

## Low-Income Housing Tax Credit / Tax Exempt Bond Application

### Data Entry Instructions:

This workbook has been password protected to prevent the user from overwriting questions, labels, and calculations.

### PLEASE READ BEFORE DATA ENTRY

- 1) All data entry should be input in the sections that are shaded with a pale yellow background.  
(the protection of the workbook should prevent data entry in other areas)
- 2) For data fields that require a check mark next to the description, please type an "x" in the box.
- 3) Some data fields contain a drop down "data list". You can select from this list or type in the data as long as the typed data matches a selection contained in the list. These data lists serve to check the validity of the entry when there are limited possible answers.

SC Housing requires all applications and application documentation be submitted through the Secure File Exchange located at <https://www.schousing.com/Home/PartnerLogin> by the date and time posted on the website. Applications and application documentation submitted through any other method will not be accepted. SC Housing will not be responsible for late delivery of applications and application documentation due to high volume of activity on the website at deadlines. Please note applications and application documentation can be large in size, can take a longer delivery time and the entire application must be received prior to the application deadline. SC Housing will not be liable for delays or other technical issues that may be encountered during application submission.

[Secure File Exchange](#)

Should you have any concerns or find any problems or errors with this workbook, please contact:

For the Tax Credit Application:  
[taxcreditquestions@schousing.com](mailto:taxcreditquestions@schousing.com)

**South Carolina State Housing Finance & Development Authority**  
**Low-Income Housing Tax Credit / Tax Exempt Bond Application**

Development ID #  
(for Authority use only)

Development Name: Highland Square Apartments

Date: 6/26/2025

Application Type: Initial Application

**Application Information:**

☐ 9% Tax Credit

☐ New Construction

☒

This Application includes a notarized letter affirming a knowing and voluntary waiver of the right to request a qualified contract for the duration of the extended use period. **Include notarized letter behind this page.**

☒ 4% Tax Credit

☐ Rehabilitation

☐ State Tax Credits

☒ Acq/Rehabilitation

☐

Public Housing Authority

☐ Adaptive Reuse

Total # of **Low-Income** Units:

152

# Designed for Families Units:

152

# Transitional Units:

☐

Total # Market Rate Units:

☐

# Older Persons (55+) Units:

☐

# Homeless Units:

☐

Employee Units:

☐

# Elderly Persons (62+) Units:

☐

# 3+ Bedroom Units:

32

Total # of Units:

152

# Single Room Occupancy

☐

# Supportive Housing Units:

☐

**Applicant Information:**

Development Name: Highland Square Apartments

County: Greenville

Group: A

Street Address: 200 Pine Creek Court Extension

County Code: 23

City: Greenville

Congressional District #: 4

State: SC

Zip: 29605

Est. Start Date: 7/1/2025

☒ Limited Partnership

Entity Name: Highland Square Preservation, L.P.

☐ Limited Liability Company

Street Address: 30 Hudson Yards, Floor 72

☐ Non-Profit

City: New York

State: New York

Zip: 10001

☐ Other - Identify below

Fed ID #: 99-5011223

Contact Person: Tyler Percell

Telephone: 646-767-3293

Email: tpercell@related.com

How many applications will the principals of this development be associated with?

2

Including all associated developments, approximately how much in tax credits will be applied for by said Principal(s)?

5,000,000.00

List each member of the development team with his/her associated developments: (attach additional pages if necessary)

The Foundation for Affordable Housing's associated developments - Fairview Gardens and Highland Square  
Related Affordable, LLC's associated developments - Fairview Gardens and Highland Square

**Highland Square Preservation, L.P.**

30 Hudson Yards, 72<sup>nd</sup> Floor

New York, NY 10001

June 16, 2025

Highland Square Preservation, L.P. is knowingly and voluntarily waiving the ability to request a Qualified Contract be presented to me at any time during the compliance period or extended use period.

By: 

Name: David Pearson

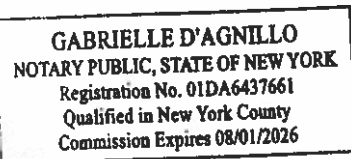
Title: Vice President of Highland Square Class B, LLC

Sworn to before me this 25<sup>th</sup> day of June 2025

Notary Public For New York State (L.S.)

My Commission Expires: 8/1/2026





Highland Square Apartments

6/26/2025

**Applicant Information (cont.):**

Name of Partner / Shareholder		% of Ownership	Telephone #
FFAH V Highland Square Apts SC, LLC (General Partner)		0.0025%	949-443-9101
Highland Square Class B, LLC (Limited Partner)		0.0075%	212-801-3738
TBD LIHTC Investor Limited Partner (Limited Partner)		99.9900%	

<b>Developer Name:</b>	Highland Sqaure Developer, LLC	Non-profit	<input type="checkbox"/>	For-profit	<input checked="" type="checkbox"/>
Street Address:	30 Hudson Yards, Floor 72	Contact Name:	David Pearson		
City:	New York	Telephone # :	212-801-3738		
State:	New York	Fax # :			
Zip:	10001	Email Address:	David.Pearson@related.com		

<b>Co-Developer:</b>	N/A	Non-profit	<input type="checkbox"/>	For-profit	<input type="checkbox"/>
Street Address:		Contact Name:			
City:		Telephone # :			
State:		Fax # :			
Zip:		Email Address:			

<b>Management Entity:</b>	PK Management, LLC	Non-profit	<input type="checkbox"/>	For-profit	<input checked="" type="checkbox"/>
Street Address:	26301 Curtiss-Wright Pkwy #300	Contact Name:	Paula Oravec		
City:	Richmond Heights	Telephone # :	(216) 472-1870 ext. 109		
State:	Ohio	Fax # :			
Zip:	44143	Email Address:	poravec@pkmanagement.com		

<b>Consultant:</b>	Prescon II, LLC	Contact Name:	Jeff Allen		
Street Address:	30 Hudson Yards, Floor 72	Telephone # :	212-801-3788		
City:	New York	Fax # :			
State:	New York	Email Address:	jallen@related.com		
Zip:	10001				

<b>Tax Attorney:</b>	Haynsworth Sinkler Boyd, P.A.	Contact Name:	Ronald T. Scott		
Street Address:	1201 Main Street, 22nd Floor	Telephone # :	803-540-7804		
City:	Columbia	Fax # :			
State:	South Carolina	Email Address:	rscott@hsblawfirm.com		
Zip:	29201				

<b>CPA Company:</b>	Dauby O'Connor & Zaleski, LLC	Contact Name:	Sammi Elmore		
Street Address:	501 Congressional Boulevard	Telephone # :	317-848-5700 x572		
City:	Carmel	Fax # :			
State:	Indiana	Email Address:	selmore@dozllc.com		
Zip:	46032				

<b>Architect Company:</b>	DNA Workshop	Architect License #:	AR .9129		
Street Address:	235 South 14th Street	Contact Name:	Bryce Risher		
City:	Baton Rouge	Telephone # :	212-224-3363		
State:	Louisiana	Fax # :			
Zip:	70802	Email Address:	Bryce@dna-workshop.com		

<b>General Contractor:</b>	TBD	GC License #:			
Street Address:		Contact Name:			
City:		Telephone # :			
State:		Fax # :			
Zip:		Email Address:			

# Low-Income Housing Tax Credit / Tax Exempt Bond Application

Highland Square Apartments

6/26/2025

## Site:

Development located within city limits?	Y/N	<input type="text" value="Y"/>	Congressional District # :	<input type="text" value="4"/>
USDA Eligible Area? <a href="#">Search Here</a>	Y/N	<input type="text" value="N"/>	State Senate District # :	<input type="text" value="8"/>
Located in a Flood Plain?	Y/N	<input type="text" value="N"/>	State House District # :	<input type="text" value="22"/>
Listed on National Register of Historic Places?	Y/N	<input type="text" value="N"/>	Census Tract # :	<input type="text" value="20.01"/>
Located in an Opportunity Zone?	Y/N	<input type="text" value="N"/>		
Located in a Qualified Census Tract?	Y/N	<input type="text" value="Y"/>	Was the land donated?	Y/N <input type="text" value="N"/>
Located in a Difficult Development Area?	Y/N	<input type="text" value="N"/>		
Is the site zoned for your development?	Y/N	<input type="text" value="Y"/>	Coordinates for development <b>centroid</b> to the 5th decimal place:	
Do any detrimental site characteristics exist?	Y/N	<input type="text" value="N"/>	Latitude: <input type="text" value="34.79123"/>	Longitude: <input type="text" value="82.39264"/>

If yes, please list:

Do any wetlands (jurisdictional or nonjurisdictional) exist on the site?	Y/N	<input type="text" value="N"/>	If yes, what %?	<input type="text"/>
Overall, is at least 80% of the site buildable?	Y/N	<input type="text" value="Y"/>		

If no, attach an explanation behind this page of the application. Include any setback requirements.

