, or to the
Developer or any Affiliate of the Developer, whether paid
directly or indirectly, which was not expressly disclosed in
determining debt service coverage in the Board approved
final credit underwriting report.

“Development Cost”

The total of all costs incurred in the completion of a
Development excluding Developer fee and total land cost.

“Exchange” or
“Exchange Program”

The Tax Credit Exchange Program authorized under
Section 1602 of the American Recovery and Reinvestment

“Exchange Extended
Use Period”

With respect to any building that is included in a
Development funded through the Exchange Program, the
period that begins on the first day of the Compliance Period
in which such building is part of the Development and ends
on the later of: (i) the date specified by Florida Housing in
the Land Use Restriction Agreement or (ii) the date that is
the fifteenth anniversary of the last day of the Compliance
Period, unless earlier terminated as provided in Section
42(h)(6) of the IRC.

“Florida Housing”

Florida Housing Finance Corporation, a public corporation
and public body corporate and politic created by Section

“Good Faith Effort”

Any Applicant requesting Exchange funds shall demonstrate
that it has attempted to obtain an investment commitment for
its Housing Credit allocation but was unable to (i) secure a tentative price that made it a viable transaction or (ii) find a Housing Credit investor for the Proposed Development.

"Guarantee Fund Development" A Development funded in the Florida Affordable Housing Guarantee Program administered by Florida Housing pursuant to Section 420.5092, Fla. Stat., and Rule Chapter 67-39, F.A.C.

"Housing Credit Syndicator" A person, partnership, corporation, trust or other entity that regularly engages in the purchase of interests in entities that produce Qualified Low Income Housing Projects [as defined in Section 42(g) of the Internal Revenue Code].

"Interested Party" A person or entity that requests a copy of this Request for Proposals from Florida Housing.

"LURA" or "Land Use Restriction Agreement" An agreement which sets forth the set-aside requirements and other Development requirements under a Corporation program.

"Nominal HC" If TCAP funds are being applied for, the Applicant must also apply for a nominal amount (at least $100) of 9 percent Housing Credits which shall be expected to be syndicated, sold or used by the Development.

"Original Application" The Application originally submitted by the Applicant and awarded an allocation of Housing Credits that was subsequently returned to Florida Housing prior to or simultaneously with the Applicant’s Proposal.

"Proposal" A written submission by an Applicant that responds to this Request for Proposals.

"Proposed Development" The Development proposed within the Applicant’s Original Application and this RFP.

"RFP" This Request for Proposals, including all exhibits referenced in this document and all other documents incorporated by reference.

"Shovel-Ready" As it relates to the TCAP program (i) Proposed Developments that are expected to be completed no later than February 16, 2012 and (ii) where Applicants can demonstrate the capacity, inclusive of a realistic timeline, to (a) expend at least 75 percent of the TCAP award by the earlier of December 31, 2010 or nine (9) months from the
closing date of the TCAP award and (b) expend 100 percent of the TCAP award by the earlier of December 31, 2011 or 12 months from the closing date of the TCAP award, and (iii) Proposed Developments that meet the following “ready-to-go” criteria: (a) Ability to timely complete federal requirements, including NEPA; (b) Ability to timely provide a final water management district permitting letter; (c) Ability to timely provide final site plan approval documentation from the governing jurisdictional agency; (d) Ability to timely deliver signed and sealed plans and specs; (e) Ability to timely provide an executed construction contract; (f) Ability to timely provide building permits, subject only to payment of fee(s); (g) Ability to provide the following documents upon the return of the Florida Housing letter inviting the Applicant into credit underwriting: detailed statement of sources and uses (showing the amount of each expected Florida Housing resource), and detailed current proforma with realistic expectations; (h) Ability to timely provide an Affirmative Fair Housing Marketing Plan acceptable to Florida Housing; (i) Ability to timely deliver letters of interest or term sheets from financial partners which match the sources and uses statement on the earlier of 45 Days after the date of the Award of HC or the date of Board approval of the credit underwriting report; (j) timeliness of closing.

As it relates to the Exchange program, (i) Proposed Developments that are expected to expend 100 percent of the Exchange award on or before December 31, 2010, including any applicable retainage, (ii) Applicants that can demonstrate the capacity to meet the completion dates outlined in the Carryover Allocation Agreement, and (iii) Proposed Developments that meet the following “ready-to-go” criteria: (a) Ability to timely complete federal requirements; (b) Ability to timely provide a final water management district permitting letter; (c) Ability to timely provide final site plan approval documentation from the governing jurisdictional agency; (d) Ability to timely deliver signed and sealed plans and specs; (e) Ability to timely provide an executed construction contract; (f) Ability to timely provide building permits, subject only to payment of fee(s); (g) Ability to provide the following documents upon the return of the Florida Housing letter inviting the Applicant into credit underwriting: detailed statement of sources and uses (showing the amount of each expected Florida Housing resource), and detailed current proforma with realistic expectations; (h) Ability to timely deliver letters of interest or term sheets from financial partners which match the sources and uses
sources and uses statement on the earlier of 45 Days after the date of the Award of HC or the date of Board approval of the credit underwriting report; (i) timeliness of closing.

“Sub-award”
That certain funding award made under the provisions of the Exchange Program.

“TCAP” or “TCAP Program”

“TCAP Extended Use Period”
With respect to any building that is included in a Development funded through the TCAP Program, the period that begins on the first day of the Compliance Period in which such building is part of the Development and ends on the later of: (i) the date specified by Florida Housing in the Land Use Restriction Agreement or (ii) the date that is the fifteenth anniversary of the last day of the Compliance Period, unless earlier terminated as provided in Section 42(h)(6) of the IRC.

“Threshold Item”
A mandatory requirement of the RFP.

“Website”
The Florida Housing Finance Corporation website, the home address of which is www.floridahousing.org.

SECTION THREE
PROCEDURES AND PROVISIONS

A. An Applicant must submit one (1) original and four (4) copies of the Proposal in a sealed envelope marked “RFP 2009-04” and a non-refundable Proposal fee in the amount of $500. Each envelope or package containing Proposals must clearly state the name of the Applicant. The Proposal that is the original must clearly indicate “Original” on that Proposal. Florida Housing shall not accept a faxed or e-mailed Proposal. Florida Housing must receive any Proposal on or before 2:00 p.m., Eastern Time, on August 14, 2009. Proposals shall be opened at that time and consecutively numbered. A Lottery number will then be assigned to each Proposal by having Florida Housing’s internal auditors run the total number of Proposals through a random number generator program. Proposals must be addressed to:

Sherry Green
Contracts Administrator
Florida Housing Finance Corporation
227 N. Bronough Street, Suite 5000
Tallahassee, FL 32301
850-488-4197
Sherry.green@floridahousing.org
B. This RFP does not commit Florida Housing to award any funding to any Applicant or to pay any costs incurred in the preparation or mailing of a Proposal.

C. Florida Housing reserves the right to:
   1. Waive minor deficiencies and informalities;
   2. Accept or reject any or all Proposals received as a result of this RFP;
   3. Obtain information concerning any or all Applicants from any source;
   4. To select for award a Proposal based on evaluation standards described in this RFP.

D. Any Interested Party may submit any inquiry regarding this RFP in writing via mail, fax or e-mail to Sherry Green at the address given in Section Three, paragraph A. All inquiries are due by 5:00 p.m., Eastern Time, on August 4, 2009. Phone calls will not be accepted. Florida Housing expects to respond to all inquiries by 5:00 p.m., Eastern Time, on August 7, 2009. Florida Housing will post a copy of all inquiries received, and their answers, on Florida Housing’s Website at: http://apps.floridahousing.org/StandAlone/FHFC_ECM/AppPage_LegalRFPs.aspx. Florida Housing will also send a copy of those inquiries and answers in writing to any Interested Party that requests a copy. Florida Housing will determine the method of sending its answers, which may include regular United States mail, overnight delivery, fax, e-mail, or any combination of the above. Only written responses from Sherry Green, or her designee, to inquiries raised by Interested Parties that are posted on Florida Housing’s Website or sent to Interested Parties shall bind Florida Housing. No other means of communication, whether oral or written, shall be construed as an official response or statement from Florida Housing.

E. Any person who wishes to protest the specifications of this RFP must file a protest in compliance with Section 120.57(3), Fla. Stat., and Rule Chapter 28-110, F.A.C. Failure to file a protest within the time prescribed in Section 120.57(3), Fla. Stat., shall constitute a waiver of proceedings under Chapter 120, Fla. Stat.

F. Florida Housing expects to select one or more Applicants to award the funding contemplated by this RFP. Any such Applicants will be selected through Florida Housing’s review of each Proposal, considering the factors identified in this RFP.

Section Four
OBJECTIVES AND SCOPE OF SERVICES

By submitting this Proposal, each Applicant agrees to the following terms and conditions.

A. The Applicant commits to the following:

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1. Total Affordability Period - to set-aside the units in the Proposed Development for a period of 50 years.

2. Set-Aside Commitment –
   
a. ELI Set-Aside Units – Each Applicant must set aside at least 10 percent of the total units in the Proposed Development for ELI Households. The 10 percent ELI commitment, based on the 2009 ELI Set-Aside AMI Level for the Proposed Development’s county, must be entered on the Total Set-Aside Breakdown Chart described in Section Six of this RFP.

b. Deeper Targeting Units - Applicants whose Original Application reflects the Farmworker/Commercial Fishing Worker Demographic category may receive additional TCAP funding for a commitment to set aside additional units below 60 percent AMI, as described in section Six of this RFP.

c. Total Set-Aside Percentage – to set aside at least the required minimum total percentage of units at 60 percent AMI or less as described in Section Six of this RFP.

The Applicant’s ELI commitment, any other set-asides, and the total set-aside percentage must be entered on the Total Set-Aside Breakdown Chart described in Section Six of this RFP.

B. The Applicant affirms that the following information and commitments made by the Applicant in its Original Application are still in effect:

1. The Developer entity
2. The Development category
3. The Development Type
4. The Demographic commitment
5. The Development site
6. The Total number of units may not be reduced*
7. Designation commitment

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Although the total number of units cannot be reduced, unless previously approved by the Board, the Applicant may increase the total number of units stated in its Original Application.

With regard to the Applicant entity stated in the Original Application, the Applicant entity may change, but must be related to the original Applicant entity. Since there is no investor and if there is no other need to provide for a limited partnership or limited entity, the Applicant may be a related entity to the General Partner or Developer stated in the Original Application.

C. If awarded funding under this RFP, the Applicant understands and agrees that:

1. An Applicant with a Proposed Development that has SAIL funds awarded from a previous cycle that was not de-obligated under 67ER09-3, F.A.C., that does not request TCAP funding, and that is not subject to the federal Davis-Bacon requirements may retain its SAIL funding.

2. An Applicant with a Proposed Development that has supplemental funds awarded from a previous cycle that was not de-obligated under 67ER09-3, F.A.C., may retain its supplemental funds if the Proposed Development is not subject to the federal Davis-Bacon requirements and the Applicant is not requesting TCAP funding. In order to keep its supplemental funding, the Applicant must keep the commitment made in its Original Application to set aside the additional ELI units.

3. Any supplemental and/or SAIL funds not previously de-obligated under 67ER09-3, F.A.C., may be de-obligated under this RFP if the Proposed Development is already subject to the federal Davis-Bacon requirements or if the Applicant is requesting TCAP funding for gap financing. Additional TCAP or Exchange funding shall be provided, to the extent available, to offset the amount of the de-obligated supplemental and/or SAIL funding. Any supplemental funding that cannot be offset with TCAP or Exchange funding may be retained by the Applicant. In any event, the Applicant must keep the commitment made in its Original Application to set-aside the additional ELI units. Any additional TCAP funding awarded for this purpose is not subject to the TCAP funding limitations otherwise considered, except those required by HUD.

