

Unsubsidized



U. S. Department of Housing and Urban Development  
Multifamily Property Disposition  
307 W. 7th Street, Suite 1000  
Fort Worth, TX 76102

## FORECLOSURE SALE

The following property is offered for sale at foreclosure in the manner specified below:

Name: Charles North Housing

Address: 1820, 1822, 1826, 1828, & 1830 Saint Paul St, Baltimore, MD 21202

No. of Units/Type: 5 Multi- Family Townhouses / 20 total Vacant Units

Use Restrictions / Conditions of Foreclosure Sale:

Buyer to determine property use.

1828 & 1830 Saint Paul St. are subject to Historic Preservation Deed Covenant. See Attachment F.  
1820, 1822, 1826 Saint Paul St. are subject to a MHT (Maryland Historical Trust) Historic Preservation Easement.

The interest in the subject properties may be leasehold or fee simple. Bidders are expected to conduct their own due diligence.

No subsidy or assistance contract included in sale.

Special Conditions/Announcements:

Open House - Charles North Housing  
Tuesday, July 8, 2025, 2:00 P.M.- 5:00 P.M.  
Properties Are Vacant.

**Written bids** will be accepted no later than **two (2) business days** prior to the date of the Foreclosure Sale. Mail bids to: 504 Autumn Springs Court Suite 26 Franklin, TN 37067

by August 21st 20 25 , at 10:30 A.M. (local time).

**Oral Bids** will be accepted **on the day** of the foreclosure. The Foreclosure Sale will commence promptly at 10:30 A.M. (local time) on August 25th 20 25 , and located at:

Circuit Court for Baltimore City, Clarence M. Mitchell Court House  
100 N. Calvert Street Court House Door Calvert Street Entrance Baltimore, MD 21202.

Realty Specialist Contact Information:

Dedra Harris  
Multifamily Property Disposition Division  
307 W 7th Street, Suite 1000  
Ft. Worth, TX 76102  
817-978-5480  
dedra.a.harris@HUD.gov(preferred contact)

## INVITATION TO BID

Consistent with and subject to the terms and conditions herein, there is an opportunity to make an offer to purchase the Project, more particularly described below. This document, titled Invitation to Bid, sometimes referred to herein as the “Invitation,” and commonly known as the “Bid Kit,” sets forth the terms and conditions for the submission of a bid to acquire the Project at the foreclosure sale of the Project. This Invitation also includes information concerning Previous Participation Certification requirements, terms, conditions, and a list of the forms necessary to submit a complete, responsive bid.

### DEFINITIONS

1. *Act*: The Multifamily Mortgage Foreclosure Act, 12 U.S.C. §3701-17, as amended.
2. *Acknowledgment*: The contract executed at the Foreclosure Sale by the High Bidder, obligating the High Bidder to the terms and conditions of the Foreclosure Sale. The form is attached to this Invitation as Attachment A.
3. *Affiliate*: An individual or entity as defined in 2 C.F.R. §180.905 - Affiliate. An individual or entity is an affiliate of each other if, directly or indirectly, when either one controls or has the power to control the other or a third person controls or has the power to control both. The ways HUD may determine control include, but are not limited to, (a) interlocking management or ownership; (b) identity of interests among family members; (c) shared facilities and equipment; (d) common use of employees; or (e) a business entity which has been organized following the exclusion of a person which has the same or similar management, ownership, or principal employees as the excluded person. Affiliates of the defaulting borrower are prohibited from being the High Bidder.
4. *Approved High Bidder*: The High Bidder who, after the Foreclosure Sale, submits the Post-Bid Documents, demonstrates its eligibility to purchase the Property, and is approved by HUD to proceed to Closing.
5. *Balance*: The amount of money the High Bidder must pay at Closing. Balance is calculated by taking the High Bid amount less the Earnest Money Deposit plus all initial deposits to escrows and/or reserve accounts HUD may require as a condition of sale, less the proration of any Extension Fees and any outstanding encumbrance that survived the Foreclosure. Funds shall be paid only in the form of certified funds or cashier's check made payable to: THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT.
6. *Bidder*: An individual or entity that meets the eligibility requirement of this Invitation and registers with the Foreclosure Commissioner.
7. *Bid*: A legal offer from a Bidder of a certain amount to purchase the Property, submitted to the Foreclosure Commissioner either; (1) in writing two business days prior to the sale, or (2) orally during the Foreclosure Sale. No offers submitted via email, facsimile, orally to HUD staff prior to, during, or after the Foreclosure Sale will be considered valid bids.
8. *Closing*: The date where the obligations of HUD and the High Bidder outlined in the Acknowledgment are completed, including the transfer of title to the Property and the personal property to the High Bidder, which shall take place at a time specified by HUD.
9. *Controlling Participants*: Any individual and entity HUD determines to exercise financial or operational control over the owner, operator, borrower, management agent, landlord, construction manager, and general contractor. See 24 CFR §200.212 and §200.216.
10. *Earnest Money Deposit*: The amount identified in Section III, Subsection 4, that a Bidder must provide during the Foreclosure Sale to be eligible to submit a Bid.

11. *Electronic Registration*: Electronic Registration refers to the Business Partner Registration system HUD uses to register all new partners we do business with. Through this system, a partner can register to do business with HUD, submit their Form HUD 2530, and obtain a WASS User ID to enable the processing and receipt of subsidies, including Section 8 vouchers for relocations. Please refer to Section II for additional information for Electronic Registration.
12. *Extension Fees*: A fee HUD assesses when the High Bidder requests an Extension Period for Closing. If authorized, the Approved High Bidder must pay for the entire Extension Period, the amount of which HUD determines, consistent with current policies and procedures.
13. *Extension Period*: An additional thirty (30) calendar day period that HUD may give for the Closing to occur.
14. *Foreclosure Commissioner*: An individual or entity HUD designates to conduct the Foreclosure Sale, pursuant to 12 U.S.C. §3704 and 24 C.F.R. §27.10. A Foreclosure Commissioner is designated for each sale due to varying circumstances.
15. *Foreclosure Deed*: A deed without warranty that gives the High Bidder title to the Property. Form of the deed must comply with the Act.
16. *Foreclosure Sale*: Sale of the Property pursuant to 12 U.S.C. §3710.
17. *Grantee*: Also known as the successful High Bidder, the buyer, or the new Owner.
18. *High Bid*: The highest responsive bid amount received by the Foreclosure Commissioner at the Foreclosure Sale.
19. *High Bidder*: The bidder at Foreclosure Sale that submits the highest responsive bid amount to the Foreclosure Commissioner.
20. *Invitation*: This Invitation to Bid including all the accompanying exhibits, sets forth the terms and conditions of the sale of the Property at the Foreclosure Sale and includes information about the documents and actions necessary to submit a complete and responsive bid and for HUD to approve a bidder as qualified.
21. *Letter of Credit (LOC)*: A document issued by a bank authorizing the bearer to draw a certain amount of money to cover repairs the bearer is contractually obligated to make.
22. *Owner*: The individual or entity that owns the Property after Closing. The terms Owner, High Bidder, and Approved High Bidder often refer to the same individual or entity but are used separately to designate the role at various times during the Foreclosure Sale process.
23. *Post-Bid Documents*: All documents, statements, and forms listed in the Invitation that must be submitted by the High Bidder and its principals and management company, if any, in order to be considered for HUD-approval.
24. *Previous Participation Certification*: This Certification is also referred to its form number, Form HUD-2530 or e-2530, is required pursuant to HUD Notice H 2016-15 Processing Guide for Previous Participation Reviews of Prospective Multifamily Housing and Healthcare Programs' Participants. It's used to disclose current and previous property ownership and management experience to HUD. Any Controlling Participant who is engaged to do business with HUD is required to submit this form, either electronically or paper copy, and receive an approval prior to conducting business with HUD.