## Site Control (Parcel 1):

Control:	<input type="text" value="Purchase Option"/>	Expiration Date:	<input type="text" value="3/1/2032"/>	If Land Lease, how much annual debt?	<input type="text"/>
Acres:	<input type="text" value="13.356"/>	Total Cost of Land:	<input type="text" value="3,400,000"/>		<input type="text"/>
Seller(s) - this name must be on current recorded deed:		<input type="text" value="HS Investors, LLC"/>			
Address:	<input type="text" value="15301 Ventura Boulevard Suite B-570"/>			City:	<input type="text" value="Sherman Oaks"/>
State:	<input type="text" value="California"/>	Zip:	<input type="text" value="91403"/>		
Is there a common ownership interest between the purchaser and seller?		Y/N	<input type="text" value="N"/>		

If yes, provide attorney opinion on whether the proposal qualifies for tax credits on acquisition costs.

## Site Control (Parcel 2, if needed):

Control:	<input type="text"/>	Expiration Date:	<input type="text"/>	If Land Lease, how much annual debt?	<input type="text"/>
Acres:	<input type="text"/>	Total Cost of Land:	<input type="text"/>		<input type="text"/>
Seller(s) - this name must be on current recorded deed:		<input type="text"/>			
Address:	<input type="text"/>			City:	<input type="text"/>
State:	<input type="text"/>	Zip:	<input type="text"/>		
Is there a common ownership interest between the purchaser and seller?		Y/N	<input type="text"/>		

If yes, provide attorney opinion on whether the proposal qualifies for tax credits on acquisition costs.

## Site Control (Parcel 3, if needed):

Control:	<input type="text"/>	Expiration Date:	<input type="text"/>	If Land Lease, how much annual debt?	<input type="text"/>
Acres:	<input type="text"/>	Total Cost of Land:	<input type="text"/>		<input type="text"/>
Seller(s) - this name must be on current recorded deed:		<input type="text"/>			
Address:	<input type="text"/>			City:	<input type="text"/>
State:	<input type="text"/>	Zip:	<input type="text"/>		
Is there a common ownership interest between the purchaser and seller?		Y/N	<input type="text"/>		

If yes, provide attorney opinion on whether the proposal qualifies for tax credits on acquisition costs.

**Development:**Are the residential units available to the general public? Y/N **Y**Is this proposed development intended for occupancy by Individuals with Children? Y/N **Y**Does the marketing plan give preference to persons on a Public Housing Waiting List? Y/N **N****Placed-In-Service Application Only** --> On what page of the marketing plan is this preference/outreach described? **N/A**Will all low-income units be comparable in terms of construction quality and amenities when compared to market rate units in the development? Y, N, N/A **N/A**Will this development convert to Tenant Ownership? Y/N **N**Proposal will meet green and energy efficiency sustainable building requirements? Y/N **N**

Which certification?

☐ Enterprise's Enterprise Green Communities ☐ US Green Building Council's LEED for Homes☐ Home Innovation Research Lab's National Green Building Standard - Bronze level or higher?☐ Southface Energy Institute and Greater Atlanta Home Builders Association's Earthcraft☐ High Performance Building Council of the BIA of Central SC, Certified High Performance (CHIP) HOME Program

<input type="checkbox"/> Garden Apartment	<input type="checkbox"/> Triplex/Quadplex	<input type="checkbox"/> Detached Clubhouse
<input type="checkbox"/> Single Family House (Detached)	<input type="checkbox"/> Other Describe Below	<input type="checkbox"/> Elevator
<input checked="" type="checkbox"/> Townhouse/Rowhouse		Foundation Type: <b>Slab on Grade</b>
<input type="checkbox"/> Duplex		Number of stories in tallest building: <b>3</b>

**Parking**# of Units (1 BR or less) = **40** x 1 = 40 # of required parking spaces = 224# of Units (2 BR) = **80** x 1.5 = 120 # of planned parking spaces = **311**# of Units (3 BR or more) = **32** x 2 = 64 excess/(deficit) = 87Will **any** tenants pay parking fees? Y/N **N** If yes, explain the charges:Local jurisdiction requires less? Y/N **N****Utility Allowance Information**Source of Utility Allowance Calculation: **HUD (developments with HUD PBRA)** Energy Star? Y/N **N**Unit Type(s): 1st type: **Larger Apartment Bldgs. (5+ units)** 2nd type:

Utility Allowance (round total of these up to the nearest dollar): (if applicable)

Utilities	Type	Utilities paid by:	Enter allowances by Bedroom Size					
			0-BR	1-BR	2-BR	3-BR	4-BR	5-BR
Heating	Electric Heat Pump	Tenant Paid		23.25	32.00	38.50		
Cooking	Electric	Tenant Paid		23.25	32.00	38.50		
Other Electric								
Air Conditioning	Electric	Tenant Paid		23.25	32.00	38.50		
Water Heating	Electric	Tenant Paid		23.25	32.00	38.50		
Water		Development Paid						
Sewer		Development Paid						
Trash		Development Paid						
Electric and/or Natural Gas Base Charge			-	-	-	-	-	-
<b>Total Utility Allowance for Units:</b>			-	93.00	128.00	154.00	-	-
<b>Total Utility Allowance (rounded Up to the nearest dollar):</b>			-	93.00	128.00	154.00	-	-

**Development (cont.):**

Has the proposed development received a prior award of LIHTCs?	Previous ID #	<input type="text" value="N/A"/>	Y/N	<input type="text" value="N"/>
<b>If yes, what was the date of allocation?</b>				
		<input type="text" value="N/A"/>	Y/N	<input type="text" value="N"/>
<b>If yes, is the development still under the initial LIHTC compliance period?</b>				
Has the proposed development received a prior award of Tax-Exempt Bonds?	ID #	<input type="text" value="N/A"/>	Y/N	<input type="text" value="N"/>
<b>If yes, what was the date of the bond issuance?</b>				
		<input type="text" value="N/A"/>	Y/N	<input type="text" value="N"/>
<b>If yes, is the development still under the initial Tax-Exempt Bond compliance period?</b>				

# of Residential Buildings:	<input type="text" value="10"/>	# of Non Residential Buildings:	<input type="text" value="1"/>	Total Buildings:	<input type="text" value="11"/>
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If development is more than one building:	Owned by the same entity for Federal Income Tax Purposes?	Y/N	<input type="text" value="Y"/>
	Located on the same tract of land?	Y/N	<input type="text" value="Y"/>
	Financed pursuant to a common plan of financing?	Y/N	<input type="text" value="Y"/>

List commercial facilities other than tenant use:	<input type="text" value="N/A"/>
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Are all of the buildings currently under control?	Y/N	<input type="text" value="N"/>	<b>If no, how many buildings are under control?</b>	<input type="text" value=""/>
When will the rest of the buildings be under control?	<input type="text" value=""/>	<b>How many buildings will be acquired?</b>	<input type="text" value="11"/>	
Building(s) acquired or to be acquired from:	<input type="text" value="Unrelated Party"/>			
Building(s) acquired/to be acquired from a Related Party, determined with reference to:	<input type="text" value=""/>			

**If acquisition from a government agency:**

Name of Agency:	<input type="text" value="N/A"/>
Date:	<input type="text" value=""/>
Amount:	<input type="text" value=""/>

Has or will a waiver of the 10-year holding requirement be requested from the Department of Treasury?	Y/N	<input type="text" value=""/>
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Does the development preserve assisted low-income housing that due to mortgage prepayments, foreclosure, or expiring rental assistance would otherwise convert to market rate use?	Y/N	<input type="text" value=""/>
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**If yes, attach documentation to this page of the application** as to conversion to market rate.