4. Prior to or simultaneous with its submission of a Proposal under this RFP, all 9 percent Housing Credits previously awarded to the Proposed Development have been returned in writing to Florida Housing.

D. Funding Eligibility:
This Request for Proposal is open to any Applicant that, as of February 17, 2009, had an Active Award of 9 percent Housing Credits, subject to the following provisions:

1. A Proposal will not be considered if, as of the due date for this RFP, the Applicant has not returned in writing its previous award of Housing Credits.

2. Proposed Developments located within a 2009 Location A Area are eligible to apply only under the following circumstances:
   
a. Developments where the Original Application for the Proposed Development was funded under the Housing Credit Hope VI goal.
   
b. Developments where the Original Application for the Proposed Development reflects the Housing Credit Preservation Designation.
   
c. Proposed Developments that are located in a 2009 Location A Area that does not have a Guarantee Fund Development with the same Demographic category located in the same county.

<table>
<thead>
<tr>
<th>County</th>
<th>Demographic Category</th>
<th>Number of Existing Guarantee Fund Developments / Demographic Category</th>
<th>Location Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>Brevard</td>
<td>Elderly or Family</td>
<td>None</td>
<td>Entire County</td>
</tr>
<tr>
<td>Lake</td>
<td>Family</td>
<td>3 Family</td>
<td>Starting at the Intersection of Lakeshore Drive and Anderson Hill Road, follow Anderson Hill Road east to US 27. Follow US 27 southeast to North Bradshaw Road. Follow N. Bradshaw Road southeast to 5 Mile Road. Follow 5 Mile Road southeast to Shell Pond Road. Follow Shell Pond Road East to the county line. Follow the county line south to Commonwealth Avenue N. SR 33. Follow SR 33 north to CR 561. Follow CR 561 north to Lakeshore Drive. Follow Lakeshore Drive northeast to the intersection of Anderson Hill Road, and beginning at northwestern corner of county, follow county border south to CR 470/CR 48. Follow CR 470/CR 48 east to SR 19. Follow SR 19 north to CR 448. Follow CR 448 east to county line. Follow county line north around the remaining portion of the county to the northwestern corner of county.</td>
</tr>
<tr>
<td>Lee</td>
<td>Elderly or Family</td>
<td>3 Family</td>
<td>Entire County</td>
</tr>
<tr>
<td>County</td>
<td>Demographic Category</td>
<td>Number of Existing Guarantee Fund Developments / Demographic Category</td>
<td>Location Description</td>
</tr>
<tr>
<td>--------------</td>
<td>----------------------</td>
<td>------------------------------------------------------------------------</td>
<td>----------------------</td>
</tr>
<tr>
<td>Leon</td>
<td>Family</td>
<td>None</td>
<td>Starting at the intersection of US 319 and State Road 154/Bannerman Road northwest to State Road 155/Meridian Road. Follow Meridian Road northwest to Orchard Pond Road and Orchard Pond Road west to State Road 159/Old Bainbridge Road. Follow Old Bainbridge Road south to Capital Circle. Follow Capital Circle south to I-10 and follow I-10 east to Mission Road. Follow Mission Road south to Appleyard Drive. Follow Appleyard Drive south to Jackson Blvd Road and follow Jackson Blvd Road east to Chipley Street. Follow Chipley Street south to Plant Street and follow Plant Street east to Eisenhower Street. Follow Eisenhower Street south to Orange Avenue. Follow Orange Avenue east to State Road 271/Alfred Bradford Road. Follow Lake Bradford Road southwest to Capital Circle State Road 263 and follow State Road 263 east to Capital Circle/US 319. Follow US 319 east to Tram Road and follow Tram Road/Resa Road east to WW Kelly Road and follow WW Kelly Road north to Chaves Crossroads/State Road 154. Follow State Road 154 north then west to Bradfordville Road. Follow Bradfordville Road north then west to US 319 and follow US 319 south to Bannerman Road.</td>
</tr>
<tr>
<td>Martin</td>
<td>Family</td>
<td>1 Family</td>
<td>Entire County</td>
</tr>
<tr>
<td>Marion</td>
<td>Family</td>
<td>None</td>
<td>Entire County</td>
</tr>
<tr>
<td>Palm Beach</td>
<td>Family</td>
<td>3 Elderly</td>
<td>Beginning at intersection of Florida Turnpike and Donald Ross Road. Follow Turnpike south to SR 8021 Lake Worth Road. Follow SR 8021 Lake Worth Road east to the Atlantic Ocean. Follow the Atlantic Ocean north to US 98/US 805 SR 700 Southern Blvd. Follow US 98/US 805 SR 700 Southern Blvd west to I-95. Follow I-95 north to Palm Beach Lakes Blvd. Follow Palm Beach Lakes Blvd northeast to N Australian Avenue. Follow N Australian Avenue north to 25º Street. Follow 25º Street east to US 1. Follow US 1 north to 26º Street. Follow 26º Street east to N Flagler Drive. Follow N Flagler Drive south to SR 41/A1A/Flagler Memorial Bridge/Royal Poinciana Way. Follow SR 41/A1A/Flagler Memorial Bridge/Royal Poinciana Way east to SR 41/A1A/County Road. Follow SR 41/A1A/County Road west to Royal Palm Way. Follow Royal Palm Way east to the Atlantic Ocean. Follow the Atlantic Ocean north to Donald Ross Road. Follow Donald Ross Road west to the Florida Turnpike.</td>
</tr>
<tr>
<td>St. Lucie</td>
<td>Family</td>
<td>2 Family</td>
<td>Entire County</td>
</tr>
</tbody>
</table>

3. If selected for funding, the Applicant must commit to (i) provide the Required Features and Amenities and (ii) provide a sufficient number of the Optional Features and Amenities to receive at least the required minimum points in Items 3.b.(1), 3.b.(3) and 3.b.(4) or 3.b.(2), 3.b.(3) and 3.b.(4) below, as applicable. Such commitment must be made at the time the Applicant accepts the invitation to
enter credit underwriting. The Required and Optional Features and Amenities are as follows:

a. Required Features and Amenities

(1) ALL Developments must provide the following:

- Air conditioning in all units (window units are not allowed; however, through-wall units are permissible for rehabilitation);
- Window treatments for each window and glass door inside each unit;
- Termite prevention and pest control throughout the entire affordability period;
- Peephole on all exterior doors;
- Exterior lighting in open and common areas.
- Cable or satellite TV hook-up in all units;
- Full-size range, oven and refrigerator in all units;
- At least two full bathrooms in all 3 bedroom or larger new construction units;
- Bathtub with shower in at least one bathroom in at least 90% of the new construction non-Elderly units;

(2) ALL Applicants must commit to provide at least 10 of the following Green Building options. The Applicant will be required to commit to the specific Green Building options when it accepts invitation to credit underwriting.

- Programmable thermostats in each unit
- Energy Star rated reversible ceiling fans in all bedrooms and living areas
- Showerheads that use less than 2.5 gallons of water per minute
- Faucets that use 2 gallons of water per minute or less in the kitchen and all bathrooms
- Toilets that have dual flush options which include 1.6 gallons of water or less
- Energy Star qualified lighting in all open and common areas
- Motion detectors on all outside lighting that is attached to the units
- Low VOC paint (less than 50 grams per gallon) in all units and common areas
- Reduced Heat-Island Effect paving (use light colored or porous paving materials)
- Energy Star rating for all refrigerators, dishwashers and washing machines that are provided by the Applicant
- Energy Star rating for all windows in each unit
- Carpet and Rug Institute Green Label certified carpet and pad for all carpeting provided
- Florida Yards and Neighborhood certification on all landscaping
- Install daylight sensors or timers on all outdoor lighting

(3) Additionally, ALL Developments with an Elderly Demographic commitment must provide the following features:

<table>
<thead>
<tr>
<th>FEATURE</th>
<th>Required percentages of the total units</th>
</tr>
</thead>
<tbody>
<tr>
<td>Roll-In Showers</td>
<td>15%</td>
</tr>
<tr>
<td>5% of the overall requirement for roll-in showers may be met with walk-in type shower stalls with permanently affixed seat which meet or exceed the Universal Federal Accessibility Standards (UFAS).</td>
<td></td>
</tr>
<tr>
<td>Thermostat placed at 48” maximum height</td>
<td>100%</td>
</tr>
<tr>
<td>Tight-napped Berber-type carpet or non-slip/non-glossy tile in all living areas or a combination of both</td>
<td>100%</td>
</tr>
<tr>
<td>36” entrances on all exterior doors</td>
<td>100%</td>
</tr>
<tr>
<td>All wall electrical outlets placed between 18” and 48” above the floor</td>
<td>100%</td>
</tr>
<tr>
<td>Scald control valves on all bathtub and shower faucets</td>
<td>100%</td>
</tr>
<tr>
<td>Peephole at 4’ 10” on all exterior doors</td>
<td>100%</td>
</tr>
<tr>
<td>Toggle type switches for each light and each fan throughout the unit</td>
<td>100%</td>
</tr>
<tr>
<td>Adjustable shelving in master bedroom closets (style of shelving must be re-adjustable by resident)</td>
<td>100%</td>
</tr>
<tr>
<td>Lever-action handles on all doors in units and public areas</td>
<td>100%</td>
</tr>
<tr>
<td>Horizontal grab bars in place around each tub and/or shower, the installation of which meets or exceeds the Universal Federal Accessibility Standards (UFAS 4.34.5)</td>
<td>100%</td>
</tr>
<tr>
<td>Horizontal grab bars in place around each toilet, the installation of which meets or exceeds the Universal Federal Accessibility Standards (UFAS 4.34.5)</td>
<td>100%</td>
</tr>
<tr>
<td>Roll-out shelving or drawers in all bottom bathroom vanity cabinets</td>
<td>100%</td>
</tr>
<tr>
<td>Roll-out shelving or drawers in at least one bottom kitchen cabinet</td>
<td>100%</td>
</tr>
<tr>
<td>A minimum of one elevator per residential building must be provided for Developments that consist of more than one story if any of the Elderly set-aside units will be located on a floor higher than the first floor</td>
<td>N/A</td>
</tr>
</tbody>
</table>
b. Optional Features and Amenities

(1) ALL New Construction Developments must commit to provide a sufficient number of the following Optional Features and Amenities to achieve a minimum of 9 points:

- 30 Year expected life roofing on all buildings (2 points)
- Gated community with "carded" entry or security guard, or if 2 or more stories, "carded" secure entry to building (2 points)
- Ceramic tile bathroom floors in all units (2 points)
- Microwave oven in each unit (1 point)
- Marble window sills in all units (1 point)
- Steel exterior entry door frames for all units (1 point)
- At least 1 ½ bathrooms (one full bath and one with at least a toilet and sink) in all 2-bedroom new construction units (2 points) Note: In order to be eligible to select this feature, the Development must have at least one 2-bedroom unit.
- Double compartment kitchen sink in all units (1 point)
- Pantry in kitchen area in all units—must be no less than 20 cubic feet of storage space. Pantry cannot be just an under- or over-the-counter cabinet. (2 points)
- Dishwasher in all new construction units (1 point)
- Garbage disposal in all new construction units (1 point)

(2) ALL Rehabilitation Developments must commit to provide a sufficient number of the following Optional Features and Amenities to achieve a minimum of 9 points:

- New kitchen cabinets and counter top(s) in all units (3 points)
- 30 Year expected life roofing on all buildings (2 points)
- Gated community with "carded" entry or security guard, or if 2 or more stories, "carded" secure entry to building (2 points)
- Ceramic tile bathroom floors in all units (2 points)
- Microwave oven inside each unit (1 point)
- Marble window sills in all units (1 point)
- Dishwasher inside each unit (1 point)
- Garbage disposals inside each unit (1 point)
- Steel exterior entry door frames for all units (1 point)
- Double compartment kitchen sink in all units (1 point)
- New bathroom cabinet(s), excluding medicine cabinet, in all units (1 point)
- New full-size range and oven in all units (1 point)
- New full-size refrigerator in all units (1 point)
- New plumbing fixtures in kitchen and bathroom(s) in all units (1 point)