25. *Post-Closing Repairs:* All HUD-required repair and/or rehabilitation work that the Approved High Bidder/Owner must perform after Closing in a workmanlike manner, and compliant with state and local codes, laws, ordinances, regulations, and HUD's Physical Condition Standards found in 24 C.F.R. § 5.703. If Post-Closing Repairs are required, this information will be disclosed in the attachments to this Invitation, with a list of HUD-required repairs on Form HUD-9552. HUD has estimated the cost of these repairs. Actual costs ultimately incurred by the Approved High Bidder/Owner may be more or less than the estimates.
26. *Principal:* (a) an officer, director, owner, partner, principal investigator, or other person within an entity with management or supervisory responsibilities related to a covered transaction; or (b) a consultant or other person, whether or not employed by the participant or paid with Federal funds, who (1) is in a position to handle Federal funds; (2) is in a position to influence or control the use of those funds; or, (3) occupies a technical or professional position capable of substantially influencing the development or outcome of an activity required to perform the covered transaction; or (c) a person who has a critical influence on, or substantive control over, a covered transaction, whether or not employed by the participant. For a complete definition, see 2 C.F.R. §180.995 – Principal, as supplemented by 2 C.F.R. §2424.995.
27. *Property (aka Project):* The multifamily housing property for sale in this Invitation and all real and personal property appurtenant thereto.
28. *Property Summary:* Exhibit C to the Invitation that contains summarized information about the Property and contact information for the Realty Specialist. The information contained therein is intended to help Bidders perform due diligence and is the extent of information that HUD will give about the Property.
29. *Realty Specialist:* HUD staff member, identified on the cover page and the Property Summary, who can be contacted concerning the Property or the Foreclosure Sale.
30. *Second High Bidder:* The responsive Bidder with the second highest Bid at the Foreclosure Sale. If sale to the High Bidder is not completed, HUD may contact the Second High Bidder to accept its Bid.
31. *Use Agreement:* The Foreclosure Sale Use Agreement, if applicable, will be attached to this Invitation. The Approved High Bidder will execute at Closing, and which will run with the land to bind the Owner and any permitted successors and assigns, to purchase and/or manage the Property. This may be an addition to any deed restrictions.

## **SECTION I: INTRODUCTIONS AND GENERAL INFORMATION**

1. *All Cash, As-Is Sale:* The Foreclosure Sale is an "All Cash, As-Is" sale. All Bidders are expected to perform their own due diligence to reach their own conclusions as to physical condition, number and occupancy of revenue producing units, estimates of operating costs, repair costs (where applicable), and any other factors bearing on the valuation of the Property. While HUD has exercised care to provide accurate information, all information provided herein is solely for interested Bidders to determine whether or not the Property is of such type and general character to purchase. HUD makes no warranty as to the accuracy of this information. A Bidder's failure to be fully informed as to the conditions of the Property, including its value, or any conditions of the Foreclosure Sale do not constitute ground for any claim or demand against HUD or the adjustment or withdrawal of any Bid, including the High Bid. HUD shall consider all Bids to have been made with full knowledge of the terms, conditions, and requirements contained in this Invitation.



2. *Contingencies:* HUD will not consider Bids that are contingent upon a Bidder obtaining financing to purchase the Property or any other contingency. By signing the Acknowledgement, the High Bidder represents that its High Bid is assured.
3. *Modification to the Invitation:* Any oral modification by any HUD representative that changes or supplements this Invitation, or any conditions hereof, is unauthorized, unenforceable, and shall confer no right upon a Bidder, including the Approved High Bidder. All modifications to the Invitation will be in writing.
4. *Bid Acceptance or Rejection:* At any time prior to Closing and upon its sole discretion, HUD reserves the right to reject any and all Bids, and to reject the Bid of any Bidder HUD determines is ineligible, lacks the experience, ability, or financial responsibility necessary to own and manage the Property in a manner acceptable to HUD.
5. *Cancellation of Sale:* HUD reserves the unconditional right to cancel this Invitation and reject any and all Bids at any time prior to Closing without recourse to HUD. HUD is not liable for any expenses incurred by a Bidder or its related parties.

## **SECTION II: PRIOR TO THE FORECLOSURE SALE**

1. *General:* In accordance with the intent of the National Housing Act, participants of HUD's housing programs must be responsible individuals and organizations who honor their legal, financial, and contractual obligations. HUD will review and approve the Previous Participation Certification of High Bidder's Controlling Participants before Closing.
2. *Due Diligence:* Interested parties, their agents, and advisors should carefully review the information in this Invitation and any additional information HUD makes available prior to the Foreclosure Sale. As a general policy, HUD will not release the most current financial information for the Property other than what has been disclosed in this Invitation and the Property Summary. Bidders should undertake their own investigation to evaluate the Property and independently assess the benefits and risks associated with the Property. Bidders should be confident in their Bid amount and be prepared to follow through Closing. HUD will not negotiate to reduce any Bid amount after accepted at the Foreclosure Sale.
3. *Bidders Pre-Foreclosure Sale Conference Call:* HUD may decide to hold a conference call for all interested parties prior to the Foreclosure Sale. If a call is scheduled, information will be found on the Property Disposition website. On the call, HUD will discuss the Invitation, review the rules of the Foreclosure Sale, provide updates on the Property, and answer any questions interested parties may have. Following the conference call, all questions and answers will be posted to the same website to ensure that all interested parties receive the same information.
4. *Site Visit:* To give interested parties additional information and view portions of the Property, HUD may choose to conduct an Open House or a Virtual Tour. If a tour is available, information will be found on the Property Disposition website. HUD is not always in a position to provide a tour prior to a Foreclosure Sale. If an in-person tour is scheduled, a HUD representative will be present to walk through the Property. HUD will establish the scope of the site visit. Not all areas of the Property may be available for viewing. HUD will not accept Bids, nor provide information outside of this bid kit, during a Site Visit.

5. *Electronic Registration*: Registration in HUD's Business Partner Registration prior to the Foreclosure Sale is not mandatory to submit a Bid. **However, Electronic Registration will be required before Closing.** A Bidder may complete this step prior to the Foreclosure Sale to reduce the amount of time between the Foreclosure Sale and Closing. HUD can take up to two (2) weeks to process registration requests. While the High Bidder is the only Bidder required to complete the Previous Participation Certification (e-2530), every Bidder may register in the event they become the High Bidder.
- a. If a Bidder **has not previously conducted business with HUD**, the Bidder must first register with HUD's Business Partner Registration before submitting a Previous Participation Certification (e-2530) application. The Bidder should follow these steps:
    - i. A Bidder accesses HUD's [Business Partner Registration](#) to register a new entity with HUD. The buyer then waits twenty-four (24) hours to access the Secure Systems [Coordinator or User Registration link](#) to complete the registration for the individual that will have access to Secure Systems. The applicant will receive a Coordinator/User ID within two (2) weeks. With these credentials, a Bidder then complete the required Previous Participation Certification (e-2530) in the next step.
    - ii. A Bidder then completes a Previous Participation Certification (e-2530) application in HUD's single sign-on page and then selects [Active Partners Performance System \(APPS\)](#).
  - b. Bidders that **have previously conducted business with HUD** can complete the Previous Participation Certification (e-2530) application prior to the Foreclosure Sale by accessing [Active Partners Performance System \(APPS\)](#).
6. *Questions*: Please direct questions related to this Invitation and the Foreclosure Sale to the Realty Specialist identified in the Property Summary, after you have read this packet in its entirety. The Realty Specialist cannot provide information other than information in this Bid Kit or information posted on the Property Disposition Website.