Has or will the development be acquired from an insured depository institution in default or from a receiver or conservator of such an institution?	Y/N	<input type="text" value=""/>
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**If yes, attach documentation to this page of the application.**

Attach a **separate sheet to this page of the application** listing the (a) building address, (b) type of control, (c) number of units, (d) expiration date of control, (e) acquisition cost for all buildings under control, (f) the date each building was placed-in-service, (g) the date of the last nonqualified substantial improvement, and (h) the number of years between the date the building was placed-in-service and date of acquisition. If a separate sheet is not attached, this application will be considered incomplete.

Is there currently any <b>project-based</b> rental assistance on the development?	Y/N	<input type="text" value="Y"/>
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<b>If yes, what type of project-based rental assistance?</b>	<input checked="" type="checkbox"/> Project Based Section 8
	<input type="checkbox"/> HUD rental assistance. ID HUD type: <input type="text" value=""/>
	<input type="checkbox"/> RDA rental assistance
	<input type="checkbox"/> Other: Identify "Other": <input type="text" value=""/>

<b>If yes, how many units have project-based rental assistance?</b>	<input type="text" value="152"/>	% of units:	<input type="text" value="100%"/>	# of years assistance provided:	<input type="text" value="20"/>
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Will there be any <b>project-based</b> rental assistance if the proposed development is awarded tax credits?	Y/N	<input type="text" value="Y"/>
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<b>If yes, identify the type of project-based rental assistance:</b>	<input type="text" value="The existing Section 8 HAP contract will be assigned to the Buyer and then renewed for 20 years (which is the maximum contract term)"/>
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Is HUD Approval for Transfer of Physical Assets Required?	Y/N	<input type="text" value="N"/>
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**If yes, attach documentation to this page of the application.**

Does this development involve any relocation of low-income tenants?	Y/N	<input type="text" value="Y"/>		
<b>If yes, will the tenants be Temporarily relocated?</b>	Y/N	<input type="text" value="Y"/>	<b>If yes, what percentage?</b>	<input type="text" value="100%"/>
Will any low-income tenants be <b>Permanently</b> relocated?	Y/N	<input type="text" value="N"/>	<b>If yes, what percentage?</b>	<input type="text" value="N/A"/>

**Development Targeting****Minimum Set-Aside Requirements - Irrevocable Election** (Check One)

☐ At least **20%** of the rental units in this development will be rent restricted and occupied by individuals whose income is **50%** or less of Area Median Income.

☒ At least **40%** of the rental units in this development will be rent restricted and occupied by individuals whose income is **60%** or less of Area Median Income.

☐ Income averaging option as defined in Section 42(g)(1)(C) of the Internal Revenue Code.

The Authority will allow the applicant to petition the Authority on the fifth anniversary date of the placed-in-service date and every five years thereafter, to waive the special targeting of 50% of median income and increase the targeting to 60% of median income (provided the owner/applicant chose the 40/60 election) if (a) the development has had at least a two year history of vacancies averaging at least 20% which can be evidenced to the Authority through project audits and/or (b) the Applicant can demonstrate that other conditions exist which threaten the economic viability of the development. **The Authority may grant or refuse any waiver requested in its sole discretion.**

**Unit Details and Proposed Development Income:**

What's the effective date of the maximum allowable rents?

LIHTC: **4/1/2025**HOME: **Units Rent and Income**

	Type	Unit Utility Type	# of Units	Beds	Baths	Square Footage	Proposed Monthly Rent*	Utility Allowance	Gross Rent	Maximum Allowable Rent	% AMGI	Assistance Type
1	LI	Apartment	40	1	1.0	699	1,550	93	1,643	1,643	60	Section 8 Assisted
2	LI	Apartment	80	2	1.5	885	1,715	128	1,843	1,843	60	Section 8 Assisted
3	LI	Apartment	32	3	2.0	1,250	2,100	154	2,254	2,254	60	Section 8 Assisted
4												
5												
6												
7												
8												
9												
10												
11												
12												
13												
14												
15												
16												
17												
18												
19												
20												
			<b>152</b>									

\*This column will be the reference for annual rental income calculation Tab 7 for LI and/or MR units.

Total bedrooms =	296	Total Residential Sqft =	138,760	Total Annual Income =	3,196,800
Total LI Units =	152	Total MR Units =	0	LI Unit Percentage =	<b>100.000%</b>
Total LI Sqft =	138,760	Total MR Sqft =	0	LI Sqft Percentage =	<b>100.000%</b>
Total Common Sqft:	<b>2,550</b>	Total Non-Heated Sqft:		Total Development Sqft =	<b>141,310</b>

**Detail of Other Income** (List each type of other income on a separate line)

	Type of Other Income	# Units	Annual \$ Amount	% of Units	Monthly \$ / Unit	Annual \$ / Unit
1	Laundry	152	1,920.00	100.00%	1.05	12.63
2	Late Fees	152	4,700.00	100.00%	2.58	30.92
3				0.00%	-	-
4				0.00%	-	-
5	Other (Specify)			0.00%	-	-
6	Other (Specify)			0.00%	-	-
7	Other (Specify)			0.00%	-	-
<b>Totals:</b>			6,620.00		3.63	43.55



# Low-Income Housing Tax Credit / Tax Exempt Bond Application

Highland Square Apartments

6/26/2025

## Proforma Income Statement:

Rental Income	
From Low Income Units	3,196,800.00
From Market Rate Units	-
Total Annual Rental Income	3,196,800.00
Other Income	6,620.00

\*Vacancy% 5.00%

Vacancy Allowance = (160,171.00)  
Effective Gross Income (EGI) = 3,043,249.00

Administrative Expenses	
Accounting/Audit	9,000.00
Advertising	479.00
Annual Compliance Fees	12,160.00
Legal	1,576.00
Licenses and Permits	567.00
Management Fees	103,968.00
Management Payroll	108,871.00
Management Payroll Taxes	12,085.00
Telephone	33,191.00
Office Supplies	4,536.00
Other Admin. Expenses (7-A)	37,253.01
Total Administrative	323,686.01
Percent of EGI	10.64%

Maintenance Expenses	
Clubhouse Maintenance	
Decorating	
Elevator	
Extermination	10,712.00
Landscaping	24,287.00
Maintenance Payroll	167,679.88
Maintenance Payroll Taxes	12,085.00
Parking Lot Maintenance	
Repairs	6,660.00
Supplies	36,063.00
Pool Maintenance	
Other Maintenance (7-A)	63,776.00
Total Maintenance	321,262.88
Percent of EGI	10.56%

Operating Expenses	
Fuel	
Electrical	17,553.00
Water and Sewer	143,613.00
Natural gas	
Trash	5,809.20
Security	61,800.00
Other Operating (7-A)	62,809.78
Total Operating	291,584.98
Percent of EGI	9.58%

Fixed Expenses	
Insurance	91,581.60
Real Estate Taxes	
Other Taxes (7-A)	0.00
Total Fixed Expenses	91,581.60
Percent of EGI	3.01%

**Total Annual Expenses** 1,028,115.47

Replacement Reserves	45,600.00
Capital Replacement Reserves	
<b>Total Reserves</b>	<b>45,600.00</b>

**Net Operating Income** 1,969,534.00

Other Income / Rental Income = 0.21% must not exceed 3%

Do **not** include income and expenses on this form attributable to the provision of services other than housing.