All Developments must commit to provide a sufficient number of the following Optional Features and Amenities to achieve a minimum of 12 points:

- Emergency call service in all units (3 points)
- Exercise room with appropriate equipment (1 point)
- Community center or clubhouse (3 points)
- Swimming pool (2 points) *
- Playground/tot lot, accessible to children with disabilities (must be sized in proportion to Development’s size and expected resident population with age-appropriate equipment) (2 points)
- Car care area (for car cleaning/washing) (1 point)
- Two or more parking spaces per total number of units (1 point)
- Picnic area with hard cover permanent roof of a design compatible with the Development, open on all sides, containing at least three permanent picnic tables with benches and an adjoining permanent outdoor grill (1 point)
- Outside recreation facility (such as shuffleboard court, putting green, tennis court, full basketball court, volleyball court, etc.). Facility must be identified (2 points)
- Library consisting of a minimum of 100 books and 5 current magazine subscriptions (1 point)
- Computer lab on-site with minimum one computer per 50 units, with basic word processing, spreadsheets and assorted educational and entertainment software programs and at least one printer (1 point)
- Each unit wired for high speed internet (1 point)

Applicant may select only one of the following two items:
- Laundry hook-ups and space for full-size washer and dryer inside each unit (1 point)
- Washer and dryer in a dedicated space with hook-ups within each unit, provided at no charge to the resident during the term of any lease (3 points)

Applicant may select only one of the following two items:

- Laundry facilities with full-size washers and dryers available in at least one common area on site (1 point)
- Laundry facilities with full-size washers and dryers available in at least one common area on every floor if Development consists of more than one story (2 points)

* ARRA funds cannot be used to cover the cost of a swimming pool

(4) ALL Developments must commit to provide a sufficient number of the following Energy Conservation Features to achieve a minimum of 9 points:

(a) Heating – Applicant may select only one of the following three items:
   - Heat pump with a minimum HSPF of 8.2 instead of electric resistance (1 point)
   - Heat pump with a minimum HSPF of 8.5 instead of electric resistance (2 points)
   - Gas hydronic combo unit HVAC (2 points)

(b) Cooling – Applicant may select only one of the following three items:
   - Air conditioning with a minimum SEER rating of 14 (1 point)
   - Air conditioning with a minimum SEER rating of 15 (2 points)
   - Air conditioning with a SEER rating of 16 or better (3 points)

(c) Water Heating – Applicant may select only one of the following three items:
- Gas water heater with energy factor of .61 or better (1 point)
- Electric water heater with energy factor of .93 or better (1 point)
- Tankless gas water heater (2 points)

(d) Insulation –

Wall insulation ratings are determined by the insulation material only, not the wall assembly materials. For mixed-type construction, the Applicant may only select the insulation option for the construction type that comprises 51 percent or more of the proposed Development.

(i) Frame built construction (Applicant may select only one of the following two items):

- Wall insulation of a minimum of R-13 (1 point)
- Wall insulation of R-15 or better (2 points)

OR

(ii) Masonry/concrete block construction (Applicant may select only one of the following two items):

- Wall insulation of a minimum of R-7 (1 point)
- Wall insulation of R-10 or better (2 points)

In addition, Applicant may select only one of the following two items:

- Attic insulation of R-30 or better (1 point)
- Insulation of R-19 with radiant barrier on top floor only (1 point)

(e) Windows (excluding windows on doors and sidelights) – Applicant may select only one of the following five items:

- Solar screens on all west and east facing windows (1 point)

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- Double-pane glass on all windows (2 points)
- All windows double-pane with minimum solar heat gain coefficient of ≤ .50 and minimum of .75 U Value (2 points)
- All windows single-pane with minimum solar heat gain coefficient of .58 or better (2 points)
- All windows single-pane with shading coefficient of .67 or better (2 points)

(f) Energy Star Appliances:
- Energy Star certified refrigerator and dishwasher in each unit (1 point)

(g) Other:
- Ceiling fans in all bedrooms and living area in each unit (2 points)

4. Resident Programs

a. ALL Proposed Developments with the Family Demographic commitment must commit to provide a sufficient number of the following Qualified Resident Programs to achieve a minimum of 6 points:

(1) Welfare to Work or Self-Sufficiency Type Programs. The Applicant commits to actively seek residents who are participating in or who have successfully completed the training provided by these types of programs. To receive point, Applicant must identify the program and the contact person. (1 point)

(2) After School Program for Children - This program requires the Applicant or its Management Agent to provide supervised, structured, age-appropriate activities for children during the after school hours, Monday through Friday. Activities must be on-site and at no charge to the residents. (3 points)

(3) First Time Homebuyer Seminars - Applicant or its Management Agent must arrange for and provide, at no cost to the resident, in conjunction with local realtors or lending institutions, semiannual on-site seminars for residents interested in becoming homeowners. Electronic media, if used, must be used in conjunction with live instruction. (1 point)
(4) Literacy Training - Applicant or its Management Agent must make available, at no cost to the resident, literacy tutor(s) who will provide weekly literacy lessons to residents in private space on-site. Electronic media, if used, must be used in conjunction with live instruction. (2 points)

(5) Job Training - Applicant or its Management Agent must provide, at no cost to the resident, regularly scheduled classes in keyboarding, computer literacy, secretarial skills or other useful job skills, which will be provided at least once each quarter. If the training is not provided on-site, transportation at no cost to the resident must be provided. Electronic media, if used, must be used in conjunction with live instruction. (2 points)

b. All Proposed Developments with the Homeless Demographic commitment must commit to provide a sufficient number of the following Qualified Resident Programs to achieve a minimum of 6 points:

Note: All Applicants with the Homeless Demographic commitment will be required to provide a Case Management Program whereby the Applicant or its Management Agent must provide, at no cost to the resident, a Case Manager (at least one for every 25 Homeless or formerly Homeless resident families) whose activities are aimed at assessing resident needs, planning services, linking the service system to a resident, coordinating the various system components, monitoring service delivery, and evaluating the effect of service delivery. Case Managers must possess at least a bachelor's degree in human services or a related field.

(1) Financial Assistance with Purchase of a Home. (2 points) Applicant commits to provide a financial incentive which includes the following provisions:

- the incentive must be applicable to the home selected by the resident and may not be restricted to or enhanced by the purchase of homes in which the Applicant, Developer, or other related party has an interest;
- the incentive must be at least 5 percent of the rent for the resident’s unit during the resident’s entire occupancy (Note: Resident will receive the incentive for all months for which the
resident is in compliance with the terms and conditions of the lease. Damages to the unit in excess of the security deposit will be deducted from the incentive.);

- the benefit must be in the form of a gift or grant and may not be a loan of any nature;
- the benefits of the incentive must accrue from the beginning of occupancy;
- the vesting period can be no longer than 2 years of continuous residency; and
- no fee, deposit or any other such charge can be levied against the resident as a condition of participation in this program.

(2) After School Program for Children - This program requires the Applicant or its Management Agent to provide supervised, structured, age-appropriate activities for children during the after school hours, Monday through Friday. Activities must be on-site and at no charge to the residents. (3 points)

(3) First Time Homebuyer Seminars - Applicant or its Management Agent must arrange for and provide, at no cost to the resident, in conjunction with local realtors or lending institutions, semiannual on-site seminars for residents interested in becoming homeowners. Electronic media, if used, must be used in conjunction with live instruction. (1 point)

(4) Welfare to Work or Self-Sufficiency Type Programs - The Applicant commits to actively seek residents who are participating in or who have successfully completed the training provided by these types of programs. To receive point, Applicant must identify the program and the contact person. (1 point)

(5) Literacy Training - Applicant or its Management Agent must make available, at no cost to the resident, literacy tutor(s) who will provide weekly literacy lessons to residents in private space on-site. Electronic media, if used, must be used in conjunction with live instruction. (2 points)

(6) Job Training - Applicant or its Management Agent must provide, at no cost to the resident, regularly scheduled classes in keyboarding, computer literacy, secretarial skills or other useful job skills, which will
be provided at least once each quarter. If the training is not provided on-site, transportation at no cost to the resident must be provided. Electronic media, if used, must be used in conjunction with live instruction. (2 points)

e. ALL Proposed Developments with the Elderly Demographic commitment must commit to provide a sufficient number of the following Qualified Resident Programs to achieve a minimum of 6 points:

(1) Daily Activities - Applicant or its Management Agent must provide on-site supervised, structured activities, at no cost to the resident, at least five days per week. (3 points)

(2) Assistance with Light Housekeeping, Grocery Shopping and/or Laundry - The Applicant or its Management Agent will provide residents with a list of qualified service providers for (a) light housekeeping, and/or (b) grocery shopping, and/or (c) laundry and will coordinate, at no cost to the resident, the scheduling of services. (1 point)

(3) Resident Assurance Check-In Program - Applicant commits to provide and use an established system for checking in with each resident on a pre-determined basis not less than once per day, at no cost to the resident. Residents may opt out of this program with a written certification that they choose not to participate. (2 points)

(4) Manager On-Call 24 Hours Per Day - Applicant must provide management personnel on the Development's premises at all times who will be available and accessible to the residents 24 hours per day, seven days per week, at no cost to the resident. (2 points)

(5) Private Transportation - The Applicant or its Management Agent must make available a safe and serviceable vehicle that can transport residents to off-site locations for such things as medical appointments, public service facilities, and/or educational or social activities, at no cost to the resident. A nearby bus stop or access to programs such as "Dial-A-Ride" will not be acceptable for purposes of this program. (3 points)
(6) Literacy Training - Applicant or its Management Agent must make available, at no cost to the resident, literacy tutor(s) who will provide weekly literacy lessons to residents in private space on-site. Electronic media, if used, must be used in conjunction with live instruction. (2 points)

(7) Computer Training - The Applicant or its Management Agent shall make available computer and internet training classes (basic and/or advanced level depending on the needs and requests of the residents). The training classes must be provided at least once a week, at no cost to the resident, in a dedicated space on site. Electronic media, if used, must be used in conjunction with live instruction. (2 points)

d. ALL Developments must commit to provide a sufficient number of the following Qualified Resident Programs to achieve a minimum of 8 points:

(1) Health Care - At least quarterly visits by health care professionals such as nurses, doctors, or other licensed care providers. At a minimum, the following services must be provided: health screening, flu shots, vision and hearing tests. Regularly scheduled is defined as not less often than once each quarter. On-site space must be provided. Service must be provided at no cost to the resident, with the exception that the residents may be charged for medications. (2 points)

(2) Health and Nutrition Classes - At least 8 hours per year, provided on site at no cost to the residents. Electronic media, if used, must be used in conjunction with live instruction. (2 points)

(3) Mentoring - Establish a partnership with a primary or secondary education institution to encourage mentoring, tutoring and/or financial support that will benefit the residents of the proposed affordable housing community. This service must be provided at no cost to the resident. Electronic media, if used, must be used in conjunction with live instruction. (2 points)
Resident Activities - These specified activities are planned, arranged, provided and paid for by the Applicant or its Management Agent. These activities must be an integral part of the management plan. The Applicant must develop and execute a comprehensive plan of varied activities that brings the residents together and encourages community pride. The goal here is to foster a sense of community by bringing residents together on a regularly scheduled basis by providing activities such as holiday and special occasion parties, community picnics, newsletters, children’s special functions, etc. (2 points)

Financial Counseling - This service must be provided by the Applicant or its Management Agent, at no cost to the resident, and must include the following components: must be regularly scheduled at least once each quarter; must include tax preparation assistance by qualified professionals; must include educational workshops on such topics as “Learning to Budget”, “Handling Personal Finances”, “Predatory Lending”, or “Comparison Shopping for the Consumer”. Electronic media, if used, must be used in conjunction with live instruction. (2 points)

English as a Second Language - The Applicant or its Management Agent must make available, at no cost to the resident, literacy tutor(s) who will provide weekly English lessons to residents in private space on-site. Electronic media, if used, must be used in conjunction with live instruction. (2 points)

Resident Assistance Referral Program - The Applicant or its Management Agent will make available to residents information about services such as crisis intervention, individual and family needs assessment, problem solving and planning, appropriate information and referral to community resources and services based on need, monitoring of ongoing ability to retain self sufficiency, and advocacy to assist clients in securing needed resources. This service must be provided at no cost to the resident. Electronic media, if used, must be used in conjunction with live instruction. (2 points)

Swimming Lessons - The Applicant or its Management Agent must provide on-site swimming
lessons for children or adults, at no cost to the resident, at least twice each year. (2 points)

(9) Life Safety Training – The Applicant or its Management Agent must provide courses such as fire safety, first aid (including CPR), etc., on-site, at least twice each year, at no cost to the resident. Electronic media, if used, must be used in conjunction with live instruction. (2 points)

E. Fees:

Unless indicated otherwise, the following fees apply to both the Exchange and TACP Programs.