### SECTION III: DURING THE FORECLOSURE SALE – REGISTERING AS A BIDDER AND SUBMITTING BIDS

1. *General*: The Foreclosure Sale is an oral, open bid sale that takes place at the date, time, and place as shown on the cover of this Invitation. HUD designated a Foreclosure Commissioner to conduct the Foreclosure Sale. The Foreclosure Commissioner is empowered with the authority to conduct the Foreclosure Sale in an appropriate manner, using the rules and guidelines herein as the framework for the Foreclosure Sale.
2. *Bidder Eligibility*: Pursuant to 24 CFR §27.20, the defaulting mortgagor or any Principal, successor, Affiliate, or assignee thereof on the multifamily mortgage being foreclosed is not eligible to Bid or otherwise acquire the Property at this Foreclosure Sale. Additionally, the FHA-lender or any Principal, successor, affiliate, or assignee thereof on the multifamily mortgage being foreclosed is not eligible to Bid or otherwise acquire the Property.
3. *Bidder Enrollment*: At the Foreclosure Sale and prior to the commencement of bidding, a Bidder must enroll with the Foreclosure Commissioner. The Foreclosure Commissioner will ask for the name of the Bidder, the name of the individual representing the Bidder, and the Bidder's address and contact information. The Foreclosure Commissioner will also collect the Bidder's Earnest Money Deposit and assign each enrolling Bidder a unique number. The unique number will be used to identify each Bidder during the Foreclosure Sale. The Foreclosure Commissioner will commence the Foreclosure Sale when all Bidders in attendance are enrolled. Enrollment as a Bidder does not mean that Bidder is qualified to purchase the Property.

4. *Earnest Money Deposit:* The Foreclosure Commissioner must receive the Earnest Money Deposit before the Foreclosure Sale commences. The Earnest Money Deposit shall be paid only in the form of certified funds or cashier's check made payable to: THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT. If a Bidder is a financial institution, the Earnest Money Deposit must be drawn from a different financial institution. Deposits will generally be set according to the following schedule:

<b>Project Size</b>	<b>Earnest Money Deposit</b>
200 units or more	\$100,000
100 to 199 units	\$75,000
50-99 units	\$50,000
25-49 units	\$25,000
5-24 units	\$10,000

5. *Bid Requirements:* A responsive Bid must meet all the terms of the Foreclosure Sale. Each Bid shall be firm, unconditional, and fixed in an amount certain. Special conditions, alterations, or deletions will render a Bid non-responsive. A Bidder must submit a Bid in one of two ways:

- a. *Written Bids:* HUD will only accept a written Bid if received in a sealed envelope and accompanied with the Earnest Money Deposit. The Foreclosure Commissioner must receive a written Bid at least two (2) business days prior to the Foreclosure Sale; the date is stated on the cover page of this Invitation. There is no guarantee written Bids received by the Foreclosure Commissioner less than two (2) business days before the Foreclosure Sale will be accepted, even if the bid has the appropriate postmark. No delay will warrant an exception. If a Bidder desires to modify or alter a written bid after the Foreclosure Commissioner accepts, the Bidder must do so in writing at least twelve (12) hours prior to the time the Foreclosure Sale commences.
  - b. *Oral Bids:* At the Foreclosure Sale and using the assigned number provided, a Bidder orally states a Bid. Oral Bids can be modified orally up until the Foreclosure declares the High Bid.
  - c. *Electronic Bids:* HUD will reject and will cause the Foreclosure Commissioner to reject Bids and Bid modifications received through e-mail, facsimile, or other electronic means. Electronic Bids are not valid Bids. All Bids must be submitted in accordance with this Invitation.
6. *Minimum Bid:* If HUD has a minimum Bid amount, HUD will disclose it in the cover page. If no minimum Bid is listed, HUD does not have a minimum Bid to purchase the property.
7. *High Bidder at the Foreclosure Sale:* After reviewing all Bids, the Foreclosure Commissioner concludes the Foreclosure Sale and orally notifies the High Bidder and Second High Bidder of their respective bidding positions. The Property will be sold to the High Bidder. The Foreclosure Commissioner will retain the Earnest Money Deposit for the High Bidder and immediately cause the High Bidder to execute the Acknowledgment. All collected Earnest Money Deposits from the other Bidders will be returned before the Bidder leaves the Foreclosure Sale. The Foreclosure Commissioner will return the Earnest Money Deposits received for written Bids within seven (7) business days.
8. *Continuance of Offers:* Even though the Earnest Money Deposit is returned to unsuccessful Bidders, HUD considers all received Bids at the Foreclosure Sale as continuing offers until Closing. HUD will keep the contact information of the Second High Bidder in the event that Closing with the High Bidder does not occur. HUD may contact the Second High Bidder to accept the previously submitted Bid.

## SECTION IV: AFTER FORECLOSURE SALE AND LEADING UP TO CLOSING

1. *Post-Bid Documents*: The High Bidder must submit the following items to the Realty Specialist within **Five (5) business** days of the Foreclosure Sale in order for HUD to begin its review process. The following documents must show the High Bidder's capacity to own and operate the Property. Based on the required information and documents set forth below, as well as any additional information independently obtained and verified by HUD, in its sole discretion, HUD will determine whether the High Bidder is eligible, has the requisite experience, qualification, and financial capacity to purchase the Property. If Property is being sold as 'Buyer to determine property use' the High Bidder's required Post-Bid Documents will only include items a., b. and d. from the list below.

**FAILURE TO SUBMIT THE REQUIRED DOCUMENTS WITHIN THE INDICATED TIME FRAME MAY BE GROUNDS FOR HUD TO REJECT THE HIGH BID AND RETAIN THE HIGH BIDDER'S EARNEST MONEY DEPOSIT.**

- a. Previous Participation Certification (HUD 2530): Submit a Previous Participation Certification for the High Bidder and, if applicable, the intended Management Agent.
  - i. *Electronic Filers*: If the High Bidder has prior access to HUD's Secure Systems, after previously registering through HUD's Business Partner Registration as described in the Invitation, it should submit an electronic Previous Participation Form using the Active Partners System (APPS) and provide proof of the electronic submission to HUD.
  - ii. *Paper Filers*: If the High Bidder has not previously registered in APPS, the High Bidder should provide a completed paper HUD 2530 with original signatures. The High Bidder entity must have an established tax identification number (TIN) and each individual must list their social security number (SSN). High Bidder should transmit to HUD using an encrypted file. Additionally, High Bidder should include (1) an organizational chart for the ownership entity that shows each ownership tier, the roles of each controlling participant and each member with more than 25% ownership interest; and, (2) the ownership entity's organizational documents, include Articles of Incorporation, Certificate of Incorporation, Operating Agreement, Partnership Agreement, Charter, Bylaws, Agent Certification, and proof of TIN, as applicable.
- b. Certification of Substantial Compliance: The High Bidder must submit a complete and original Certification of Substantial Compliance, located in attachments to this Invitation. If HUD determines that properties disclosed by the High Bidder are not in substantial compliance with federal regulations and/or state and local codes, HUD may reject the High Bidder as not qualified to purchase the Property. The High Bidder may forfeit the Earnest Money Deposit as a result of such determination.
- c. Written Statement of Experience: The High Bidder must submit a written Statement of Experience that demonstrates at least five (5) years of experience successfully owning and managing properties similar to the Property. Please do not exceed five (5) pages per property and provide the following information for all properties owned by the High Bidder:

