Exhibit H
Loan Requirements and Construction Prohibitions

First Mortgage Loan Requirements
      (1) Adjustable rate mortgages are not permitted.
      (2) Third party mortgages/private funding are not permitted.
      (3) All mortgages must be made through institutional first mortgage lender to include 501c 3 and mustbe SHIP certified.
      (4) Pre-payment penalties are not permitted.
      (5) Balloon mortgages are not permitted.
      (6) Not to exceed thirty six percent (36%) up front mortgage or forty percent (42%) total debt.The County will allow for a short-term increase in the percentages, not exceed ten months.
      (7) First mortgage interest rate will not exceed the current 60-day Fannie Mae par pricing plus onepercent (1%).
      (8) First mortgage loans may be financed up to a maximum of thirty (30) years or USDA at 33 years.
      (9) No cash back at closing

Construction Prohibitions
The purpose of the SHIP funds is to provide safe, decent, sanitary housing and homeownershipopportunities. The following rules will apply:
      (1) No garden or Jacuzzi tubs are allowed in new construction or rehab, only standard tubs are to beused in these projects. Exceptions – handicapped equipped.
      (2) Barreled tile roofs, or slate, are not permitted.
      (3) No lead base paint may be used.
      (4) Lake Front housing, new or existing, is not permitted.
      (5) New or existing homes may not have amenities such as tennis courts, pools, new or existing,exception are above ground pools. a. The tennis court and pool prohibition does not extend to condominiums.
      (6) Property on more than 1 acre lots will not be eligible for funding.
      (7) No more than a two car garage is permitted. On rehab properties, only space that can be occupiedwill be rehabilitated except to correct a health hazard.
      (8) Multi-family units, defined as an apartment, duplex or garage apartment are not eligible forhomeownership.
      (9) Exterior doors must be solid core steel or wood. Interior doors are to be hollow core. (NewConstruction)
  (10) No metal bars are allowed on windows or doors.