1. Proposal Fee:

Applicants shall submit to Florida Housing by the RFP Deadline a non-refundable Proposal Fee of $500.

2. Exchange Administrative Fee:

Each Applicant receiving an award of Exchange funding shall submit to Florida Housing a non-refundable exchange fee based on 8 percent of the HC equivalent amount for a for-profit Applicant and 5 percent of the HC equivalent amount for a Non-Profit Applicant. Each Applicant receiving Exchange funding that did not remit the HC administrative fee prior to returning its previous 9 percent Housing Credit award will be responsible for paying the exchange fee. The amount of the exchange fee and the due date will be stated in the Carryover Allocation Agreement. The exchange fee requirement will be deemed to be met if the Applicant submitted the non-refundable HC administrative fee prior to returning its Housing Credit award.

3. Asset Management and Financial Monitoring Fees:

a. Asset management fees will be determined based upon federal guidance and will be charged annually.

b. A financial monitoring fee of $3,000 will be charged annually.

Note: These fees are provided for estimation purposes only and are not the fees that will actually be charged. The actual fee will be determined based on the current contract for services between Florida Housing and the Servicer(s).
4. Compliance Monitoring Fee:
   a. Annual fee of $1,723 + $9.00 per set-aside unit, billed annually following loan and/or grant closing.
   b. Follow-up Review - $152 per hour

Note: These fees are provided for estimation purposes only and are not the fees that will actually be charged. The actual fees will be determined based on the current contract for services between Florida Housing and the Compliance Monitor(s).

5. Additional Credit Underwriting Fee

Prior to the performance of the analysis by the Credit Underwriter, an additional credit underwriting fee may be charged by the Credit Underwriter. The minimum additional fee will be $3,000 and the total additional fee will not exceed $10,509. The exact amount will be determined by the Credit Underwriter based on previous work performed by the Credit Underwriter with regard to the Original Application and must be paid by the Applicant within seven (7) Days of receipt of the invoice from the Credit Underwriter.

6. Construction Inspection Fees:
   a. On-site construction inspection - $152 per hour, not to exceed $1,519 per inspection.
   b. In-house reviews - $152 per hour, not to exceed $1,869 per review.
   c. Extraordinary services - $152 per hour.

Note: These fees are provided for estimation purposes only and are not the fees that will actually be charged. The actual fees will be determined based on the current contract for services between Florida Housing and the Servicer(s).

7. TCAP Federal Labor Standards Monitoring Fees:
   a. An Annual Rate of 75 basis points on the outstanding amount of the TCAP loan, with an annual minimum amount of $3,838 and a maximum annual amount not to exceed $13,649.
   b. Site visits - $701 per site visit
c. Extraordinary services - $152 per hour

Note: These fees are provided for estimation purposes only and are not the fees that will actually be charged. The actual fees will be determined based on the current contract for services between Florida Housing and the Servicer(s).

8. Permanent Loan Servicing Fees:

a. An annual fee of 25 basis points on the outstanding balance of the TCAP loan, with an annual minimum fee of $2,184 and an annual maximum fee not to exceed $8,735

b. Extraordinary services - $152 per hour.

Note: These fees are provided for estimation purposes only and are not the fees that will actually be charged. The actual fees will be determined based on the current contract for services between Florida Housing and the Servicer(s).

9. Additional Fees:

Funding recipients will be responsible for all fees associated with Florida Housing’s legal counsel related to the Exchange and TCAP Programs, as applicable.

SECTION FIVE
CERTIFICATION

By inclusion and execution of Exhibit A each Applicant certifies that:

A. Any material submitted in response to this RFP is a public record pursuant to Chapter 119, Fla. Stat., and subject to examination upon request, after Florida Housing provides a notice of decision pursuant to Section 120.57(3), Fla. Stat., or within 10 Days after the Proposal is opened, whichever is earlier.

B. Proposed Developments funded with Exchange or a combination of both Exchange and TCAP/Nominal HC will be subject to all applicable provisions of Rule Chapter 67-48, F.A.C., this RFP, Section 42 of the IRC, and, as applicable, the Tax Credit Exchange Program provisions, as amended, and the Tax Credit Assistance Program provisions, as amended. If any provisions of this RFP conflict with the provisions of Rule Chapter 67-48, F.A.C., the provisions in this RFP will take precedence.
1. Credit Underwriting Review, Carryover Allocation Agreement, and Terms and Conditions of the Exchange Grant and TCAP Loan

a. Upon Board approval of the selected Proposals, the Applicants will be invited to enter credit underwriting. The invitations must be executed and returned within seven (7) Days of the date of the invitation letter, along with the following information: a detailed statement of sources and uses (showing the amount of each expected Florida Housing resource) and detailed current proforma as specified in the Shovel-Ready definition, selected features and amenities, selected resident programs, the 2009 Universal Application Applicant Notification to Special Needs Household Referral Agency form, if applicable, as well as any other information specified in the invitation letter.

b. To ensure that scarce resources are not allocated to areas of the state that do not have the greatest need, the tentative funding awarded pursuant to this RFP (Exchange funding and/or TCAP funding with a nominal Housing Credit allocation) shall be rescinded if the submarket of the Proposed Development does not have an average occupancy rate of 92 percent or greater for the same Demographic population, as determined by a market study ordered by the Credit Underwriter, and analyzed by the Credit Underwriter and Florida Housing Staff, as well as approved by the Board.

c. The information required by the Credit Underwriter to engage a market study and appraisal must be provided to the Credit Underwriter within 14 Days of the date of the invitation to enter credit underwriting (which is the same date as the Award of HC for TCAP Applicants). The market study shall include verification of the location of the Proposed Development within a 2009 DDA or QCT.

d. Florida Housing shall hold periodic telephonic Board meetings so that completed market studies may be submitted for Board approval. The Board’s approval at such telephonic meetings shall then be presented for ratification at the next regularly scheduled Board Meeting. The deadline for obtaining final ratified Board approval of a market study is October 23, 2009, with a possibility of a one (1) month extension conditioned upon Florida Housing’s written approval of such extension. If such extension is granted, the market study must be completed, approved by the Board telephonically within the extension period, and submitted for final ratified Board approval no later than December 4, 2009.
Upon approval of the market study and the preliminary financial viability of the Proposed Development, Florida Housing shall issue the Carryover Allocation Agreement for the Exchange funding and the Nominal HC, if the Applicant is also receiving TCAP.

e. If the Board does not approve the market study, the funding awarded pursuant to this RFP shall be rescinded and returned to Florida Housing.

f. All other items required for the Credit Underwriter to complete the credit underwriting report must be provided to the Credit Underwriter within 28 Days of the date of the invitation to enter credit underwriting (which is the same date as the Award of HC for TCAP Applicants).

g. Florida Housing shall hold periodic telephonic Board meetings so that completed credit underwriting reports may be submitted for Board approval. The Board’s approval at such telephonic meetings shall then be presented for ratification at the next regularly scheduled Board Meeting.

No TCAP funds shall be committed to a Proposed Development before it receives the appropriate environmental clearance and a credit underwriting report approved by the Board.

The amount of Exchange and, if applicable TCAP Nominal HC will be reflected in the credit underwriting report submitted to the Board for approval. Upon approval of the credit underwriting report, the firm commitment for any TCAP funding shall be issued and, if necessary, the Carryover Allocation Agreement for the Exchange funding and Nominal HC will be revised.

If the Board does not approve the completed credit underwriting report, the funding awarded pursuant to this RFP shall be rescinded and returned to Florida Housing.

h. During credit underwriting, the Credit Underwriter shall consider the market study, the Development’s financial impact on Developments in the area previously funded by Florida Housing, and other documentation when making its recommendation of whether to approve or disapprove funding (Exchange and, if applicable, TCAP Nominal HC). The Credit Underwriter shall review and determine whether there will be a negative impact to Guarantee Fund
Developments within the primary market area or five (5) miles of the Proposed Development, whichever is greater.

i. During credit underwriting, the Credit Underwriter shall also review the appraisal and other market documentation to determine if the market exists to support the demographic and income restriction set-asides committed to in the Applicant’s Proposal.

j. Replacement Reserves (RR) shall be a minimum of $300/unit with a requirement to maintain a minimum amount of $1,500 per unit at all times, allowing for an initial period to accumulate this minimum. Allowed uses for RR in order to fall below the minimum amount: life safety, structural and systems as determined by Florida Housing and its servicers. Traditional RR draws shall be limited to items which can be depreciated.

k. Any amount of funding to be awarded (Exchange and, if applicable, TCAP/Nominal HC) will be sized during credit underwriting. The following parameters shall be used unless the Proposed Development is utilizing a HUD financing vehicle (e.g., FHA insured 221(d)4 bonds) AND the Proposed Development is 100 percent Project-Based Section 8 Rent Subsidized. For this latter instance, the Applicant may choose to follow the sizing procedures below for a determination of an Exchange and TCAP award, or the Applicant may choose to (i) not have the first mortgage sized, (ii) not have TCAP available, and (iii) have the Exchange funds used to fill the gap, up to $0.85 (times 10) for the qualifying HC Allocation equivalent.

(1) The first mortgage shall be sized and limited to said sized amount. The sizing will be initially based on a first mortgage with an interest rate of 7.5 percent and a 30-year amortization, but shall actually be determined by the actual interest rate and actual amortization of the first mortgage. Any Development serving 50 percent Homeless population (Applicant selected the Homeless Demographic Commitment in its Original Application) shall assume to have no traditional first mortgage. The debt service requirements for the TCAP funds are provided in the next paragraph.

The combined amount of the Proposed Development’s TCAP award, qualifying restricted
first mortgage and any other lien superior to the TCAP award shall be restricted based on having their combined debt services ("Debt Service") equal to the lesser of one of the following two calculations:

(a) The greater of either (i) an amount that yields a net cash flow after Debt Service of $1,000 per unit, or (ii) an amount that yields a Debt Service coverage ratio of 1.50x, both of which are based on the proforma for the Proposed Development's initial year, or

(b) An amount that yields a Debt Service coverage ratio of 1.25x based on the proforma for the Proposed Development's 15th year given annual increases of 2 percent for revenues and 3 percent for operating expenses.

Note: The aforementioned Debt Service coverage ratios reflect the combined required debt service for the TCAP funds, the first mortgage and any other lien superior to the TCAP funds.

Once the Debt Service is determined, the amount of the TCAP award shall be determined based on balancing the need to (i) not over subsidize the transaction, (ii) ensure the financial feasibility of the Proposed Development as well as its viability throughout the covenant period, given the additional restrictions provided below, and (iii) fill the financing gap to have total sources of funds equal all uses of funds.