## Unsubsidized

- i. The location of other owned multifamily properties.
    - ii. The number of units and construction type (garden, walk-up, hi-rise, etc.) for each property.
    - iii. The type of management for each property.
    - iv. Whether the properties have government assistance (e.g., project-based or tenant-based assistance, tax-credit, municipal grants, etc.)
    - v. The physical, economic, and social needs of each property and how the High Bidder has addressed them.
    - vi. The High Bidder's plan to satisfy the conditions of the Foreclosure Sale; implement a sound financial and physical management program for the property; respond to the needs of the tenants; work cooperatively with resident organizations; provide organizational staff and financial resources; provide services, maintenance, and utilities to the Property.
  - d. Personal Financial and Credit Statement: The High Bidder must submit [Form HUD 92417](#) for each proposed Principal of the High Bidder.
2. *Acceptance of High Bid*: HUD does not fully accept the High Bid until the High Bidder submits all Post-Bid Documents, HUD reviews the Post-Bid Documents, and HUD, in its sole discretion, determines the eligibility of the High Bidder. HUD will notify the High Bidder of its determination in writing. Upon HUD's determination that the High Bidder is qualified, the High Bidder will be confirmed as the Approved High Bidder.
  3. *Rejection of High Bid*: After review of the Post-Bid Documents, HUD may determine that the High Bidder is not qualified to purchase the Property. HUD may reject the bid due to High Bidder's ineligibility, lack of qualifications, or failure to comply with the Invitation. HUD will notify the High Bidder of this determination in writing, as promptly as possible and generally, within thirty (30) days after the Foreclosure Sale. HUD may then contact the Second High Bidder.
  4. *Impact on Earnest Money Deposit*:
    - a. If HUD accepts the High Bid, the Approved High Bidder's Earnest Money Deposit will be credited toward the Purchase Price.
    - b. If HUD rejects the High Bid because the amount is unacceptable, HUD will refund Earnest Money Deposit will be refunded.
    - c. If HUD determines the High Bidder is not qualified to purchase the Property and the High Bidder has complied with the requirements of this Invitation, HUD will refund the Earnest Money Deposit.
    - d. If HUD finds that the High Bidder made misrepresentations or material omissions in its submission, or failed to comply with the Invitation, HUD will keep the Earnest Money Deposit.
  5. *Extensions*: The Approved High Bidder may request an additional thirty (30) calendar day period to allow more time for the Closing to occur. A written request clearly stating the reason for the Approved High Bidder's inability to close the sale, by the scheduled Closing date or by the end of any Extension Period, must be received within ten (10) days prior to the Closing date or the end of any Extension Period.
  6. *Post Bid Site Visit*: HUD will not grant any High Bidder request to tour, visit, or otherwise have access to the Property prior to Closing. To this end, HUD encourages participation in the site visit before the Foreclosure Sale, if available.
  7. *Closing Date*: The time and place for the Closing will be determined by HUD. The Closing date will occur within the time specified in the Acknowledgment. HUD reserves the right to extend the Closing date or revise the location.

## SECTION V: CLOSING

1. *Conveyance:* In accordance with the Act, HUD will convey the Property to the Approved High Bidder through a Foreclosure Deed. The Foreclosure Deed will not contain any warranties of title. The Foreclosure Deed is not subject to a redemption period by the defaulting owner of the Property. When the Invitation indicates, the Approved High Bidder and HUD will execute the Use Agreement and record as part of the Foreclosure Deed.
2. *Amounts Due at Closing:* The Foreclosure Sale is an all-cash sale. HUD is not offering financing to purchase the Property. At Closing, the Approved High Bidder will pay the Balance. HUD will not proceed with the Closing without acceptable receipt of the Balance, which shall be paid only in the form of certified funds or cashier's check made payable to: THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT.
3. *Closing Expenses:* HUD will pay all recordation fees for the Foreclosure Deed, and if applicable, the Use Agreement. Irrespective of local custom, the Approved High Bidder shall pay all remaining expenses including, but not limited to, all documentary stamp taxes and any costs incurred in connection with a review of title or title insurance.
4. *Prorations:* Approved High Bidder is responsible for paying all taxes, assessments, liens, and utility bills including, but not limited to, water, sewer, gas, electric, and any other encumbrances not extinguished by the Foreclosure Sale. These amounts will not be prorated from the High Bid or attributed to the Balance. If HUD received any rental payments from tenants living in the Property on the day of Closing, those rental payments will not be prorated nor credited toward the High Bid or attributed to the Balance.
5. *Extension Fees:* If Approved High Bidder paid Extension Fees and the Closing occurs prior to the expiration of an Extension Period, the prorated amount of the Extension Fees for the unused portion of the Extension Period will be credited toward the Balance at Closing. This is the only amount HUD will prorate.

*End of Invitation*

## EXHIBITS AND ATTACHMENTS

Exhibit 1: Legal Description  
Exhibit 2: Property Photos  
Exhibit 3: Property Summary

Attachment A: Acknowledgment by Bidder. Terms and Requirements of Foreclosure Sale

Attachment B: RESERVED

Attachment C: RESERVED

Attachment D: RESERVED

Attachment E: RESERVED

Attachment F: Rider of Historic Preservation

Attachment G: Certification of Substantial Compliance

Attachment H: RESERVED

Attachment I: RESERVED

Attachment J: RESERVED

Attachment K: RESERVED

Attachment L: RESERVED

Attachment M: RESERVED



BK 06742 PG 1455

## Exhibit 1 - Legal Description

### SECHEDULE OR EXHIBIT

### PROPERTY DESCRIPTIONS

ALL IN  
Block  
389

#### Running Descriptions of Land of AIDS Interfaith Residential Services, Inc. on the West Side of St. Paul Street South of North Avenue

##### Lot No. 1 -- No. 1820 St. Paul Street

Beginning at a point on the west side of St. Paul Street S 3° 09' 32" E 174.00 feet along the west side of St. Paul Street from its intersection with the south side of North Avenue, said Point of Beginning being the southeast-most corner of a lot granted by Jesse Thomas Dowling, III to Charles L. Smith by deed recorded among the Land Records of Baltimore City, Maryland in liber F.M.C. 59 folio 353, then continuing and on the west side of St. Paul Street and on or near a formstone building wall, per a bearing system based on the Maryland state plane grid direction (NAD 83) as determined by celestial observation.

1. S 3° 09' 32" E 17.00 feet to a point, northeast-most corner of a lot conveyed by Alex Silvey, et al. to Cynthia W. Kelly by Assignment dated November 5, 1999 and recorded among the said Land Records in liber F.M.C. 9093 folio 77, then leaving the west side of St. Paul Street and running along the north-most line of Kelly.

2. S 87° 02' 28" W 96.00 feet to a railroad spike with dimple set on the east-most line of a part of George H. Sargeant's land laid off to create a 15' 0½" wide alley for use in common per Agreement recorded among the aforesaid Land Records in liber J.B. 1144 folio 426, then with the east side of this alley,

3. N 3° 09' 32" W 17.00 feet to a plus cut set at the southwest-most corner of the aforesaid Charles L. Smith's lot, then leaving the 15' 0½" wide alley and following along the south-most line of Smith,

4. N 87° 02' 28" E 96.00 feet to the Point of Beginning, containing 1632 square feet of land, as surveyed by Edwin L. Smith, S.P., Practicing Engineer and Surveyor, in June and July, 2004, as shown on a plat dated July 23, 2004, re-certified on June 10, 2005.

Being one of the same lots conveyed by Charles L. Smith to AIDS Interfaith Residential Services, Inc. by Deed dated October 8, 2004 and recorded among the said Land Records in liber F.M.C. 6097 folio 470, known as 1828 St. Paul Street.

THE IMPROVEMENTS THEREON BEING KNOWN AS NO. 1820 ST. PAUL STREET.

LEASEHOLD: Subject to the payment of the annual ground rent of \$190.00, payable in equal half-yearly installments on the 7<sup>th</sup> days of June and December, in each and every year.