**\*If 5% vacancy rate is requested, the applicant must provide justification. The Authority will make the final determination of whether to utilize a five percent (5%) vacancy rate for underwriting.**

# Low-Income Housing Tax Credit / Tax Exempt Bond Application

Highland Square Apartments

6/26/2025

## Other Expense Detail and Rationale:

Other Admin. Expenses	
Computer/Software Services	21,528.00
Tenant Relations	927.00
HR/Misc. Admin	14,798.01
Total Other Admin. Expenses	37,253.01

Rationale:

Other Maintenance Expenses	
Fire, Life and Safety	2,936.00
Other Contracts	56,411.00
HVAC Contract	3,090.00
Snow Removal	309.00
Misc. R&M	1,030.00
Total Other Maintenance Expenses	63,776.00

Rationale:

Other Operating Expenses	
Bonus/Leasing Commissions	5,000.00
Benefits	39,212.10
Workers Compensation	18,597.68
Total Other Operating Expenses	62,809.78

Rationale:

Other Fixed Expenses	
Total Other Fixed Expenses	0.00

Rationale:

**Funding:**

Attach a copy of the commitment letter, indicating the specific amount and purpose of its funding behind the appropriate Tab in the Application package.

Section 1 - Tax Credit Funding, Deferred Developer Fees, and Equity			
Source Name	Amount	Equity Factor	Equity Provider
Federal Tax Credit Equity	17,549,119.00	0.8800	Wells Fargo
State Tax Credit Equity			
Federal Historic Credits			
State Historic Credits			
Abandoned Tax Credits			
Deferred Developer Fee	2,143,200.56		
GP Equity			
Solar Tax Credit Equity	59,578.00		Wells Fargo
Class B Note	3,985,520.00		Highland Square Class B, LLC
Section 1 Total= 23,737,417.56			

Section 2 - Permanent Financing (Not Construction or Bridge Loans)								
Lender Name	Amount	Debt Service	Interest Rate	Amort	Term	Financing Source	Financing Type	Lien Position
Wells Fargo	26,100,000.00	1,681,934.99	5.500%	35	17	Conventional	Permanent Financing	1
Wells Fargo	449,000.00	30,721.82	6.000%	35	17	Conventional	Permanent Financing	2
		-						3
		-						4
Section 2 Total= 26,549,000.00 1,712,656.81								
Section 1 & 2 Total = 50,286,417.56 This amount will be used to match development costs.								

Section 3 - Construction Loans and Bridge Financing						
Lender Name	Amount	Interest Rate	Amort	Term	Financing Source	Financing Type
Section 3 Subtotal= -						



**Development Costs:**

	Development Costs	4% Basis (30%) - Acquisition	4% (30%) / 9% (70%) - New / Rehab .	Summary of Const Cost Adm.	Difference
<b>Acquisition</b>					
1 Land	3,400,000				
2 Existing Structures	24,350,000	24,350,000			
3 Other (Specify)	-	-	-		
	27,750,000	24,350,000			
<b>Site Work</b>					
4 On-Site Improvements	1,045,200	-	1,045,200		
5 Off-Site Improvements	-	-	-		
6 Demolition	-	-	-		
7 Improvements	-	-	-		
	1,045,200	-	1,045,200	1,045,200	- ok
<b>Rehabilitation and New Construction</b>					
8 New Construction	-	-	-		
9 Rehabilitation	8,340,920	-	8,340,920		
10 Accessory Structures	-	-	-		
11 Other Hard Construction Costs	-	-	-		
12 Furniture, Fixtures, & Equipment	140,000	-	140,000		
13 Contractor Contingency	831,705	-	831,705		
14 General Requirements	499,023	-	499,023		
15 Contractor Profit	499,023	-	499,023		
16 Contractor Overhead	166,341	-	166,341		
	10,477,013	-	10,477,013	10,477,013	- ok
<b>Professional Fees</b>					
17 Architect Fee Design	190,000	-	190,000		
18 Architect Fee Construction Supervision	50,000	-	50,000		
19 Engineering Fees	-	-	-		
20 Survey	15,000	-	15,000		
21 Real Estate Attorney Fees	60,000	60,000	-		
22 Tax Attorney Fees	120,000	-	80,000		
23 Accountant	-	-	-		
24 Green Certification	-	-	-		
25 HUD Counsel	80,000	-	80,000		
	515,000	60,000	415,000		
<b>Construction Financing</b>					
26 Construction Loan Origination Fee	-	-	-		
27 Construction Loan Interest Paid	-	-	-		
28 Construction Loan Legal Fees	-	-	-		
29 Construction Loan Credit Report	-	-	-		
30 Construction Loan Title & Recording Costs	-	-	-		
31 Inspection Fees	-	-	-		
32 Other (Specify)	-	-	-		
<b>Construction Interim Costs</b>					
33 Construction Insurance	91,582	-	91,582		
34 Performance Bond Premium	94,814	-	94,814		
35 Construction Period Taxes	-	-	-		
36 Tap Fees and Impact Fees	-	-	-		
37 Permitting Fees	100,000	-	100,000		
38 Construction Period Interest	1,429,192	-	1,429,192		
	1,715,588	-	1,715,588		
<b>Permanent Financing</b>					
39 Permanent Loan Origination Fee	265,490				
40 Bond Premium	-				
41 Credit Enhancement	26,549				
42 Permanent Loan Title & Recording					
43 Counsels Fee	85,000				
44 Lenders Counsel Fee	80,000				
46 Credit Report	12,000				
47 Mortgage Broker Fees	-				
48 Permanent Loan Closing	25,000				
49 Underwriter Discount	182,700				
50 Attorney / Legal Fees	140,000				
51 Trustee Fees	7,000				
	823,739	-	-		
<b>Soft Costs</b>					
52 Feasibility Study	-	-	-		
53 Environmental Study	35,000	-	35,000		
45 Appraisal Fees	15,000	-	15,000		
54 Market Study	5,000	-	5,000		
55 SC Housing Application Fee	6,000				
56 SC Housing Market Study	600				
57 SC Housing Plan/Spec/Site Review	7,000				
58 SC Housing Tax Credit Reservation (10%)	-				
59 SC Housing Bond Issuance (0.75%)	195,750				
60 Compliance Fees	-				
61 Cost Certification	15,000	-	15,000		
62 Tenant Relocation Costs	760,000	-	760,000		
63 Soil Testing	-	-	-		
64 Physical Needs Assessment	13,000	-	13,000		
65 Rent-Up Expenses					
64 Marketing					
65 Construction Inspection, Soft-Cost Contingency, Tit	521,459	-	521,459		
	1,573,809	-	1,364,459		
<b>Syndication Costs</b>					
66 Organizational Expenses	80,000				
67 Tax Opinion	-				
68 Bridge Loan Fees	-				
69 Syndication Fees	-				
70 Other (Specify)	-				
	80,000	-	-		
<b>Developer Fees</b>					
71 Developer Overhead	-				
72 Developer Fee	4,560,000		4,560,000		
73 Project Consultant Fee	-				
74 Other (Specify)	-				
	4,560,000	-	4,560,000		
<b>Project Reserves</b>					
75 Operating Reserves	1,393,000				
76 Replacement Reserve, Insurance Escrow, Tax-Esc	353,069				
	1,746,069	-	-		
77 <b>COLUMN TOTALS</b>	50,286,418	24,410,000	19,577,260		
78 <b>TOTAL DEVELOPMENT COST</b>	50,286,418				
79 <b>TOTAL ELIGIBLE BASIS</b>	43,987,260				
80 <b>TOTAL INELIGIBLE COSTS</b>	6,299,158				

Highland Square Apartments

6/26/2025

**Development Type:**☐ 100% Supportive Housing (identify type below)

Development Type (if applicable)

**Market Study Findings**

Approved Market Study Analyst:

Novogradac

Capture Rate:

12.90%

Market Advantage:

24.00%

Absorption/Lease-Up Period:

5 months

**Federal Funds Summary (Please select all that are applicable):**

If a federal subsidy is included in the funding sources, please identify the type of federal subsidy:

☐ HOME Funds (State)☐ Other Federal Funding - Please identify:☐ HOME Funds (Local Participating Jurisdiction)☐ RHS Section 514, 515, or 516Are there any federal **grants** included in the funding sources?Y/N ☐If **yes**, have the federal grants been removed from basis?Y/N ☐**Tax Exempt Bond Information:****Initial Application Information (Bond amount is updated at placed in service):**

Is Tax-Exempt Bond Financing Used?