If the resulting qualifying restricted first mortgage is less than $500,000, then the Applicant shall have the opportunity to elect to either (a) move forward with said first mortgage amount, or (b) have a portion of said first mortgage amount added to the deferred Developer fee with the remainder paid by additional TCAP funds. In the later case, the portion of said first mortgage amount that is being added to the deferred Developer fee shall be an amount that is determined by taking the lesser of (i) 10 percent of the Developer's fee, or (ii) 50 percent of said first mortgage amount.
(2) The sizing of the TCAP funds shall assume a portion of the Developer fee will be deferred, except for any Homeless Development where there will be no deferment to the extent possible. For transactions with TCAP funds, the deferred portion shall be 15 percent to the extent possible. For transactions without TCAP funds, the deferred portion shall be 25 percent to the extent possible. In any case, the maximum deferred Developer fee shall be the lesser of (a) an amount that can be demonstrated to be repaid within 10 years based on Florida Housing’s Credit Underwriter’s 15-year proforma or (b) 50 percent of the total Developer fee. This includes any deferment needed to balance the sources and uses schedule.

(3) For any Homeless Development, the amount of the Developer fee shall be 21 percent of eligible costs with an amount equal to 5 percent being set-aside in an operating reserve.

(4) Consideration shall be given to those Developments receiving TCAP funds for the increased cost, if any, due to Davis-Bacon and other HOME-like reporting requirements, as outlined in Section Five, B.4. below.

(5) For those Applicants that submit a successful Application that also either request TCAP or for those Proposed Developments that are already subject to Davis-Bacon requirements, Florida Housing shall size the TCAP award to be the lesser of (a) $3,000,000, (b) $30,000 per set-aside unit, (c) maximum qualifying amounts per HUD restrictions, or (d) the greater of (i) 20 percent of the total ARRA funding (sum of the TCAP award plus the Exchange funds awarded), or (ii) the actual amount the Proposed Development needs for gap financing. Except for (c) above, these maximum limitations are exclusive of any additional TCAP funding awarded as provided herein (i.e., accepting additional lower-AMI units or replacing funds that were returned due to this RFP with TCAP).

(6) For Exchange funds, the process will allow the Proposed Development to receive an amount of up to $0.85 (times 10) for the lesser of (a) the amount of the HC Allocation returned in 2009, or (b) the
maximum HC Allocation award for the county in which the Proposed Development is located as provided by the 2009 UAC (inclusive of current DDA/QCT bonuses), which the total amount of resulting Exchange funds shall not exceed the maximum allowable amount of a sub-award as determined by the Treasury for the Exchange program. There will not be an investor in the transaction.

The amount of Exchange funds a Proposed Development would qualify for shall be equal to Total Development Costs, less the restricted first mortgage, less any TCAP awarded funds, less any other Florida Housing resources, less the deferred Developer fee, less any Local Government subsidy funds, and less any other committed resources, subject to maximum limitations provided herein.

1. An analysis of the Sponsor shall be completed with more in-depth consideration to key topics than typically completed by Florida Housing, including liquidity, net worth, unrestricted assets, and contingent liabilities.

m. An analysis of the credit worthiness of the Developer shall be completed with more in-depth review than typically considered, including areas of past performance, default history, failed conversions, guarantor performance, and outstanding contingencies.

n. Payment of Developer fees:

(1) For Proposed Developments with only Exchange funds, given a total deferment of Developer fees of 25 percent as intended with Exchange funds, Developer fees shall be paid as follows: (a) no more than 25 percent shall be paid at construction commencement, (b) no more than 25 percent shall be paid at construction completion, and (c) no more than 25 percent shall be paid at stabilization. The remainder of the Developer fees shall be paid from Development Cash Flow.

(2) Given a total deferment of Developer fees of 15 percent as intended with TCAP funds, for Proposed Developments with any TCAP funding the Developer fees shall be paid as follows: (a) no more than 25 percent shall be paid at construction commencement,
(b) no more than 25 percent shall be paid at
construction completion, and (c) no more than 35
percent shall be paid at stabilization. The remainder
of the Developer fees shall be paid from
Development Cash Flow or other non-Florida
Housing sources.

(3) For Proposed Homeless Developments, regardless of
whether funded with Exchange or Exchange/TCAP,
Developer fees shall be paid as follows: (a) no more
than 25 percent shall be paid at construction
commencement, (b) no more than 25 percent shall be
paid at construction completion, and (c) the
remaining 50 percent shall be paid at stabilization.

(4) If other non-Florida Housing sources are also funding
Developer fees, then Florida Housing reserves the
right to decrease its portion of the funding to meet
these maximum funding parameters, with any Florida
Housing funding balance to be provided at
stabilization.

(5) In the case where the total Developer fee available to
be paid is adjusted by the Credit Underwriter (e.g.,
cost of land acquisition which is in excess of the
appraised value), the amount of the adjustment shall
be considered a part of the paid Developer fee and
shall be allocated as the initial amount(s) paid unless
the final Exchange or TCAP disbursement(s) would
push said payment beyond the applicable final
expenditure deadline, then the Exchange/TCAP
disbursement shall be funded with the proceeds used
in a means that meets Exchange/TCAP expenditure
restrictions, including the viability of the Proposed
Development.

o. Disbursements of TCAP funds shall be done through
monthly draw requests based on completed work and the
expenditure of costs associated with eligible costs as
defined/restricted by HUD. TCAP funds must be tracked, as
required by HUD, on a draw-by-draw basis. The Proposed
Development shall not take any disbursements from the first
mortgage lender until all of the Exchange/TCAP funds are
disbursed first, unless the first mortgage lender is used to
acquire the land prior to closing the Exchange/TCAP funds.
Disbursement of Exchange funds and TCAP funds will be
managed with the expectation to meet the respective expenditure deadlines and cost-tracking requirements.

p. Exchange funds shall be a Sub-award grant, to be used for costs that are included in the eligible costs of a Proposed Development, and are subject to the Housing Credit rent, income, use restrictions and compliance monitoring requirements, all as required under Section 42 of the IRC.

q. TCAP funds shall be awarded as a loan, to be used for costs that are associated with eligible costs of a Proposed Development, as defined/restricted by HUD and may be required to be tracked on a draw-by-draw basis, as determined by HUD. These funds are also subject to the Housing Credit rent, income, use restrictions and compliance monitoring; all as required under Section 42 of the IRC. TCAP funds cannot be used for administrative costs or to cover the cost of swimming pools or any other uses prohibited by HUD guidelines, as amended.

r. The loan structure of TCAP funds shall be non-amortizing with a balloon payment due at maturity which shall be co-terminus with the first mortgage. In the case where a traditional first mortgage is not provided, the maturity shall be 15 years after rehab if the Proposed Development is an Acquisition/Rehabilitation or at least 15 years and up to 20 years after construction if it is new construction. The TCAP loan shall have an interest rate of 0.0 percent through May 1, 2012. Thereafter, a blended interest rate shall accrue based on 1.0 percent for the portion owned by a for-profit Sponsor and 0.0 percent for the portion owned by a Non-Profit Sponsor. The debt service shall be an annual payment that is cash flow dependent. The amount of cash flow available to pay the accrued debt service on the TCAP loan will be calculated based on cash flow calculations similar to the provisions of Rule 67-48.010(6) F.A.C. Payments shall be due annually beginning in 2013. Any proforma for the Proposed Development shall assume the TCAP funds will have the interest accrue at the stated interest rate once construction has completed.

s. Florida Housing does not expect to grant extensions to close the TCAP loan or the sub-award for Exchange funds.

t. Shovel-Readiness and timely expenditure shall be mandated for both Exchange and TCAP funding. If Shovel-Readiness or timely expenditure cannot be met, Florida Housing may withdraw any sub-award of Exchange or award of TCAP
funding as well as any future Exchange and TCAP funding based on the facts and circumstances as presented to staff. As established by HUD, Florida Housing cannot request any TCAP funding from HUD past February 16, 2012. Unless the Treasury changes their current ruling, Florida Housing cannot request any Exchange funding from the Treasury past December 31, 2010.

v. Documentation

(1) TCAP documentation shall include the standard closing documentation, including, but not limited to, a Promissory Note, Mortgage and Security Agreement, Land Use Restriction Agreement, Compliance, Financial Monitoring and Servicing Agreement, Construction Loan Agreement, Completion and Operating Deficit Guaranty (which may be for a period of up to 15 years), Continuing, Absolute and Unconditional Guaranty of Recourse Obligations, and Environmental Indemnity Agreement.

(2) Exchange Documentation shall include a Carryover Allocation Agreement, Extended Use Agreement, Final Cost Certification Allocation, and the standard closing documentation, including, but not limited to, a Promissory Note, Mortgage and Security Agreement, Land Use Restriction Agreement, Compliance, Financial Monitoring and Servicing Agreement, Construction Loan Agreement, Completion and Operating Deficit Guaranty (which may be for a period of up to 15 years), Continuing, Absolute and Unconditional Guaranty of Recourse Obligations, and Environmental Indemnity Agreement.

v. All Proposed Developments must have nine (9) to 12-months debt service and operating expenses reserves based on market and demographic risk parameters related to their impact on the Proposed Development’s ability to generate adequate net operating income. For example, a strong market or a demographic that historically has proven to generate consistently strong net operating profits for the Developments may have 9-month debt service and operating expenses reserves, whereas a weak market or a demographic that historically has not proven to generate a consistent strong net operating profit for the Developments may have
12 months. The extra reserve shall be allowed to be a line item (not a sub-set of Developer fee); however, if the reserve required by the first mortgage lender or an entity other than Florida Housing is higher than what is recommended by our Credit Underwriter, then the overage shall be a sub-set of Developer fee. Florida Housing may also require a portion of the excess cash flow to be paid into said reserve.

w. The Applicant requesting Exchange funds must demonstrate a Good Faith Effort to obtain investment commitments for its previous HC Allocation by producing an affidavit describing the Applicant’s efforts, including the date contact was made and the name of the investor contacted, name and title of the person contacted, and contact’s telephone number and e-mail address. The Applicant must also provide the amount of the sales price for its Housing Credits in the Original Application, the amount of total equity to be generated by the sale, and identify the same for any offer it received most recently.

x. Florida Housing shall require the Applicant to certify that it owns the land on which the Proposed Development is to be built or that the Applicant is the Lessee under a lease of the land on which the Proposed Development is to be built and which has a term that does not expire prior to the expiration of the Extended Use Period. Such certification must be demonstrated on or before five (5) months after the executed date of the Carryover Allocation Agreement.

y. Florida Housing shall require the Applicant to certify that it has incurred at least 10 percent of the reasonably expected basis (10 percent test) of the Proposed Development. Such certification must be demonstrated on or before six (6) months after the executed date of the Carryover Allocation Agreement.

z. Florida Housing shall require the Applicant to acknowledge and agree to commence construction on or before six (6) months after the executed date of the Carryover Allocation Agreement. As proof of construction commencement the Applicant shall deliver to Florida Housing a copy of the recorded Notice of Commencement from the Official Records of the applicable jurisdiction(s) relative to the Proposed Development.

2. TCAP Funding Priorities During Credit Underwriting
The TCAP funding for this RFP will be that which remains after funding eligible Proposals under RFP 2009-03. After reviewing the economic viability test, as required by Section 42, IRC, in the event that Florida Housing does not have a sufficient amount of TCAP funds to satisfy all intended uses, eligible Proposed Developments will receive TCAP funding in the following order of preference:

- **a. Gap Financing**

  1. Preference will be given to Proposed Developments that are Shovel-Ready.

  2. Next, preference will be given to Proposed Developments where the Original Application reflects the Preservation Designation.

  3. Next, preference will be given to Proposed Developments where the Original Application reflects the Homeless Demographic category.

  4. Next, preference will be given to Proposed Developments that are not located in a 2009 Location A Area.

  5. Next, preference will be given to Proposed Developments that are located in a 2009 Location A Area where there is no Guarantee Fund Development located within that county.

