

**South Carolina State Housing Finance and Development Authority**  
**Multifamily Tax-Exempt Bond Financing Program**  
**Disclaimer**

Not Required for 501(c)(3) Applicants

Section 146 of the Internal Revenue Code of 1986 provides that only a limited volume of "Private Activity Bonds" may be issued within any State during each calendar year. Under the provisions of the Act, bonds issued to finance qualified residential rental developments are Private Activity Bonds and are subject to the State ceiling provisions of Section 146. These facts have been explained to me by the staff of the South Carolina State Housing Finance and Development Authority.

I realize that allocation of the State ceiling for Private Activity Bonds within the State of South Carolina is performed by the State Fiscal Accountability Authority and that the South Carolina State Housing Finance and Development Authority, while it can request an allocation for the issuance of bonds, cannot guarantee that such requests will be granted (or that if granted, that it will be granted in the amount requested by the Authority).

I acknowledge that the South Carolina State Housing Finance and Development Authority makes no representation to me regarding the ultimate availability or sufficiency of any allocation of the Private Activity Bond ceiling for the State of South Carolina.

Name of Sponsor (Developer): Palms on Ashley River Developer LLC

By:  Date: 6/12/2025

Its: Vice President