(Y/N)

☒ YIf **yes**, what is the Amount?

\$26,100,000.00

TEB Local or SC Housing?

SC Housing

Issuer:

SC Housing

Affordability Term (Year)

30

Rent Restriction History

100% at 80% AMI

If used, what is the percentage of Tax-Exempt Bond financing to the Aggregate Basis of the development?

55.00%

**Placed in Service Information ( Update Bond amount above):**

Issue:

Year:

Original Issuance Date:

Inducement Date:

TEFRA Date:

Refunding Date (if applicable):

TEB 10% Occupancy Date:

TEB 50% Occupancy Date:

**Cost Summary:**

Hard Construction Costs =

9,526,120.00

Hard Costs =

38,107,825.00

Hard Costs / Total Development Costs =

75.78%

Must be 65% or greater

**Contractor Cost Limits:**

General Requirements / Hard Construction Costs =

5.24%

Must be 6% or less

Contractor Profit and Overhead / Hard Construction Costs =

6.98%

Must be 8% or less

Contractor Contingency / Hard Construction Costs =

8.73%

Must be 5% or less for NC, 10% or less for A/R

Annual Operating Expense per Unit =

6,081.00

Must fall within \$3,500 - \$5,000. The Authority may consider waivers if special circumstances apply.

Hard Construction Costs per Unit =

62,672.00

Must be a minimum of \$50,000 per unit or the amount required by the Physical Needs Assessment, if greater. In addition, at least \$25,000 of this amount must be attributed to interior unit rehabilitation costs.

# Low-Income Housing Tax Credit / Tax Exempt Bond Application

Highland Square Apartments

6/26/2025

## Syndication Information:

Intend on syndicating tax credits for development? ☒ Y Y/N

Anticipated Annual Federal Tax Credit Amount: 1,994,417.47  
Syndication Value Per Federal Tax Credit Dollar: 0.8800

Type of offering: Private

State Anticipated Annual State Tax Credit Amount:  
Syndication Value Per State Tax Credit Dollar: -

Type of investors: Corporations

Expected Total Syndication Proceeds: 17,549,119.00

## Federal Tax Credit Syndicator Information:

Name of Fund: Wells Fargo Community Lending and Investing  
Syndicator:  
Address: 125 High Street, 15th Floor  
City: Boston  
State: MA Zip: 02110  
Contact Name: Jennifer Crampton  
Email Address: jennifer.crampton@wellsfargo.com  
Telephone #: 617-603-4229

## State Tax Credit Syndicator Information:

Name of Fund:  
Syndicator:  
Address:  
City:  
State: Zip:  
Contact Name:  
Email Address:  
Telephone #:

When will these funds be paid in?

The funds will be paid in over time beginning at closing and upon completion of certain construction/operation milestones

Check **all** boxes that apply for this development:

- ☐ a) Newly constructed and federally subsidized  
☐ b) Newly constructed and **not** federally subsidized  
☒ c) Existing building  
☒ d) Section 42(e) rehabilitation expenditures federally subsidized  
☐ e) Section 42(e) rehabilitation expenditures **not** federally subsidized  
☐ f) Not federally subsidized by reason of 40-50 rule under Sec. 42(i)(2)(E)  
☐ g) Allocation counting toward the 10% nonprofit requirement under Sec. 42(h)(5)

## Development Cost Summary:

Consult your **tax attorney** or **tax accountant** to determine which development costs should be included for tax credit purposes.

Itemized Costs	New Construction	Rehabilitation	Acquisition/Rehabilitation		Total
			Acquisition	Rehabilitation	
Total Development Cost	0.00	0.00	50,286,417.56		50,286,417.56
Less Ineligible Costs	0.00	0.00	6,299,158.00		6,299,158.00
<b>Total Eligible Basis</b>	0.00	0.00	24,410,000.00	19,577,259.56	43,987,259.56
Multiplied by Applicable Fraction	100%	100%	100%	100%	
<b>QCT or DDA (basis boost)</b>	130%	130%	100%	130%	
<b>Total Qualified Basis</b>	0.00	0.00	24,410,000.00	25,450,437.43	49,860,437.43

Highland Square Apartments

6/26/2025

**Financial Summary:****Income and Expense Analysis:**

Total Annual Rental Income	3,196,800.00
Other Income	6,620.00
Vacancy Allowance	(160,171.00)
<b>Effective Gross Income</b>	<b>3,043,249.00</b>
Total Administrative Expenses	323,686.01
Total Operating Expenses	291,584.98
Total Maintenance Expenses	321,262.88
Total Fixed Expenses	91,581.60
<b>Total Annual Expenses</b>	<b>1,028,115.00</b>
Annual Replacement Reserves	45,600.00
<b>Net Operating Income</b>	<b>1,969,534.00</b>
Total Annual Debt Service	1,712,656.81
<b>Net Cash Flow</b>	<b>256,877.19</b>

Debt Coverage Ratio = **Uses of Funds:**

Acquisition	27,750,000.00	Operating Reserves	1,393,000
Site Work	1,045,200.00		
Rehabilitation and New Construction	10,477,012.56		
Professional Fees	515,000.00		
Construction Financing	-		
Construction Interim Costs	1,715,588.00		
Permanent Financing	823,739.00		
Soft Costs	1,573,809.00		
Syndication Costs	80,000.00		
Developer Fees	4,560,000.00		
Project Reserves	1,746,069.00		
<b>Total Development Cost</b>	<b>50,286,417.56</b>		

For any budgeted reserves in excess of the required amount, justification and support must be provided for the excess amounts (required by syndicators or lenders). If the justification and support is not provided or is insufficient, these reserves may be written down to the Authority requested amounts.

**Sources of Funds:**

1 Federal Tax Credit Equity	17,549,119.00
2 State Tax Credit Equity	-
3	
4	
5	
6 Deferred Developer Fee	2,143,200.56
7	
8 Solar Tax Credit Equity	59,578.00
9 Class B Note	3,985,520.00
10 Wells Fargo	26,100,000.00
11 Wells Fargo	449,000.00
12	
13	
<b>**Total Sources of Funds</b>	<b>50,286,417.56</b>

\*\*Section 3 - Construction Loans and Bridge Financing from page 8 are **NOT** included in the calculation of the "Sources of Funds" section on this page.

Do Uses = Sources?