  6. Within categories (1) through (5) above, the funding order will be based first on Proposed Developments with a commitment to provide 5 percent of the ELI units for Special Needs Households, and then on the relative lottery number with the lowest number funded first.

- **b. Deeper Targeting Units**

If TCAP funding remains after satisfying the gap financing requirements of all eligible Applications, TCAP funding will be provided to Proposed Developments where the Original Application reflects the Farmworker/Commercial Fishing Worker Demographic. Following the funding order outlined in Section (a) above, preference will be given to Farmworker/Commercial Fishing Worker Proposed Developments where the Applicant has committed to set aside up to 20 percent of the Proposed Development’s total...
units, which were otherwise going to be units set aside at 60 percent AMI, at the greater of (i) 40 percent AMI or (ii) the Proposed Development’s ELI Set-Aside AMI Level.

c. Replacing Existing Funding

If funds remain, Florida Housing may distribute TCAP or Exchange funding as follows:

(1) First, de-obligate SAIL funds still held by Applicants that are already subject to the TCAP federal requirements and replace it, to the extent possible, with TCAP or Exchange funding.

(2) Next, de-obligate SAIL funds still held by Applicants that are not subject to the TCAP federal requirements and replace it, to the extent possible, with TCAP or Exchange funding.

(3) Next, de-obligate supplemental funds still held by Applicants that are already subject to the TCAP federal requirements and replace it, to the extent possible, with TCAP or Exchange funding.

(4) And finally, de-obligate supplemental funds still held by Applicants that are not subject to the TCAP federal requirements and replace it, to the extent possible, with TCAP or Exchange funding.

3. Reporting

a. Quarterly Reporting for TCAP and Exchange Funding

(1) TCAP Funding

Within 3 Days after the end of each calendar quarter, each Applicant awarded TCAP funding must submit the following information to Florida Housing to enable Florida Housing to submit the required quarterly TCAP report to the Office of Management and Budget. The first TCAP quarterly report is due within 3 Days after the end of the third Quarter of 2009.

Any quarterly report that is not received by the due date will be assessed a late fee of $1,000, with no grace period.
To provide the following information, Applicants must use the TCAP Quarterly Reporting form found on the Website at http://apps.floridahousing.org/StandAlone/FHFC_EC M/ContentPage.aspx?PAGE=0042.

(a) The total amount of TCAP funds received;
(b) The amount of TCAP funds expended or obligated to Developments or activities, including unobligated balances;
(c) A detailed list of all Developments or activities for which TCAP funds were expended or obligated, including:
   i. The name of the Development
   ii. A description of the Development
   iii. An evaluation of the completion status of the Development
   iv. An estimate of the number of jobs created by the Development
   v. An estimate of the number of jobs retained by the Development

As part of its acceptance of the TCAP funding, the Applicant agrees to provide any additional information which HUD deems necessary to comply with the TCAP provisions and American Recovery and Reinvestment Act guidance.

(2) Exchange Funding

Within 3 Days after the end of each calendar quarter, each Applicant awarded Exchange funding must submit the following information to Florida Housing to enable Florida Housing to submit the required quarterly Exchange report to the Treasury. The first TCAP quarterly report is due within 3 Days after the end of the third Quarter of 2009.

Any quarterly report that is not received by the due date will be assessed a late fee of $1,000, with no grace period.

To provide the following information, Applicants must use the Exchange Quarterly Reporting form found on the Website at http://apps.floridahousing.org/StandAlone/FHFC_EC M/ContentPage.aspx?PAGE=0042.
(a) Name of the recipient entity
(b) Name of the Development
(c) Brief description of the Development
(d) Location of the Development: city/county, state, zip code
(e) Number of construction jobs created
(f) Number of construction jobs retained
(g) Number of non-construction jobs created
(h) Number of non-construction jobs retained
(i) Number of total housing units newly constructed
(j) Number of total housing units rehabilitated
(k) Number of low-income housing units newly constructed
(l) Number of low-income housing units rehabilitated

As part of its acceptance of the Exchange funding, the Applicant agrees to provide any additional information which the Treasury deems necessary to comply with Section 162 of the Act and American Recovery and Reinvestment Act guidance.

4. Federal Requirements

a. Exchange funds are subject to Fair Housing Act and other federal requirements that apply to Developments funded under the Housing Credit Program.

b. TCAP funds are subject to the requirements applicable to federal financial assistance and Applicants shall be required to comply with the following federal requirements:
- The Age Discrimination Act of 1975 (42 U.S.C. 6101-07) and implementing regulations at 24 CFR Part 146 “Nondiscrimination on the Basis of Age in HUD Programs or Activities Receiving Federal Financial Assistance.”
- Affirmatively Furthering Fair Housing – Florida Housing shall establish an affirmative fair housing marketing plan for its TCAP Developments. Applicants receiving TCAP funds shall be required to follow the plan when marketing the TCAP units. Affirmative marketing steps consist of actions to provide information and otherwise attract eligible persons in the housing market to the available housing without regard to race, color, national origin, sex, religion, familial status or disability. The affirmative marketing requirements and procedures adopted by Florida Housing shall include:
  - Methods for informing the public, owners and potential tenants about Federal fair housing laws and the grantee’s affirmative marketing policy;
  - Requirements and practices each owner must adhere to in order to carry out the grantee’s affirmative marketing procedures and requirements;
  - Procedures to be used by owners to inform and solicit applications from persons in the housing market areas that are not likely to apply for the housing without special outreach. Special outreach, as appropriate, includes but is not limited to, the translation of marketing material for persons who are limited English proficient; the placement of translated marketing material in minority owned media; and the provision of meaningful access concerning the residential rental project (e.g. providing translated information about application procedures, tenancy and other project amenities);
  - Records that will be kept describing actions taken by the grantee and by owners to affirmatively market units and records to assess the results of these actions; and
  - A description of how the grantee will annually assess the success of affirmative marketing actions and what
corrective actions will be taken where affirmative marketing requirements are not met.

- Section 504 of the Rehabilitation Act of 1973 (29 U.S.C. 794) and implementing regulations at 24 CFR Part 8 “Nondiscrimination Based on Handicap in Federally Assisted Programs and Activities of the Department of Housing and Urban Development.” Section 504 of the Rehabilitation Act of 1973 applies to all TCAP projects. For new construction projects and projects undergoing substantial rehabilitation, 5 percent of the units must be accessible to persons with mobility impairments and 2 percent of the units must be accessible to persons with hearing or vision impairments (See 24 CFR 8.22.) Substantial rehabilitation for a multifamily rental project is defined in Section 24 CFR 8.23 as a project with 15 or more units for which the alterations would equal more than 75 percent of the replacement cost for the facility. Modifications to projects to comply with Section 504 requirements are eligible costs under TCAP. However, compliance with Section 504 requirements may be infeasible or impracticable for some projects, depending on where they are in the development process. If a new construction or substantial rehabilitation project is underway or has already been completed, and it cannot be modified to meet the accessibility requirements established by Section 504, it is ineligible to receive TCAP assistance. For projects in which the rehabilitation would not be considered substantial, the Section 504 provisions are applicable only to the maximum extent feasible, i.e., not required if it would impose undue financial and administrative burden. See 24 CFR 8.23.

- National Environmental Policy Act and Related Laws (Environmental review responsibilities) and implementing regulations at 24 CFR Part 58.

- The Recovery Act expressly applies section 288 of the HOME statute, which requires environmental review under the National Environmental Policy Act (NEPA) of 1969 and related federal environmental authorities and regulations at 24 CFR Part 58 “Environmental Review Procedures. No TCAP funds may be committed to a project before completion of the environmental review process. Once an owner applies for TCAP funds, committing TCAP or any other funds to or undertaking any “choice-limiting” activity prior to successful completion of the environmental clearance review (i.e., HUD approval of the Request for Release of Funds), is
prohibited. This includes any activity that will result in a physical change and/or acquisition, including leasing, or disposition of real property. Performing a choice-limiting action may disqualify a project from receiving any federal funds. See 24 CFR Part 58 for general information about environmental review requirements at http://www.access.gpo.gov/nara/efr/waisidx_04/24cfr58_04.html or http://www.hud.gov/offices/cpd/environment/index.cfm.

If a federal environmental review has already been completed for a project, providing TCAP funds to the project may not require an additional environmental review. For example, if the state housing credit agency or another agency or department of the State performed an earlier environmental clearance for HUD assistance on the project that is now receiving TCAP assistance from the state, and neither the project nor the environmental conditions have changed since the previous review, then no new environmental clearance is required. See 24 CFR 58.35(b)(7). Applicants unfamiliar with the HUD environmental requirements are strongly advised to seek technical assistance and training regarding compliance with NEPA requirements. Environmental officers stationed in HUD field offices are ready to assist.

- The Lead-Based Paint Poisoning Prevention Act and the Residential Lead-Based Paint Hazard Reduction Act of 1992 and implementing regulations at 24 CFR Part 35 are applicable to housing that receives Federal assistance.

- Davis-Bacon Prevailing Wages - Under section 1606 of Division A of the American Recovery and Reinvestment Act of 2009, contractors and subcontractors hired with Recovery Act funds are required to pay prevailing wages to laborers and mechanics in compliance with the Davis-Bacon Act. In the case of projects already under construction, it may be possible to obtain a determination, under 29 CFR 1.6(g), that Davis-Bacon requirements apply prospectively to the construction project, as of the date of the TCAP award. Labor Relations Specialists in HUD Field Offices are available to assist grantees with questions related to these requirements.

- Anti-Lobbying "Restrictions (Restrictions on lobbying in 31 USC 1352 and implementing regulations at 24 CFR Part 87 "New Restrictions on Lobbying"). This statute prohibits the use of funds appropriated by any act by the recipient of a Federal contract, grant, loan, or cooperative agreement to pay any person for influencing or
attempting to influence an officer or employee of any agency. a Member of Congress, an officer or employee of Congress, or an employee of a Member of Congress in connection with covered Federal action.

- The Drug-Free Workplace Act of 1988 (41 U.S.C. 701 et seq., as implemented at 24 CFR Part 21 “Government-Wide Requirements for Drug-Free Workplace (Grants).”) This statute prohibits the receipt of a grant from any Federal agency unless the recipient agrees to provide and certify to a drug-free workplace.

5. Training and Technical Assistance

Applicants are encouraged to retain subject matter experts to assist them in complying with federal requirements, which may help avoid delays in committing and expending funds and findings of noncompliance. Costs incurred by Applicants to comply with federal requirements are eligible TCAP costs.

6. Compliance and Asset Management

a. Asset Management

Florida Housing shall perform asset management functions so as to ensure compliance with Section 42 of the IRC and the regulations there under (including Title 26 Code of Federal Regulations section 1.42.9), and the long-term viability of the buildings funded by (i) a Exchange Sub-award under the Act in accordance with Section 160-2(c)(3) of the Act, or (ii) a TCAP loan, or (iii) a combined Exchange Sub-award and TCAP loan.

b. Compliance

All Applicants receiving an award of Exchange and/or TCAP funding will be required to comply with the Housing Credit and Home Program compliance requirements of Rule Chapter 67-53, F.A.C., as applicable.

7. Recapture of Exchange Funds

Each LURA will include a requirement providing for recapture to assure that the building remains a qualified low-income building during the 15-year Compliance Period. As part of its acceptance of the Exchange funding, the Sub-award Applicant understands that any amount subject to recapture becomes a debt owed to the United States payable to the General Fund of the Treasury and enforceable.
by all available means against any assets of the Sub-award Applicant.

8. Recapture of TCAP Funds

Each LURA will include a requirement providing for recapture to assure that the building remains a qualified low-income building during the 15-year Compliance Period.

9. Written Agreements

a. Written Agreements (LURA) and Disbursement of Exchange and, if applicable, TCAP Funding

All Applicants must execute a legally binding LURA with Florida Housing, which shall be recorded in the county where the Proposed Development is located and be binding on all owners and successors, e.g., a covenant.