##### Lot No. 2 -- No. 1822 St. Paul Street

Beginning at a point on the west side of St. Paul Street S 3° 09' 32" E 157.00 feet along the west side of St. Paul Street from its intersection with the south side of North Avenue, said Point of Beginning being the southeast-most corner of a lot granted by Margaret E. Snowden to Preston Bailsford by Assignment dated August 28, 1995 and recorded among the Land Records of Baltimore City, Maryland in liber S.E.B. 5064 folio 343, then continuing on the west side of St. Paul Street and on or near a formstone wall, per a bearing system based on the Maryland state plane grid direction (NAD 83) as determined by celestial observation.

1. S 3° 09' 32" E 17.00 feet to a point, northeast-most corner of a lot granted by Jesse Thomas Dowling, III to Charles L. Smith by Deed recorded among the aforesaid Land Records in liber F.M.C. 59 folio 361, then leaving the west side of St. Paul Street and running along the north-most line of F.M.C. 59/361.

2. S 87° 02' 28" W 96.00 feet to a plus cut set on the east-most line of a part of George H. Sargeant's land laid off to create a 15' 0½" wide alley for use in common per Agreement recorded among the aforesaid Land Records in liber J.B. 1144 folio 426, then with the east side of this alley,

3. N 3° 09' 32" W 17.00 feet to a railroad spike with dimple set at the southwest-most corner of the aforesaid Bailsford's lot, then leaving the 15' 0½" wide alley and following along the south-most line of Bailsford,

4. N 87° 02' 28" E 96.00 feet to the Point of Beginning.

Containing 1632 square feet of land, as surveyed by Edwin L. Smith, S.P., Practicing Engineer and Surveyor in June and July, 2004, as shown on a plat dated July 23, 2004, re-certified June 10, 2005.

Being one of the same lots conveyed by Charles L. Smith to AIDS Interfaith Residential Services, Inc. by Deed dated October 8, 2004 and recorded among the said Land Records in liber F.M.C. 6097 folio 470, and known as 1822 St. Paul Street.

THE IMPROVEMENTS THEREON BEING KNOWN AS NO. 1822 ST. PAUL STREET.

LEASEHOLD: Subject to the payment of the annual ground rent of \$200.00, payable in equal half-yearly installments on the 7<sup>th</sup> days of March and September, in each and every year.



**Lot No. 3 -- No. 1826 St. Paul Street**

Beginning at a point on the west side of St. Paul Street S 3° 09' 32" E 123.00 feet along the west side of St. Paul Street from its intersection with the south side of North Avenue, said Point of Beginning being the southeast-most corner of a lot granted by Jesse Thomas Dowling, III to Charles L. Smith by Deed recorded among the Land Records of Baltimore City, Maryland, in liber F.M.C. 59 folio 453, then continuing along the line of the west side of St. Paul Street and on or near a formstone building wall, per a bearing system based on the Maryland state plane grid direction (NAD 83) as determined by celestial observation,

1. S 3° 09' 32" E 17.00 feet to a point, northeast-most corner of a lot granted by Margarete E. Snowden to Preston Bailsford by Assignment dated August 28, 1995 and recorded among the aforesaid Land Records in liber S.E.B. 5064 folio 343, then leaving the west side of St. Paul Street and running with the northernmost line of S.E.B. 5064 /343,
2. S 87° 02' 28" W 96.00 feet parallel to the south side of North Avenue to a railroad spike with dimple set on the east side of a 15' 0½" wide portion of an alley laid out by George H. Sargeant by Agreement recorded among the aforesaid Land Records in liber J.B. 1144 folio 426, then with the east side of said portion of said alley, and parallel to St. Paul Street,
3. N 3° 09' 32" W, at 1.69 feet crossing over a plus cut set at a corner of another portion of the aforesaid alley laid out by Sargeant across this lot being described, in all 17.00 feet to a plus cut set, the southwest-most corner of the aforesaid lot conveyed by Dowling to Smith and recorded in F.M.C. 59/453, then with the south line of F.M.C. 59/453 and parallel to the south side of North Avenue,
4. N 87° 02' 28" E, at 15.87 feet passing over a line of the herein secondly-mentioned portion of the alley laid out by Sargeant, in all 96.00 feet to the Point of Beginning,

Containing 1632 square feet of land, including 121 square feet encumbered as "private alley" per the aforesaid Agreement liber J.B. 1144 folio 426, as surveyed by Edwin L. Smith, S.P., Practicing Engineer and Surveyor in June and July, 2004, as shown on a plat dated July 23, 2004, re-certified June 10, 2005,

Being one of the same lots conveyed by Charles L. Smith to AIDS Interfaith Residential Services, Inc. by Deed dated October 8, 2004 and recorded among the said Land Records in liber F.M.C. 6097 folio 470, known as 1826 St. Paul Street,

THE IMPROVEMENTS THEREON BEING KNOWN AS NO. 1826 ST. PAUL STREET.

LEASEHOLD: Subject to the payment of the annual ground rent of \$120.00, payable in equal half-yearly installments on the 1<sup>st</sup> days of January and July, in each and every year.

**Lot No. 4 -- No. 1828 St. Paul Street**

Beginning at a point on the west side of St. Paul Street S 3° 09' 32" E 107.00 feet along the west side of St. Paul Street from its intersection with the south side of North Avenue, said Point of Beginning being the southeast-most corner of a lot granted by Jesse Thomas Dowling, III to Charles L. Smith by Deed recorded among the Land Records of Baltimore City, Maryland in liber F.M.C. 1412 folio 393, then continuing along the line of the west side of St. Paul Street and on or near a formstone building wall, per a bearing system based on the Maryland State Plane Grid Direction (NAD 83) as determined by celestial observation,

1. S 3° 09' 32" E 16.00 feet to a point, corner to a lot once conveyed by the Edmondson Building and Loan Association to Grafton Lloyd Rogers, et. ux. by Assignment dated August 1, 1940 and recorded among the said Land Records in liber M.L.P. 6064 folio 81, then leaving the west side of St. Paul Street and binding on the north-most line of the Rogers lot, and parallel to North Avenue
2. S 87° 02' 28" W, at 80.03 feet crossing the limits of a use-in-common alley created by George H. Sargeant per Agreement recorded among the said Land Records in liber J.B. 1144 folio 426, in all 96.00 feet to a plus cut set on a line of a portion of said private alley, 15' 0½" wide, still in the name of George H. Sargeant, then continuing in the bed of said alley, with Sargeant, and parallel to the west side of St. Paul Street,
3. N 3° 09' 32" W 2.90 feet to the northeast corner of said 15' 0½" wide portion of said alley, and to a point on the seventh line of a lot granted by Mid-Atlantic Enterprises, Inc. to Jin Ho Kang, et al. by Deed dated October 30, 1986 and recorded among the said Land Records in liber S.E.B 1067 folio 438, then with Jin Ho Kang, et al. and/or the ancient predecessor in title, George H. Sargeant,
4. N 87° 02' 28" E 14.96 feet, parallel to the south side of North Avenue, to a corner of George H. Sargeant's created by the aforesaid Agreement J.B. 1144 folio 426, then with Sargeant and later with Jin Ho Kang, et al., and parallel with the west side of St. Paul Street,
5. N 3° 09' 32" W 13.10 feet to the southwest-most corner of the said lot conveyed by Jesse Thomas Dowling, III to Charles Smith and recorded in liber F.M.C. 1412 folio 393, then running with the southern-most line of Smith, crossing said alley, at 10.00 feet crossing over an easternmost line of said alley, in all

6. N 87° 02' 28" E 81.04 feet parallel to North Avenue to the Point of Beginning,

Containing 1340 square feet of land, including 163 square feet encumbered as "private" alley, as surveyed by Edwin L. Smith, S.P., Practicing Engineer and Surveyor, in June and July, 2004, as shown on a plat dated July 23, 2004, re-certified on June 10, 2005.

