NAHASDA REPAIR PROGRAM PROMISSORY NOTE

The following person or persons (alone or collectively, "Homeowner"): _____, whose mailing address is:_____, has met the income and eligibility requirements under the Native American housing Assistance and Self-Determination Act of 1996 (NAHASDA) and qualified for the NAHASDA Repair Program. The Trustor will receive home repair or replacement assistance on the property described below from Tlingit-Haida Regional Housing Authority ("T-HRHA").

The Homeowner agrees to the following terms:

1. The following property, the legal description of which is:

   ("Property"), shall remain NAHASDA Affordable Housing for at least five years after the date of execution of this Promissory Note. "Affordable Housing" means housing that complies with the requirements for affordable housing under federal Title II and is occupied only by a family that qualifies as a low-income household. The term includes permanent housing for homeless persons who are persons with disabilities, transitional housing and single room occupancy housing.

2. The T-HRHA estimates that the Assistance will total approximately $_____ ("Estimate"), and will not exceed $_____ ("Cap").

3. Once the T-HRHA knows the Final Amount, the T-HRHA will fill in that amount here: $_____. The T-HRHA will then deliver to the Homeowner, via first-class United States mail, a copy of this Promissory Note, including the Final Amount. If the Homeowner fails to contact the T-HRHA within 30 days, the Homeowner shall be deemed to have agreed with the Final Amount.

4. Subject to the conditions herein concerning transfer, on each anniversary of the Effective Date the T-HRHA will forgive the Final Amount at the rate of 20 percent per year, until the remaining Assistance is forgiven upon the fifth anniversary. If the Homeowner transfers the Property within five years after the Effective Date, the Homeowner shall repay any Assistance that has not been forgiven (see example below), unless the Homeowner transfers the Property to another qualified low-income family. To qualify for this exemption from the repayment requirement, the Homeowner is responsible for notifying the T-HRHA at least 30 days before the proposed transfer and assisting the T-HRHA in determining whether the transferee qualifies to live in Affordable Housing.

EXAMPLE: The Homeowner received $15,000 in Assistance, the Final Amount, in October 2001. The Homeowner decides to move and sells his/her home in November 2003, more than two years after receiving the assistance. His/her balance to be repaid to T-HRHA would be calculated as follows:

Total Assistance:	**$15,000**	
Year One (forgiveness)	**$ 3,000**	**($15,000 X 20%)**
Year Two (forgiveness)	**$ 3,000**	**($15,000 X 20%)**
	$ 9,000	**Balance Due**

5. **Any balance due at any time under this Promissory Note encumbers the Property and is payable upon sale or other transfer according to the terms of this Promissory Note.**

Dated_____ Homeowner:_____

Dated_____ Homeowner:_____

STATE OF ALASKA)
)SS.
FIRST JUDICIAL DISTRUCT)

THIS IS TO CERTIFY that on this_____day of_____, before me, a Notary Public in and for the State of Alaska, duly commissioned and sworn, personally appeared_____and _____, to me known to be the person(s) described herein who executed the foregoing instrument, and acknowledged to me that he/she/they signed the same freely and voluntarily for the uses and purposes therein mentioned.

GIVEN under my hand and official seal this_____day of_____,200__.

Notary Public in and for the State of Alaska

My commission expires:_____