**Acknowledgement and Agreements:**

1. I certify that I have not been indicted, charged, convicted of or had a civil judgment rendered against me for a criminal offense in connection with obtaining, attempting to obtain, or performing a public transaction or contract, violation of Federal or State antitrust statutes or commission of embezzlement, theft, forgery, bribery, falsification or destruction of records, making false statements, or receiving stolen property. I further certify that I have not been debarred, suspended, proposed for debarment or suspension, declared ineligible or voluntarily excluded from any transactions or construction developments involving the use of any governmental funds, including but not limited to CDBG, RHS, Federal Home Loan Bank, HOME, National HTF, LIHTC, any state's funds, etc.
  2. I certify that neither the owner nor any of its related entities or its officers, principals, shareholders or partners owes the South Carolina State Housing Finance and Development Authority ("Authority") any unpaid fees or charges.
  3. I am responsible for ensuring that the proposed development consists or will consist of a qualified low-income building(s) as defined in section 42 of the Internal Revenue Code, as amended, and will satisfy all applicable requirements of federal tax law in the acquisition, rehabilitation, or construction and operation of the development to receive the Low-Income Housing Credit ("Credit" or "Credits"). I understand and agree that the development will be affirmatively marketed, and will be made available for occupancy by all persons regardless of race, national origin, religion, creed or sex, age, and handicap. I understand and agree to minimize the involuntary displacement of Low-Income Households, if applicable.
  4. I am responsible for all calculations and figures relating to the determination of the eligible basis of the building. I understand and agree that the amount of the Credit is calculated in reliance upon the figures that I submit as to eligible and qualified basis. I understand that my estimates and calculations as to the amount, if any, of Credit necessary for the development to achieve financial feasibility for the Credit period and the estimates and calculations made by the Authority as to the amount, if any, of Credit necessary for the development to achieve financial feasibility for the Credit period may reach different results. In the event of any disagreement as to the appropriate amount, if any, of Credit to be reserved or allocated to the development, I agree to be bound by the results of the estimates and calculations made by the Authority.
  5. I understand that the actual amount of Credit allocated may vary from the amount initially reserved due to: (a) the determination by the Authority as to the amount of Credit necessary for the financial feasibility of the development and its viability as a qualified Low-Income Housing Development; (b) revisions in the calculations of eligible and qualified basis as finally determined; (c) fluctuations in the prevailing Credit percentage; (d) availability of the Credit.
  6. I understand and agree that neither the Authority nor any of its individual directors, employees, members, officers or agents assumes any responsibility or makes any representations with respect to the feasibility or viability of the development, the availability of or the amount of the Credit, or the validity or propriety of the allocation of the Credit. Furthermore, neither the Authority nor any of its individual directors, employees, members, officers or agents makes any independent investigation as to the eligible and qualified basis and I understand and agree that any and all Credit awards or amounts are based solely on representations made by me.
  7. I understand that the requirements regarding the making of applications for the Credits and the terms of any reservation or allocation are subject to change at any time by federal or State law, federal or State regulations, or Authority procedures. I understand that the Authority may not notify me as to any federal or state law or regulations promulgated or to be promulgated. I understand and agree that it is my responsibility to seek the advice of my attorney, accountant or other tax adviser to ensure present and future compliance with all laws, regulations, or procedures which may affect my development or the units contained therein.
- 
-



**Acknowledgement and Agreements (2nd page):**

8. I understand that reservations of Credits are not transferable. I further understand that any change in the makeup of the owner entity (general partner(s), partnership, individuals, etc.) applying for an allocation of Credits or in the location of the development will void any application that I have made or any reservation that I may receive as a result of such application.
  9. I certify that a true, exact, and complete copy of this application, including all supporting documentation enclosed herewith, has been provided to the tax attorney and tax accountant who provided the required attorney's opinions and accountant's opinions accompanying this application.
  10. I understand that any changes to the development made following initial submission of an application concerning the number and type of units/buildings, the development budget, or financial arrangements may result in a withdrawal of any Credit reservation or allocation. I hereby certify that I will submit any revisions with evidence to support any modifications and obtain Authority consent prior to finalizing such modifications.
  11. I understand and agree that, as a precondition to receiving an allocation of Credits, I shall meet certain conditions prior to allocation, shall pay all applicable fees, and shall impose restrictive covenants on the property in the form required by the Authority.
  12. If I select to waive the Qualified Contract process, I am knowingly and voluntarily waiving the ability to request a Qualified Contract be presented to me at any time during the compliance period or extended use period.
  13. I understand and agree that to the greatest extent feasible, opportunities for training and employment arising in connection with the planning and implementation of any development and contracts for work to be performed in connection with any development, including but not limited to, finance, planning, consulting, design architecture, marketing, building construction, property management or maintenance, will be made available and awarded to businesses which are owned in whole or in part by minority persons and/or women.
  14. I agree to pay such monitoring fees as the Authority may determine necessary. I understand and agree that this fee may increase during the compliance period or extended use period. I understand and agree that the record keeping and record retention requirements of the Internal Revenue Service will be met and maintained in the manner prescribed by the Authority. I understand and agree that compliance requirements are detailed in the Compliance Monitoring manual, and I understand that these requirements may change and I agree to any changes that the Authority may deem necessary. I understand and agree that any and all forms or documents provided by the Authority must be used in the manner prescribed, and agree that exceptions or substitutions may not be made without the Authority's express written consent.
  15. I understand and agree that my application for Credits, all attachments thereto, all correspondence relating to my application in particular or the Credit in general, Authority generated documents related to my application, and any and all information related to compliance or findings of noncompliance may be subject to a request for disclosure. I further understand and agree that my application for Credits and the attachments thereto may include taxpayer and return information as defined by the Internal Revenue Code and/or the Internal Revenue Service. I hereby expressly consent to the disclosure of such information. Furthermore, I expressly consent to the publication of my application, and all attachments thereto, on the Authority's website.
  16. I understand and agree that the Authority, at its discretion, may prohibit me, the owner or any of its related entities, officers, principals, shareholders, or partners from further participation in any Program administered by the Authority, on a permanent or probationary basis. Such prohibition may include, but is not limited to, entities or representatives.
  17. I understand and agree that the Authority (or a contracted party) may perform an inspection of the development location and nearby properties and a decision by the Authority to reject the application due to the presence of hazards, dangers, risks or negative characteristics that might render the site unsuitable is final and not subject to further review.
- 
-



**Acknowledgement and Agreements (3rd page):**

18. I understand that if the above are determined to be false, I may be subject to immediate suspension from all Authority programs. I understand that any misrepresentations in my application or supporting documentation may result in withdrawal of Credits by the Authority, my suspension or debarment from future program participation, the suspension or debarment of any related entities or its officers, principals, shareholders or partners, and notification to the Internal Revenue Service. Additionally, in the event the Authority withdraws a reservation or allocation of Credits, I agree to execute any agreements to return Credits in accordance with federal or state law or regulation or Authority procedures in the manner and time prescribed by the Authority.

By:



(Signature)

Date:

6/25/2025

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Tarun Chandran  
(Printed Name)Vice President of the sole member of the managing general  
partner of Highland Square Preservation, LP

Its:

All pages of this application must be completed and the application certification page executed. All required signatures must be originals. Faxes will not be accepted. The Authority reserves the right to determine whether any omission on a page of this application is material or non-material for purposes of the satisfaction of required criteria.