Being one of the same lots conveyed by Charles L. Smith to AIDS Interfaith Residential Services, Inc. by Deed dated October 8, 2004 and recorded among the said Land Records in liber F.M.C. 6097 folio 470, known as 1828 St. Paul Street.

THE IMPROVEMENTS THEREON BEING KNOWN AS NO. 1828 ST. PAUL STREET.

LEASEHOLD: Subject to the payment of the annual ground rent of \$144.00, payable in equal half-yearly installments on the 1<sup>st</sup> days of January and July, in each and every year.

**Lot 5 -- No. 1830 St. Paul Street**

Beginning at a point on the west side of St. Paul Street S 3° 09' 32" E 90.00 feet along the west side of St. Paul Street from its intersection with the south side of North Avenue, said Point of Beginning being also at the southwest corner of the intersection of the west side of St. Paul St with the south side of a 10 foot wide private alley laid out by George H. Sargeant per Agreement recorded among the Land Records of Baltimore City, Maryland in liber J.B. 1144 folio 426, then continuing along the line of the west side of St. Paul Street and on or near a formstone building wall, per a bearing system based on the Maryland state plane grid direction (NAD 83) as determined by celestial observation,

1. S 3° 09' 32" E 17.00 feet to a point, corner to a lot conveyed by Jesse Thomas Dowling, III to Charles L. Smith by Deed recorded among the said Land Records in liber F.M.C. 59 folio 453, then leaving the west side of St. Paul Street and running with the north-most line of F.M.C. 59/453, and parallel to the south side of North Avenue,
2. S 87° 02' 28" W, at 71.04 feet crossing a line of another portion of the aforesaid alley laid out by Sargeant and then crossing said alley, in all 81.04 feet to a point on the ninth, or North 29 foot 6 inch line of a lot conveyed by Mid-Potomac Enterprises, Inc. to Jin Ho Kang, et. al. by Deed dated October 30, 1986 and recorded among the said Land Records in liber S.E.B. 1067 folio 438, then with Kang's ninth line and with a west line of said alley,
3. N 3° 09' 32" W 17.00 feet to a point, the southwest-most corner of a lot granted by Nathan M. Harris, et al. to Jin Ho Kang, et al. by Deed dated July 20, 1987 and recorded among the said Land Records in liber S.E.B. 1387 folio 168, then with S.E.B. 1387/ 168, at 10.00 feet passing over the dimple in a railroad spike set marking a corner of the first hereinbefore mentioned 10-foot wide private alley laid out by Sargeant with the herein secondly mentioned portion of said alley, thenceforth binding on a south side of said 10-foot wide alley, at 20.04 feet passing the southwest-most corner of three lots in the name of the Thomas F. and Clementine L. Mullan Foundation as recorded among the said Land Records in liber F.M.C. 8516 folio 486, as well as a deed or deeds apparently not correctly on record (for running descriptions of two of these lots see J.F.C. 1794/407, John F. Downey, et. al. Deed to Maplewood Realty Corp., November 14, 1964), and from thence bounding on the south sides of said three lots, as well as the south side of said 10-foot wide alley, and parallel to the south side of North Avenue, in all
4. N 87° 02' 28" E 81.04 feet to the Point of Beginning,

Containing 1378 square feet of land, including 170 square feet encumbered as "private alley" per the aforesaid Agreement J.B. 1144 folio 426, as surveyed by Edwin L. Smith, S.P., Practicing Engineer and Surveyor in June and July, 2004, as shown on a plat dated July 23, 2004, re-certified June 10, 2005.

Being one of the same lots conveyed by Charles L. Smith to AIDS Interfaith Residential Services, Inc. by Deed dated October 8, 2004 and recorded among the said Land Records in liber F.M.C. 6097 folio 470, known as 1830 St. Paul Street.

THE IMPROVEMENTS THEREON BEING KNOWN AS NO. 1830 ST. PAUL STREET

FEE SIMPLE

AFTER RECORDING PLEASE RETURN TO:

ARTISAN TITLE COMPANY  
807 N. CALVERT STREET  
BALTIMORE, MD 21202

Legal descriptions are provided as information only. Interested parties must ascertain legal descriptions through their own due diligence.