(1) For the Exchange Funds —

The LURA will set forth all Exchange Program requirements, including the requirements of Section 42 of the IRC applicable to the Sub-award, and shall impose conditions or restrictions, including a requirement providing for recapture, so as to assure that the qualified low-income building remains a qualified low-income building during the 15-year Compliance Period.

The LURA shall also include a requirement for the Sub-awardee to provide sufficient information to Florida Housing to report on the use of the Exchange funds as required by Treasury.

The LURA must be signed and dated by the Applicant and Florida Housing before any Exchange funds can be disbursed to the Sub-awardee.

(2) For TCAP Funds, if applicable -

The LURA shall set forth all of the TCAP Program and crosscutting federal grant requirements applicable to the TCAP funding, including a schedule for the expenditure of the TCAP funds and the circumstances under which TCAP funds will be recaptured if the Applicant fails to meet the schedule.
The LURA cannot be executed until environmental clearance for the project is completed and the Request for Release of Funds (RROF) is approved.

The LURA must be signed and dated by the Applicant and Florida Housing before any TCAP funds can be disbursed.

b. Extended Use Agreement (EUA) for Nominal HC, as required by Rule 67-48.029, F.A.C.

SECTION SIX
INFORMATION TO BE PROVIDED IN PROPOSAL

The Applicant must provide a properly completed and executed Exhibit A to RFP 2009-04, which includes the following information:

A. Threshold Items:

1. Name of Proposed Development

2. Application Number of the Original Application.

3. Indicate whether federal funds (other than ARRA funding) that require Davis-Bacon and NEPA will be used for the Proposed Development.

4. Funding Request - Indicate the funding the Applicant is requesting – Exchange Funding Only or Exchange funding with TCAP and Nominal HC.

5. Demonstration of the Applicant’s Good Faith Effort - The Applicant must enclose an affidavit demonstrating the Applicant’s efforts to obtain an investment commitment for its previously awarded 9 percent Housing Credit Allocation.

The affidavit must briefly describe the Applicants efforts, including the following information:

a. Name of each investor entity contacted.

b. Name, title, telephone number and e-mail address of the person(s) contacted.

c. Date(s) contact was made.
d. Amount of the sales price for the Applicant's Housing Credits as stated in its Original Application, including the amount of total equity to be generated by the sale.

e. The following information for any recent offers Applicant has received: amount of the sales price for the Applicant's Housing Credits and the amount of total equity to be generated by the sale.

Florida Housing may contact one or more of the investors to verify the statements made in the Applicant’s affidavit.

6. Total Set-Aside Breakdown Chart

a. Applicants must indicate the percentage of residential units, stated in whole numbers, to be set aside at each selected AMI level including:

(1) ELI Set-Aside commitment, based on the ELI Set-Aside AMI Level on the following 2009 ELI County Chart.

<table>
<thead>
<tr>
<th>County</th>
<th>ELI Set-Aside AMI Level</th>
</tr>
</thead>
<tbody>
<tr>
<td>Bay</td>
<td>40%</td>
</tr>
<tr>
<td>Brevard</td>
<td>33%</td>
</tr>
<tr>
<td>Broward</td>
<td>28%</td>
</tr>
<tr>
<td>Escambia</td>
<td>35%</td>
</tr>
<tr>
<td>Highlands</td>
<td>45%</td>
</tr>
<tr>
<td>Hillsborough</td>
<td>35%</td>
</tr>
<tr>
<td>Jackson</td>
<td>45%</td>
</tr>
<tr>
<td>Lake</td>
<td>33%</td>
</tr>
<tr>
<td>Lee</td>
<td>33%</td>
</tr>
<tr>
<td>Leon</td>
<td>33%</td>
</tr>
<tr>
<td>Monroe</td>
<td>33%</td>
</tr>
<tr>
<td>Okaloosa</td>
<td>39%</td>
</tr>
<tr>
<td>Palm Beach</td>
<td>28%</td>
</tr>
<tr>
<td>Pinellas</td>
<td>35%</td>
</tr>
<tr>
<td>Polk</td>
<td>40%</td>
</tr>
<tr>
<td>St. Lucie</td>
<td>33%</td>
</tr>
<tr>
<td>Volusia</td>
<td>40%</td>
</tr>
<tr>
<td>Walton</td>
<td>40%</td>
</tr>
</tbody>
</table>

(2) Units voluntarily restricted to an AMI lower than 60 percent are available to an Applicant whose Original Application for the Proposed Development reflects the Farmworker/Commercial Fishing Worker Demographic category. Those select Applicants have the opportunity to commit to set aside up to 20 percent of the Proposed Development's total units which were otherwise going to be units set aside at 60 percent of AMI, at the greater of (a) 40 percent AMI or (b) the Proposed Development's ELI Set-Aside AMI Level. If the Applicant chooses this option, the number of additional units this voluntary request adds (partial units must be rounded up) shall
be multiplied by $60,000 and the resulting amount shall be offered as additional TCAP funding, to the extent TCAP funds are available.

The loan structure for these TCAP funds shall be the same as the TCAP gap financing loan structure.

(3) Any additional set-aside commitments at 60 percent AMI or less

b. Total Set-Aside Percentage

Applicants with a Proposed Development located in a 2009 Location A Area must commit to set aside a total of at least 90 percent of the Development's residential units at 60 percent AMI or less. Applicants with a Proposed Development that is not located in a 2009 Location Area must commit to set aside a total of at least 70 percent of the Proposed Development's residential units at 60 percent AMI or less.

7. Contact Person - Name, mailing address, telephone number and e-mail address.

8. State the anticipated placed-in-service date for the Proposed Development.

9. Indicate whether the Applicant has increased the total number of units stated in the Original Application.

10. Indicate whether the Applicant commits to set-aside 5 percent of the ELI units for Special Needs Households (as defined in Rule 67-48.002, F.A.C.)

B. Ranking Preference

Indicate whether the Proposed Development is Shovel Ready.

SECTION SEVEN
EVALUATION PROCESS

Individual Committee members shall evaluate the Proposals independently. As indicated in this section, all items presented in Section Six of this RFP are Threshold Items. If any of the items are not submitted, the Proposal will be rejected. The individual Committee members shall evaluate the Proposals by reviewing the answers to determine if threshold is met for each Application. The Committee shall conduct one public meeting during which the Committee may discuss their evaluations, select Applicants most likely
to be considered for award, make any adjustments deemed necessary to best serve the interests of Florida Housing's mission, and develop a recommendation or series of recommendations to the Board. The Committee will then rank the Applications deemed eligible for funding with preference given to Applications that are Shovel-Ready. The Board may use the Proposals, the Committee's scoring, any other information or recommendation provided by the Committee or Staff, and any other information the Board deems relevant in its selection of Applicants to whom to award funding.

SECTION EIGHT
AWARD PROCESS

Florida Housing shall provide notice of its decision, or intended decision, for this RFP on Florida Housing's Website the next business day after the applicable Board vote. After posting, an unsuccessful Applicant may file a notice of protest and a formal written protest in accordance with Section 120.57(3), Fla. Stat., et. al. Failure to file a protest within the time prescribed in Section 120.57(3), Fla. Stat., et. al. or failure to post the bond or other security required by law within the time allowed for filing a bond shall constitute a waiver of proceedings under Chapter 120, Fla. Stat.
Exhibit A to RFP 2009-04 - Request for Exchange Funding Only or Exchange Funding with TCAP Funding/Nominal HC

A. Threshold Items:
1. Name of Proposed Development ___________________________ 2. Original Application No ___________________________
3. Will federal funds (other than ARRA funding) requiring Davis-Bacon and NEPA be used for the Proposed Development? [ ] Yes [ ] No
4. Applicant is Requesting [ ] Exchange Funding Only or [ ] Exchange Funding with TCAP Funding and Nominal HC
5. An affiliation demonstrating the Applicant’s Good Faith Effort to obtain an investor is enclosed with this Exhibit A form [ ] Yes [ ] No
6. Total Set-Aside Breakdown Chart

<table>
<thead>
<tr>
<th>Percentage of Residential Units</th>
<th>AMI Level</th>
</tr>
</thead>
<tbody>
<tr>
<td>%</td>
<td>At or Below 25%</td>
</tr>
<tr>
<td>%</td>
<td>At or Below 28%</td>
</tr>
<tr>
<td>%</td>
<td>At or Below 33%</td>
</tr>
<tr>
<td>%</td>
<td>At or Below 35%</td>
</tr>
<tr>
<td>%</td>
<td>At or Below 40%</td>
</tr>
<tr>
<td>%</td>
<td>At or Below 45%</td>
</tr>
<tr>
<td>%</td>
<td>At or Below 50%</td>
</tr>
<tr>
<td>%</td>
<td>At or Below 60%</td>
</tr>
</tbody>
</table>

7. Contact Information

   [ ] Name ___________________________

   [ ] Mailing Address ___________________________

   [ ] Telephone No. ___________________________

   [ ] E-Mail Address ___________________________

8. Anticipated Placed-In-Service Date ____________________________
9. Has the total number of units in the Proposed Development increased? [ ] Yes [ ] No
10. Does the Applicant commit to set aside 5 percent of the EIT for Special Needs Households? [ ] Yes [ ] No

B. Ranking Preference:

Proposed Development is Shovel Ready: [ ] Yes [ ] No

The Applicant certifies that the Proposed Development can be completed and operating within the development schedule and budget submitted to Florida Housing and the Credit Underwriter.

The Applicant commits (i) that no qualified residents will be refused occupancy because they have Section 8 vouchers or certificates, (ii) to actively seek tenants from public housing waiting lists, and (iii) to participate in the statewide housing locator system managed by Florida Housing.

The Applicant and all Financial Beneficiaries have read all applicable Florida Housing rules governing this RFP and have read the Instructions for completing this RFP, have read, understand, and will comply with section 42 of the Internal Revenue Code, as amended, and all related federal regulations, including the provisions of the Exchange and/or TCAP Program under the American Recovery and Reinvestment Act of 2009, and will abide by the applicable Florida Statutes and administrative rules, including, but not limited to, Rule Chapter 67-48, Florida Administrative Code, and Request for Proposal 2009-04.

The undersigned understands and agrees that in the event that the Applicant is invited to enter credit underwriting, the Applicant must submit IRS Forms 8821 for all Financial Beneficiaries in order to obtain a recommendation for a Housing Credit Allocation.

The undersigned is authorized to bind all Financial Beneficiaries to this certification and warranty of truthfulness and completeness of the Application.

Under the penalties of perjury, I declare and certify that I have read the foregoing and that the information is true, correct and complete. I certify that all information provided in this Proposal is true and correct, that I am authorized to sign this Proposal as the Applicant and that I am in compliance with all requirements of the RFP.

__________________________
Signature of Applicant

__________________________
Name (typed or printed)

__________________________
Title (typed or printed)

RFP 2009-04  50
Exhibit A to RFP 2009-04 - Request for Exchange Funding Only or Exchange Funding with TCAP Funding/Nominal HC

A. Threshold Items:
1. Name of Proposed Development: Panama Commons
2. Original Application No. 2008-124C

3. Will federal funds other than ARRA funding requiring Davis-Bacon and NEPA be used for the Proposed Development? ☐ Yes ☑ No
4. Applicant is Requesting: ☐ Exchange Funding Only ☑ Exchange Funding with TCAP Funding and Nominal HC
5. An affidavit demonstrating the Applicant’s Good Faith Effort to obtain an investor is enclosed with this Exhibit A. ☐ Yes ☑ No

6. Total Set-Aside Breakdown Chart:

<table>
<thead>
<tr>
<th>Percentage of Residential Units</th>
<th>AMI Level</th>
<th>10%</th>
<th>90%</th>
</tr>
</thead>
<tbody>
<tr>
<td>% At or Below 25%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>% At or Below 28%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>% At or Below 30%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>% At or Below 35%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>% At or Below 40%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>% At or Below 45%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>% At or Below 50%</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total Set-Aside Percentage</td>
<td>100%</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

7. Contact Information

<table>
<thead>
<tr>
<th>Name</th>
<th>Rick Haymond</th>
</tr>
</thead>
<tbody>
<tr>
<td>Email Address</td>
<td><a href="mailto:RickHaymond@gmail.com">RickHaymond@gmail.com</a></td>
</tr>
<tr>
<td>Address</td>
<td>3211 Salem Rd, Pine Mountain, GA 31822</td>
</tr>
<tr>
<td>Telephone</td>
<td>410-416-2649</td>
</tr>
</tbody>
</table>

B. Ranking Preference:

Proposed Development is Shovel Ready: ☑ Yes ☐ No

The Applicant certifies that the Proposed Development can be completed and operating within the development schedule and budget submitted to Florida Housing and the Credit Underwriter.