## Low-Income Housing Tax Credit / Tax Exempt Bond Application

2025 QAP (Qualified Allocation Plan)  
Highland Square Apartments

6/25/2025

## AIA Document G702

A	B	C	D	E		F	G	H
ITEM NO.	DESCRIPTION OF WORK	SCHEDULED VALUE	PREVIOUS APPLICATIONS	WORK COMPLETED		COMPLETED AND STORED TO DATE (D+E+F)	COMPLETION % (G/C)	BALANCE TO FINISH (C-G)
				THIS APPLICATION				
				WORK IN PLACE	STORED (NOT IN D OR E)			
1	Site Work	1,045,200.00	-	-	-	-	0.00%	1,045,200.00
2	Landscaping & Amenities	105,000.00	-	-	-	-	0.00%	105,000.00
3	Concrete	-	-	-	-	-	#DIV/0!	-
4	Masonry	-	-	-	-	-	#DIV/0!	-
5	Metals	-	-	-	-	-	#DIV/0!	-
6	Framing / Rough Carpentry	639,500.00	-	-	-	-	0.00%	639,500.00
7	Finish / Trim Carpentry	-	-	-	-	-	#DIV/0!	-
8	Insulation	150,000.00	-	-	-	-	0.00%	150,000.00
9	Roofing & Gutters	572,250.00	-	-	-	-	0.00%	572,250.00
10	Siding / Soffit / Fascia	-	-	-	-	-	#DIV/0!	-
11	Doors & Windows	567,284.00	-	-	-	-	0.00%	567,284.00
12	Drywall / Acoustics/Paint	532,000.00	-	-	-	-	0.00%	532,000.00
13	Flooring & Tile	1,092,040.00	-	-	-	-	0.00%	1,092,040.00
14	Hardware & Accessories	304,000.00	-	-	-	-	0.00%	304,000.00
15	Cabinets & Appliances	1,391,000.00	-	-	-	-	0.00%	1,391,000.00
16	Elevators/Lifts	-	-	-	-	-	#DIV/0!	-
17	Plumbing	354,000.00	-	-	-	-	0.00%	354,000.00
18	HVAC	1,064,000.00	-	-	-	-	0.00%	1,064,000.00
19	Electrical / Lighting	271,200.00	-	-	-	-	0.00%	271,200.00
20	Low Voltage Systems	68,000.00	-	-	-	-	0.00%	68,000.00
21	Miscellaneous / Other items not included	1,230,666.00	-	-	-	-	0.00%	1,230,666.00
22	Furniture, Fixtures, & Equipment	140,000.00	-	-	-	-	0.00%	140,000.00
Total Construction		9,526,120.00	-	-	-	-	0.00%	9,526,120.00

Contingency (max 5% NC / 10% Acq/Rehab/Reuse)	831,705.00
General Requirements (max 6%)	499,023.24
Contractor Profit and Overhead (max 8%)	665,384.32

Total Project Development	11,522,212.56
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Total Project Development (less site work)	10,477,012.56
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Construction Cost Addendum Certification: I certify that to the best of my knowledge all known relevant factors affecting the cost of construction have been taken into consideration in the preparation of this construction cost addendum. I have been provided a copy of the 2024 Qualified Allocation Plan and the estimated costs necessary to build the project in accordance with the Development Design Criteria have been incorporated into the addendum. I have been provided and have reviewed the plans and specifications. I have been provided and have reviewed the geotechnical reports and the estimated costs for all recommendations have been incorporated into the addendum. If applicable, I have been provided and have reviewed the asbestos and/or lead-based paint assessment reports and taken into consideration the estimated costs necessary to remediate and/or abate these materials in accordance with federal and state regulations. If applicable, I have also taken into consideration the costs necessary to build the project in accordance with the sustainable building certification selected by the project owner.

The credentials of the preparer of the construction cost addendum must be submitted with the application.

Reviewed and approved for submission by:

Jeffrey Allen, Vice President  
(Name & Title)

<--- to be completed by an  
Estimator, Contractor, Architect,  
or Engineer

  
(Signature)

6/25/2025

(Date)

Prescon II, LLC  
(Company / Firm Name)

phone: 212-801-3788

fax:

email: jallen@related.com

For year: 2025

Construction Cost Addendum

**Acknowledgement and Agreements:**

1. I certify that I have not been indicted, charged, convicted of or had a civil judgment rendered against me for a criminal offense in connection with obtaining, attempting to obtain, or performing a public transaction or contract, violation of Federal or State antitrust statutes or commission of embezzlement, theft, forgery, bribery, falsification or destruction of records, making false statements, or receiving stolen property. I further certify that I have not been debarred, suspended, proposed for debarment or suspension, declared ineligible or voluntarily excluded from any transactions or construction developments involving the use of any governmental funds, including but not limited to CDBG, RHS, Federal Home Loan Bank, HOME, National HTF, LIHTC, any state's funds, etc.
2. I certify that neither the owner nor any of its related entities or its officers, principals, shareholders or partners owes the South Carolina State Housing Finance and Development Authority ("Authority") any unpaid fees or charges.
3. I am responsible for ensuring that the proposed development consists or will consist of a qualified low-income building(s) as defined in section 42 of the Internal Revenue Code, as amended, and will satisfy all applicable requirements of federal tax law in the acquisition, rehabilitation, or construction and operation of the development to receive the Low-Income Housing Credit ("Credit" or "Credits"). I understand and agree that the development will be affirmatively marketed, and will be made available for occupancy by all persons regardless of race, national origin, religion, creed or sex, age, and handicap. I understand and agree to minimize the involuntary displacement of Low-Income Households, if applicable.
4. I am responsible for all calculations and figures relating to the determination of the eligible basis of the building. I understand and agree that the amount of the Credit is calculated in reliance upon the figures that I submit as to eligible and qualified basis. I understand that my estimates and calculations as to the amount, if any, of Credit necessary for the development to achieve financial feasibility for the Credit period and the estimates and calculations made by the Authority as to the amount, if any, of Credit necessary for the development to achieve financial feasibility for the Credit period may reach different results. In the event of any disagreement as to the appropriate amount, if any, of Credit to be reserved or allocated to the development, I agree to be bound by the results of the estimates and calculations made by the Authority.
5. I understand that the actual amount of Credit allocated may vary from the amount initially reserved due to: (a) the determination by the Authority as to the amount of Credit necessary for the financial feasibility of the development and its viability as a qualified Low-Income Housing Development; (b) revisions in the calculations of eligible and qualified basis as finally determined; (c) fluctuations in the prevailing Credit percentage; (d) availability of the Credit.
6. I understand and agree that neither the Authority nor any of its individual directors, employees, members, officers or agents assumes any responsibility or makes any representations with respect to the feasibility or viability of the development, the availability of or the amount of the Credit, or the validity or propriety of the allocation of the Credit. Furthermore, neither the Authority nor any of its individual directors, employees, members, officers or agents makes any independent investigation as to the eligible and qualified basis and I understand and agree that any and all Credit awards or amounts are based solely on representations made by me.
7. I understand that the requirements regarding the making of applications for the Credits and the terms of any reservation or allocation are subject to change at any time by federal or State law, federal or State regulations, or Authority procedures. I understand that the Authority may not notify me as to any federal or state law or regulations promulgated or to be promulgated. I understand and agree that it is my responsibility to seek the advice of my attorney, accountant or other tax adviser to ensure present and future compliance with all laws, regulations, or procedures which may affect my development or the units contained therein.