## Exhibit 2 : Pictures

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**AERIAL VIEW**



**FRONT VIEW**



## Subject Photographs

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Façade of subject buildings



Rear of subject buildings



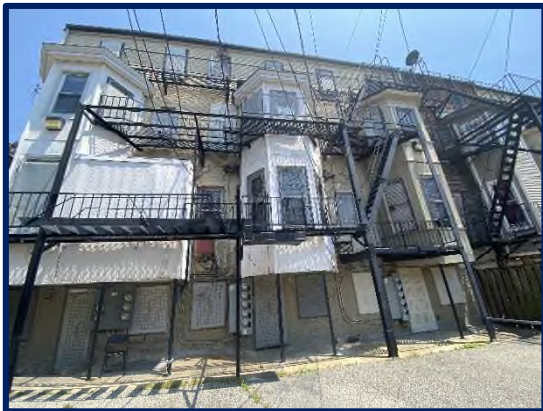
## Additional Subject Photographs



Façade of buildings



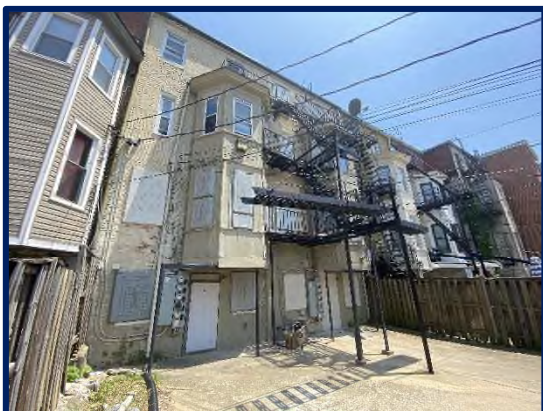
Façade of buildings



Rear of buildings



Rear of buildings



Rear of buildings



A rear yard



Kitchen in a unit

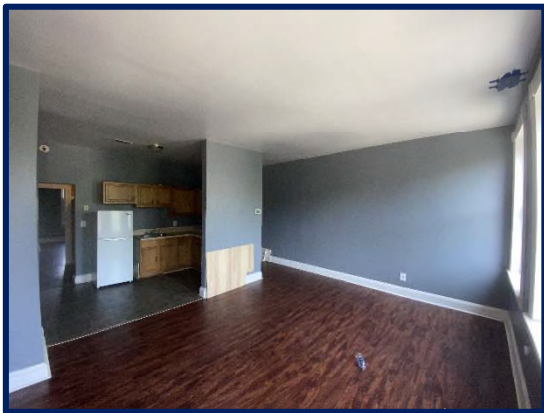




Typical living room



Typical living room



Typical living room



Typical living room



Typical living room



Typical living room



Typical kitchen



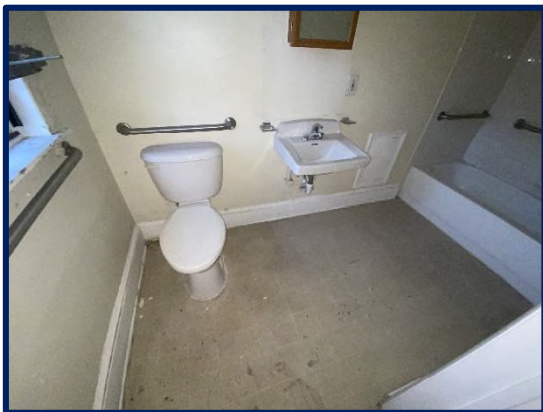
Typical kitchen



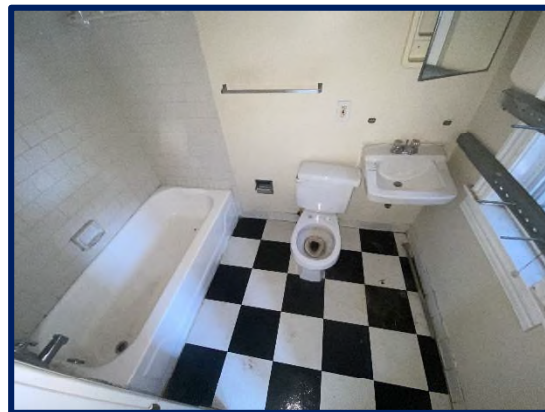
Typical bathroom



Typical bathroom



Typical bathroom



Typical bathroom

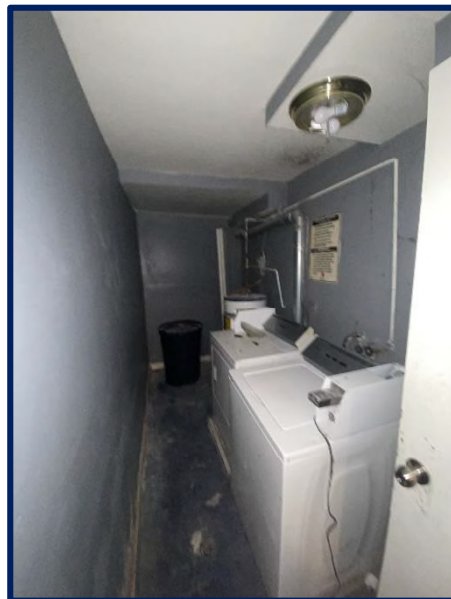




Typical interior stairs



Hot water heaters



A laundry room

Exhibit 3  
**Property Summary**

Property Name	Charles North Housing
Address	1820, 1822, 1826, 1828, & 1830 Saint Paul St, Baltimore, MD 21202
County	Baltimore
Resident Type	Multi-Family Residential

**Unit Count/Rentable Square Footage**

Total Residential Units <b>20</b>	Subsidized Units <b>0</b>	No. Commercial Spaces <b>0</b>
Revenue Units <b>20</b>	Unsubsidized Units <b>20</b>	Commercial Rentable Sqft <b>0</b>
Non-Revenue Units <b>0</b>	Staff Unit(s) <b>0</b>	Total Rentable Sqft <b>11800</b>

**Building/Site**

No. of Buildings: <b>1 bldg, 5 entrances</b>	Approx. Site Acreage: <b>0.162</b>
Stories per Building: <b>3 + Basement</b>	Foundation: <b>Masonry</b>
Type of Building: <b>Townhouse/Row House</b>	Roof Type/Age: <b>Flat / Built-up or rubber membrane</b>
Elevator(s) per Building: <b>NA</b>	Exterior: <b>Masonry</b>
Year Built: <b>1890</b>	Flooring: <b>Carpet, hardwood, vinyl tile, ceramic tile, concrete slab</b>
Rehabilitation Year: <b>Unknown</b>	Type of Rehabilitation:

**Mechanical Systems**

**Utilities**

**Parking**

Heating: <b>Electric</b>	Water: <b>City</b>	Assigned: <b>NA</b>	Self-Park <b>Street</b>
Air Conditioning: <b>Central</b>	Sewer: <b>City</b>	Covered: <b>NA</b>	Off-Site: <b>NA</b>
Hot Water: <b>Electric</b>	Garbage: <b>City</b>	Garage: <b>NA</b>	Total: <b>NA</b>

Apartment Features	Available	Community Features	Available
Air Conditioning	<input checked="" type="checkbox"/>	Laundry Room	<input checked="" type="checkbox"/> One in each building.
Dishwasher	<input type="checkbox"/>	Parking	<input type="checkbox"/>
Microwave	<input type="checkbox"/>	Exercise Room	<input type="checkbox"/>
Garbage Disposal	<input checked="" type="checkbox"/>	Picnic Area	<input type="checkbox"/>
Range/Oven	<input checked="" type="checkbox"/>	Playground Equip	<input type="checkbox"/>
Refrigerator	<input checked="" type="checkbox"/>	Swimming Pool	<input type="checkbox"/>
Blinds/Drapes	<input checked="" type="checkbox"/>	Jacuzzi/Whirlpool	<input type="checkbox"/>
Patio/Balcony	<input type="checkbox"/>	Dog Park	<input type="checkbox"/>
Washer/Dryer (in unit)	<input type="checkbox"/>	Business Center	<input type="checkbox"/>
W/D Connections	<input type="checkbox"/>	Community Space	<input type="checkbox"/>
Fireplace	<input type="checkbox"/>	Gated/Security	<input type="checkbox"/>
[list other here]	<input type="checkbox"/>	Fence in Rear	<input checked="" type="checkbox"/>

**Historical Occupancy** Data NOT Available

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Avg

**Historical Rents** Best Data Available

Type	No. of Units	Unit Sqft	Unit Rent (\$ per/mo)	
1BD /1BA	20	Approximately 600 sqft	\$697	Formerly Subsidized

**Historical Expenses** Data NOT Available

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Avg

**Use Restrictions/Subsidy Information**

Buyer to determine property use.

1828 & 1830 Saint Paul St. are subject to Historic Preservation Deed Covenant.

1820, 1822, 1826 Saint Paul St. are subject to a MHT (Maryland Historical Trust) Historic Preservation Easement. See Attachment F for Historic Preservation Deed Covenant and Easement.

The interest in the subject properties may be leasehold or fee simple. Bidders are expected to conduct their own due diligence.

No subsidy or assistance contract included in sale.

**Minimum Bid Amount/Announcements**

Unstated Minimum Bid

**Contact Information:**

**HUD Realty Specialist**

**Foreclosure Commissioner (for written bids only)**

Name: Dedra Harris	Name: T. Kelly Derryberry
Address: 307 W 7th Street, Suite 1000	Address: 504 Autumn Springs Ct. Suite 26
City/State/Zip: Fort Worth, TX 76102	City/State/Zip: Franklin, TN 37067
Phone: 817-978-5480	Phone: 615-807-2351
Email: dedra.a.harris@hud.gov	Email: kelly@mailpdlaw.com

Attachment A  
**Acknowledgement by Bidder**  
**Terms and Requirements of Foreclosure Sale**

**I. TERMS OF BID**

- A. The undersigned, \_\_\_\_\_, (the "High Bidder") submitted a bid of \_\_\_\_\_ dollars (\$ \_\_\_\_\_) (the "Bid") at the Foreclosure Sale to purchase Charles North Housing (the "Property") held at \_\_\_\_\_ on \_\_\_\_\_ 20\_\_\_\_ at \_\_\_\_\_ (AM/PM).

The legal description for the Property is included as Exhibit A. The Bid shall be calculated as follows:

1. EARNEST MONEY: \$ 10,000.00 in the form of a money order, certified funds, or cashier's check (the "Earnest Money Deposit") has been collected at the Foreclosure Sale by the Foreclosure Commissioner, and which shall not earn interest, and
2. BALANCE OF THE BID: The High Bidder will pay the difference between the Bid and the Earnest Money Deposit, a sum of \$ \_\_\_\_\_, (the "Balance") at Closing, in the form of a money order, certified funds, or cashier's check as provided in the Acknowledgement.