The Applicant commits (i) that no qualified residents will be refused occupancy because they have Section 8 vouchers or certificates, (ii) to actively seek tenants from public housing waiting lists, and (iii) to participate in the statewide housing locator system as required by Florida Housing.

The Applicant and all Financial Beneficiaries have read all applicable Florida Housing rules governing this RFP and have read the instructions for completing this RFP, have read, understood and will comply with section 42 of the Internal Revenue Code, as amended, and all related federal regulations, including the provisions of the Exchange and/or TCAP Program under the American Recovery and Reinvestment Act of 2009, and will abide by the applicable Florida Statutes and administrative rules, including, but not limited to, Rule Chapter 67-48, Florida Administrative Code, and Request for Proposal 2009-04.

The undersigned understands and agrees that in the event that the Applicant is invited to enter credit underwriting, the Applicant must submit IRS Forms 8821 for all Financial Beneficiaries in order to obtain a recommendation for a Housing Credit Allocation.

The undersigned is authorized to bind all Financial Beneficiaries to this certification and warranty of truthfulness and completeness of the Application.

Under the penalties of perjury, I declare and certify that I have read the foregoing and that the information is true, correct and complete. I certify that all information provided in this Proposal is true and correct that I am authorized to sign this Proposal as the Applicant and that I am in compliance with all requirements of the RFP.

[Signature of Applicant]
[Name (typed or printed)]
[President of the General Partner]
[Title (typed or printed)]

RFP 2009-04

50
RFP 2009-04
Affidavit of Applicant's Good Faith Effort to Obtain a Tax Credit Investor

Name of Development: Panama Commons
Applicant: Panama Commons, L.P.
FHFC Original Application No: 2008-124C

Panama Commons, L.P. was the recipient of an allocation of Low Income Housing Tax Credits (LIHTC) in the 2008 application round as evidenced by the executed 2008 Carryover Allocation Agreement with the Florida Housing Finance Corporation, dated December 1, 2008. Panama Commons, L.P. has made a good faith effort to obtain an investor by aggressively marketing its LIHTC allocation to tax credit syndicators and direct purchasers over the last eighteen (18) months. All parties contacted declined interest in the Panama Commons development, or expressed initial interest without delivering a term sheet. With the traditional investors out of the market (FNMA and Freddie Mac), corporate demand is very limited in the current economic climate. Syndicators are not willing to commit to a transaction unless a specific investor is identified and committed. Transactions in the larger metropolitan areas are favored, especially if structured with long term rental assistance contracts. The direct investors (banks) are CRA focused, and there is very limited CRA need in the Florida panhandle communities. The list of contacts that reviewed the Panama Commons investment package is attached to this affidavit.

I certify that all information provided in this affidavit is true and correct, and that I am authorized to sign this affidavit as the Applicant.

[Signature of Applicant]

Mark du Mas
Name

President of the GP
Title
RFP 2009-04
Affidavit of Applicant's Good Faith Effort to Obtain a Tax Credit Investor

Equity Syndicators and Investors that Reviewed Panama Commons (2008-124C)

<table>
<thead>
<tr>
<th>Company</th>
<th>Contact</th>
<th>Phone #</th>
<th>Date Contacted</th>
<th>Comments</th>
</tr>
</thead>
<tbody>
<tr>
<td>AEGON</td>
<td>Christoph Gabler</td>
<td>415-983-5441</td>
<td>Jan 22, 2009</td>
<td>No investor demand</td>
</tr>
<tr>
<td>RBC Capital</td>
<td>Brian Flanigan</td>
<td>980-233-6462</td>
<td>Jan 2009</td>
<td>No investor demand in the Florida panhandle</td>
</tr>
<tr>
<td>Redstone Equity</td>
<td>Chris Murray</td>
<td>216-643-6839</td>
<td>Mar 3, 2009</td>
<td>No investor demand</td>
</tr>
<tr>
<td>Direct Tax Credits</td>
<td>Paul Smith</td>
<td>770-487-0555</td>
<td>Jan 23, 2009</td>
<td>No investor demand – Paul has tried to locate local investor banks for both federal and state credits with no success</td>
</tr>
<tr>
<td>Regions Bank</td>
<td>John Colvin</td>
<td>205-264-4017</td>
<td>Feb 12, 2009</td>
<td>Limited LIHTC appetite, and only with developers with an existing LIHTC investment relationship</td>
</tr>
<tr>
<td>Boston Capital</td>
<td>Jeannine Ranaghan</td>
<td>617-624-8876</td>
<td>Feb 24, 2009</td>
<td>Limited LIHTC appetite, and only with developers with an existing LIHTC investment relationship</td>
</tr>
<tr>
<td>Centerline Capital</td>
<td>Josh Levy/Patricia Yeager</td>
<td>212-521-6319</td>
<td>Oct 30, 2008</td>
<td>No investor demand without substantial soft debt and long term rental assistance contracts</td>
</tr>
<tr>
<td>Enterprise</td>
<td>Steve Smith</td>
<td>410-772-2723</td>
<td>Jan 2009</td>
<td>Limited LIHTC appetite as FNMA and Freddie, their main investors, have exited the market</td>
</tr>
<tr>
<td>JER Hudson</td>
<td>Sam Ganeshen</td>
<td>212-218-4469</td>
<td>Jan 2009</td>
<td>No investor demand without substantial soft debt and long term rental assistance contracts</td>
</tr>
<tr>
<td>SunTrust Bank</td>
<td>Charice Heywood</td>
<td>404-588-8701</td>
<td></td>
<td>SunTrust was the equity investor submitted with the original application. SunTrust declined interest until Paces completed construction and stabilization on two developments in Cleveland, GA (Whitehall Commons &amp; Manor)</td>
</tr>
<tr>
<td>Raymond James</td>
<td>Gary Robinson</td>
<td>800-438-8088</td>
<td>Mar 3, 2009</td>
<td>No investor demand</td>
</tr>
<tr>
<td>Wachovia</td>
<td>Rick Davis</td>
<td>704-383-9705</td>
<td>April 2009</td>
<td>Expressed interest in deal but required greater developer financial capacity and guarantees than Paces could deliver</td>
</tr>
<tr>
<td>SunAmerica</td>
<td>Steve Bien</td>
<td>813-731-1244</td>
<td>February 2009</td>
<td>SunAmerica has ceased all acquisition activity</td>
</tr>
</tbody>
</table>
THE PACES FOUNDATION, INC.
2730 CUMBERLAND BLVD.
SMYRNA, GA 30080

REGIONS BANK
04-131611

8/7/2009

PAY TO THE ORDER OF Florida Housing Finance Corporation $ 500.00

Five Hundred and 00/100 DOLLARS

Florida Housing Finance Corporation
Attn: Housing Credit Program
227 North Bronough Street
Suite 5000

Tallahassee, FL 32301-1329

RFP 2009-04 App. Fee, 2008-124C Panama Comm

Signature

VOID AFTER 30 DAYS
Notice of Award for Request for Proposals (RFP) #2009-04

Tax Credit Exchange Program (Exchange) Funding Only or Exchange Funding With Tax Credit Assistance Program (TCAP) Funding and a Nominal Amount of Nine Percent Low-Income Housing Tax Credits For Applicants that, as of February 17, 2009, had an Active Award of 9 Percent Housing Credits

At the August 20, 2009 Telephonic Board Meeting, Florida Housing’s Board of Directors accepted the Recommendations of the Review Committee.

The Review Committee recommended that the Board reject the Elmwood Terrace proposal to receive funding through the Request for Proposals. It was determined through the evaluation process that Elmwood Terrace failed the threshold requirements at Section Four, D.1. and 2.c. of the RFP.

The Review Committee recommended that the Board reject the proposal by The Portland. The Applicant failed to meet the threshold requirement at Section Six, A.5.d. of the RFP.

The Review Committee further recommended that the Board reject the application of Panama Commons. The Applicant failed to meet the threshold requirements at Section Six, A.5.d. and e. of the RFP.

The Review Committee recommended approval of the remaining proposals that met the threshold requirements and authorize staff to proceed to issue invitations to enter credit underwriting to the following proposed developments:

Arbours @ Shoemaker Place - App. No. 2008-025C
Brownsville Transit Village II – App. No. 2008-198C
Cottondale Village Apts. – App. No. 2008-151C
Cypress Cove – App. No. 2008-143C
Dr. Barbara Carey-Shuler Manor – App. No. 2007-36CS
Everett Stewart Sr., Village – App. No. 2007-122C
Graeeland Manor Apts. – App. No. 2008-152C
Labre Place – App. No. 2006-074CS
Little Oaks Apts. – App. No. 2008-149C
Madison Glen – App. No. 2008-169C
Madison Vines – App. No. 2008-167C
Metro Apts. – App. No. 2008-210C
Northwest Gardens I – App. No. 2008-203C
Oakdale Apts. – App. No. 2008-147C
Orchid Grove – App. No. 2008-221C
Palafox Landing – App. No. 2006-035C
Pana Villa Apts. – App. No. 2007-150C
Paul Colton Villas – App. No. 2008-230C
Plata Lago – App. No. 2008-128C
Poinciana Royale – App. No. 2008-162CS
Renaissance Preserve – App. No. 288-215C
St. Giles Manor – App. No. 2007-112C  
Shepherd’s Court – App. No. 2008-088CS  
Sutton Place – App. No. 2008-064C  
Village Carver II – App. No. 2007-124C/2008-005C  
Villas at Crowder Ridge – App. No. 2008-140C  
Vista Mar – App. No. 2008-217C

Please note, any unsuccessful applicant may file a notice of protest and a formal written protest in accordance with Section 120.57(3), Fla. Stat., and Rule Chapter 28-110, F.A.C. Failure to file a protest within the time prescribed in Section 120.57(3), Fla. Stat., et. al. or failure to post the bond or other security required by law within the time allowed for filing a bond shall constitute a waiver of proceedings under Chapter 120, Fla. Stat.

Sherry M. Green  
Contracts Administrator  
Florida Housing Finance Corporation  
227 North Bronough Street, Suite 5000  
Tallahassee, Florida 32301  
Phone: (850) 488-4197  
Facsimile: (850) 414-6348  
E-mail: sherry.green@floridahousing.org
August 21, 2009

Ms. Sherry M. Green
Contracts Administrator
Florida Housing Finance Corporation
227 North Bronough Street, Suite 5000
Tallahassee, FL 32301

Re: Panama Commons, L.P. (FHFC #2008-124C)
   Notice of Protest
   RFP #2009-04

Dear Ms. Green,

Please accept this letter as our formal notice of protest by Panama Commons, L.P. to the Notice of Award for Request for Proposals (RFP) #2009-04. Panama Commons, L.P. received the notification of failure to meet threshold requirements on the afternoon of August 21, 2009. This notice of protest is timely filed within 72 hours of the award notification. Panama Commons, L.P. intends to file a petition for a formal hearing within the prescribed timeframe.

Please confirm if any additional information is required to preserve our rights.

Sincerely,

Mark du Mas
President

[Signature]