**Low-Income Housing Tax Credit / Tax Exempt Bond Application**

**Acknowledgement and Agreements (2nd page):**

8. I understand that reservations of Credits are not transferable. I further understand that any change in the makeup of the owner entity (general partner(s), partnership, individuals, etc.) applying for an allocation of Credits or in the location of the development will void any application that I have made or any reservation that I may receive as a result of such application.
  9. I certify that a true, exact, and complete copy of this application, including all supporting documentation enclosed herewith, has been provided to the tax attorney and tax accountant who provided the required attorney's opinions and accountant's opinions accompanying this application.
  10. I understand that any changes to the development made following initial submission of an application concerning the number and type of units/buildings, the development budget, or financial arrangements may result in a withdrawal of any Credit reservation or allocation. I hereby certify that I will submit any revisions with evidence to support any modifications and obtain Authority consent prior to finalizing such modifications.
  11. I understand and agree that, as a precondition to receiving an allocation of Credits, I shall meet certain conditions prior to allocation, shall pay all applicable fees, and shall impose restrictive covenants on the property in the form required by the Authority.
  12. If I select to waive the Qualified Contract process, I am knowingly and voluntarily waiving the ability to request a Qualified Contract be presented to me at any time during the compliance period or extended use period.
  13. I understand and agree that to the greatest extent feasible, opportunities for training and employment arising in connection with the planning and implementation of any development and contracts for work to be performed in connection with any development, including but not limited to, finance, planning, consulting, design architecture, marketing, building construction, property management or maintenance, will be made available and awarded to businesses which are owned in whole or in part by minority persons and/or women.
  14. I agree to pay such monitoring fees as the Authority may determine necessary. I understand and agree that this fee may increase during the compliance period or extended use period. I understand and agree that the record keeping and record retention requirements of the Internal Revenue Service will be met and maintained in the manner prescribed by the Authority. I understand and agree that compliance requirements are detailed in the Compliance Monitoring manual, and I understand that these requirements may change and I agree to any changes that the Authority may deem necessary. I understand and agree that any and all forms or documents provided by the Authority must be used in the manner prescribed, and agree that exceptions or substitutions may not be made without the Authority's express written consent.
  15. I understand and agree that my application for Credits, all attachments thereto, all correspondence relating to my application in particular or the Credit in general, Authority generated documents related to my application, and any and all information related to compliance or findings of noncompliance may be subject to a request for disclosure. I further understand and agree that my application for Credits and the attachments thereto may include taxpayer and return information as defined by the Internal Revenue Code and/or the Internal Revenue Service. I hereby expressly consent to the disclosure of such information. Furthermore, I expressly consent to the publication of my application, and all attachments thereto, on the Authority's website.
  16. I understand and agree that the Authority, at its discretion, may prohibit me, the owner or any of its related entities, officers, principals, shareholders, or partners from further participation in any Program administered by the Authority, on a permanent or probationary basis. Such prohibition may include, but is not limited to, entities or representatives.
  17. I understand and agree that the Authority (or a contracted party) may perform an inspection of the development location and nearby properties and a decision by the Authority to reject the application due to the presence of hazards, dangers, risks or negative characteristics that might render the site unsuitable is final and not subject to further review.
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**Acknowledgement and Agreements (3rd page):**

18. I understand that if the above are determined to be false, I may be subject to immediate suspension from all Authority programs. I understand that any misrepresentations in my application or supporting documentation may result in withdrawal of Credits by the Authority, my suspension or debarment from future program participation, the suspension or debarment of any related entities or its officers, principals, shareholders or partners, and notification to the Internal Revenue Service. Additionally, in the event the Authority withdraws a reservation or allocation of Credits, I agree to execute any agreements to return Credits in accordance with federal or state law or regulation or Authority procedures in the manner and time prescribed by the Authority.

By: \_\_\_\_\_  
(Signature)

Date: 6/25/2025

Tarun Chandran  
(Printed Name)

Its: Vice President of FFAH V HIGHLAND SQUARE APTS SC, LLC

All pages of this application must be completed and the application certification page executed. All required signatures must be originals. Faxes will not be accepted. The Authority reserves the right to determine whether any omission on a page of this application is material or non-material for purposes of the satisfaction of required criteria.

**Application Workbook Disclaimer:**

All automations/calculations in this workbook are provided to assist the applicant in the submission process. While Authority staff has taken steps to ensure the accuracy of the automations/calculations, the Authority does not guarantee the accuracy of these automations/calculations. It is the responsibility of the applicant to independently verify that the numbers and information in this application are accurate and properly represented. Authority staff will also perform calculations independent of the application to verify the accuracy of the submitted information.

**Attorney signature required for all application submissions EXCEPT TAX EXEMPT BOND INITIAL APPLICATION:**

I hereby certify that I have reviewed this application and applicable documentation and have rendered the opinion letters dated \_\_\_\_\_ based on the information contained in this application and the applicable documentation. I further certify that this document is an original or true copy which has not been altered.

\_\_\_\_\_  
Attorney Name

\_\_\_\_\_  
Firm Name

\_\_\_\_\_  
Signature of Tax Attorney

Date: \_\_\_\_\_

Highland Square Apartments

6/26/2025

**AIA Document G702**

A	B	C	D	E	F	G		H
ITEM NO.	DESCRIPTION OF WORK	SCHEDULED VALUE	WORK COMPLETED			COMPLETED AND STORED TO DATE (D+E+F)	COMPLETION % (G/C)	BALANCE TO FINISH (C-G)
			PREVIOUS APPLICATIONS	THIS APPLICATION				
				WORK IN PLACE	STORED (NOT IN D OR E)			
1	Site Work	1,045,200.00	-	-	-	-	0.00%	1,045,200.00
2	Landscaping & Amenities	105,000.00	-	-	-	-	0.00%	105,000.00
3	Concrete	-	-	-	-	-	#DIV/0!	-
4	Masonry	-	-	-	-	-	#DIV/0!	-
5	Metals	-	-	-	-	-	#DIV/0!	-
6	Framing / Rough Carpentry	639,500.00	-	-	-	-	0.00%	639,500.00
7	Finish / Trim Carpentry	-	-	-	-	-	#DIV/0!	-
8	Insulation	150,000.00	-	-	-	-	0.00%	150,000.00
9	Roofing & Gutters	572,250.00	-	-	-	-	0.00%	572,250.00
10	Siding / Soffit / Fascia	-	-	-	-	-	#DIV/0!	-
11	Doors & Windows	567,264.00	-	-	-	-	0.00%	567,264.00
12	Drywall / Acoustics/Paint	532,000.00	-	-	-	-	0.00%	532,000.00
13	Flooring & Tile	1,092,040.00	-	-	-	-	0.00%	1,092,040.00
14	Hardware & Accessories	304,000.00	-	-	-	-	0.00%	304,000.00
15	Cabinets & Appliances	1,391,000.00	-	-	-	-	0.00%	1,391,000.00
16	Elevators/Lifts	-	-	-	-	-	#DIV/0!	-
17	Plumbing	354,000.00	-	-	-	-	0.00%	354,000.00
18	HVAC	1,064,000.00	-	-	-	-	0.00%	1,064,000.00
19	Electrical / Lighting	271,200.00	-	-	-	-	0.00%	271,200.00
20	Low Voltage Systems	68,000.00	-	-	-	-	0.00%	68,000.00
21	Miscellaneous / Other items not included	1,230,666.00	-	-	-	-	0.00%	1,230,666.00
22	Furniture, Fixtures, & Equipment	140,000.00	-	-	-	-	0.00%	140,000.00
	Total Construction	9,526,120.00	-	-	-	-	0.00%	9,526,120.00

Contingency (max 5% NC / 10% Acq/Rehab/Reuse)	831,705.00
General Requirements (max 6%)	499,023.24
Contractor Profit and Overhead (max 8%)	665,364.32

Total Project Development	11,522,212.56
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Total Project Development (less site work)	10,477,012.56
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Construction Cost Addendum Certification: I certify that to the best of my knowledge all known relevant factors affecting the cost of construction have been taken into consideration in the preparation of this construction cost addendum. I have been provided a copy of the 2024 Qualified Allocation Plan and the estimated costs necessary to build the project in accordance with the Development Design Criteria have been incorporated into the addendum. I have been provided and have reviewed the plans and specifications. I have been provided and have reviewed the geotechnical reports and the estimated costs for all recommendations have been incorporated into the addendum. If applicable, I have been provided and have reviewed the asbestos and/or lead-based paint assessment reports and taken into consideration the estimated costs necessary to remediate and/or abate these materials in accordance with federal and state regulations. If applicable, I have also taken into consideration the costs necessary to build the project in accordance with the sustainable building certification selected by the project owner.

The credentials of the preparer of the construction cost addendum must be submitted with the application.

Reviewed and approved for submission by:

Jeffrey Allen, Vice President  
(Name & Title)

<--- to be completed by an  
Estimator, Contractor, Architect,  
or Engineer

(Signature)

6/25/2025  
(Date)

Prescon II, LLC  
(Company / Firm Name)

phone: 212-801-3788  
fax:  
email: jallen@related.com