**II. HIGH BIDDER REPRESENTATIONS AND WARRANTIES.** The High Bidder hereby represents and warrants to HUD, that as of the execution date of this Acknowledgement and as of the date of the Closing, the following:

- A. High Bidder has full knowledge of all the terms, conditions, and requirements of the Foreclosure Sale contained herein. High Bidder affirms that they are required to follow the terms of the Invitation, including by reference, which are incorporated by reference from the Invitation.
- B. High Bidder has the power and authority to execute, deliver and perform this Acknowledgement and all transactions contemplated herein. High Bidder has taken or will take all actions necessary to perform its obligations under this Acknowledgment and to consummate the Foreclosure Sale. This Acknowledgement and all of the other instruments and agreements executed and delivered by High Bidder in connection with the Foreclosure Sale prior to the Closing Date have been or will be duly executed and delivered by High Bidder to HUD and constitute or will constitute legal, valid and binding obligations of High Bidder. These terms are enforceable against High Bidder, except as such enforcement may be limited law and by general principles of equity (whether considered in a proceeding at law or in equity). The execution, delivery and performance of this Acknowledgement by High Bidder does not violate any provisions of any existing federal, state, or local law or regulation applicable to High Bidder, or violate or contravene any judgment, injunction or decree binding upon High Bidder, or violate, contravene or constitute a default under any provision of the organizational documents, if any, governing High Bidder, or of any agreement, contract or other instrument binding upon High Bidder.
- C. High Bidder will accept the Property "AS IS" and understands HUD makes no representations or warranties concerning the physical condition of the Property.

**III. HUD REPRESENTATIONS AND WARRANTIES.** HUD makes no representations and warranties concerning the physical condition of the Property. HUD does not represent or warrant the occupancy of revenue producing units or any other factor bearing upon the value of the Property.

**IV. HIGH BIDDER OBLIGATIONS BEFORE CLOSING**

**A. Post-Bid Document Submission within Five (5) Days of Foreclosure Sale:** The High Bidder must submit the following items to HUD within the listed business days of the Foreclosure Sale in order for HUD to begin its review process. The following documents must illustrate the High Bidder's capacity to own and operate the Property. **If Property is being sold as 'Buyer to determine property use' the High Bidder's required Post-Bid Documents will only include items 1, 2, 4 and 5 from the list below.**

1. Previous Participation Certification (HUD 2530). Submit one (1) HUD 2530 for the High Bidder and one (1) separate HUD 2530 for any Management Agent.
  - i. Electronic Filers: If the High Bidder has prior access to HUD's Secure Systems, after previously registering through HUD's Business Partner Registration as described in the Invitation, it should submit an electronic Previous Participation Form using the Active Partners System (APPS) and provide proof of the electronic submission to HUD.
  - ii. Paper Filers: If the High Bidder has not previously registered in APPS, the High Bidder should provide a completed paper HUD 2530 with original signatures. The High Bidder entity must have an established tax identification number (TIN) and each individual must list their social security number (SSN). High Bidder should transmit to HUD using an encrypted file. Additionally, High Bidder should include (1) an organizational chart for the ownership entity that shows each ownership tier, the roles of each controlling participant and each member with more than 25% ownership interest; and, (2) the ownership entity's organizational documents, include Articles of Incorporation, Certificate of Incorporation, Operating Agreement, Partnership Agreement, Charter, Bylaws, Agent Certification, and proof of TIN, as applicable.
2. Certification of Substantial Compliance. The High Bidder must submit a complete and original Certification of Substantial Compliance, located in attachments to this Invitation. If HUD determines that properties disclosed by the High Bidder are not in substantial compliance with federal regulations and/or state and local codes, HUD may reject the High Bidder as not qualified to purchase the Property. The High Bidder may forfeit the Earnest Money Deposit as a result of such determination.
3. Written Statement of Experience. The High Bidder must submit a written Statement of Experience ("Statement"). The Statement must demonstrate approximately five (5) years of experience successfully owning and managing properties similar to the Property and must address future management of the Property. High Bidder shall not exceed five (5) pages per property when providing the following information for each property:
  - i. The location of other owned multifamily properties.
  - ii. The number of units and construction type (garden, walk-up, high-rise, etc.) for each property.
  - iii. Identify type of management for each property.
  - iv. Identify properties that have government assistance and type of assistance, i.e., project-based, tenant-based, etc.
  - v. Identify the initial physical needs of each property and how they were addressed.
  - vi. Identify the social needs of each property and how they were addressed.
  - vii. Identify the economic needs of each property and how they were addressed.

- viii. How, based on experience, the High Bidder will satisfy conditions of the sale, i.e., Post-Closing Repairs, income and rent restrictions, etc.
  - ix. How High Bidder will implement a sound financial and physical management Program for the Property.
  - x. How High Bidder plans to respond to the needs of the tenants and work cooperatively with resident organizations.
  - xi. How High Bidder will provide adequate organizational staff and financial resources to the Property.
  - xii. How High Bidder will provide services, maintenance and utilities to the Property.
4. Personal Financial and Credit Statement. The High Bidder must submit Form HUD-92417 for each of its controlling Principal(s).
5. Previous Participation Certification for Management Agent, if applicable.
6. Additional Documents Required for HUD Subsidized Properties:
- i. Management Agent Resume
  - ii. Affirmative Fair Housing Marketing Plan (Form HUD-935.2A)
  - iii. Management Entity Profile (Form HUD-9832).
  - iv. Project Owner's/Management Agent's Certification Form HUD [9839-A](#), [9839-B](#) or [9839-C](#). Must choose applicable version.
- B. Changes within five (5) Days to the High Bidder or Management Agent. If the High Bidder, the Management Agent, or any Controlling Participant there of changes, the individual or entity shall resubmit a corrected Previous Participation Certification within five (5) days of any such change.
- C. The High Bidder shall ensure compliance with submissions as required herein. Failure to comply with all requirements may result in High Bidder declared ineligible to purchase the Property. In such case, the High Bidder shall forfeit the Earnest Money Deposit and Extension Fees paid.

## **V. HUD'S REVIEW OF POST-BID SUBMISSION**

- A. Before HUD can schedule the Closing, HUD must complete the review of the submitted documents and approve the High Bidder.
- B. HUD will provide a response to the High Bidder, and Management Agent if applicable, within fifteen (15) days of receipt.
- C. Acceptance of High Bid. HUD does not fully accept the High Bid until the High Bidder submits all Post-Bid Documents, HUD reviews the Post-Bid Documents, and HUD, in its sole discretion, determines the eligibility of the High Bidder. HUD will notify the High Bidder of its determination in writing. Upon HUD's determination that the High Bidder is qualified, the High Bidder will be confirmed as the Approved High Bidder.
- D. Rejection of High Bid. After review of the Post-Bid Documents, HUD may determine that the High Bidder is not qualified to purchase the Property. HUD may reject the bid due to High Bidder's ineligibility, lack of qualifications, or failure to comply with the Invitation. HUD will notify the High Bidder of this determination in writing, as promptly as possible and generally within thirty (30) days after the Foreclosure Sale. HUD may then contact the Second High Bidder.

## VI. CLOSING

- A. Time is of the essence.
- B. If HUD confirms the High Bidder is qualified to purchase the Property, HUD will notify the Approved High Bidder in writing. Closing shall be within thirty (30) calendar days of approval unless the High Bidder requests and HUD grants an Extension Period.
- C. The Closing date and place will be determined by the Foreclosure Commissioner and/or HUD and will occur within thirty (30) days of HUD approval of the High Bidder. HUD and/or the Foreclosure Commissioner will notify the High Bidder of the Closing.
- D. At Closing, the High Bidder shall assume all responsibilities and obligations as Owner of the Property arising on or after the Closing. After the Closing, HUD shall have no further responsibilities or obligations with respect to the Property.
- E. High Bidder shall pay the Balance at Closing in the form of a money order, certified funds, or cashier's check made payable to: THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT.
- F. CLOSING COSTS, DEPOSITS, REPAIR ESCROW: In addition to the Balance, the High Bidder will be required to pay all Closing costs, regardless of local custom, and, where applicable, fund deposits to reserve accounts and obtain any Letter(s) of Credit for the Repair Escrow. However, HUD will pay fees for recording the Foreclosure Deed and Use Agreement, if any.
- G. EXECUTION OF USE AGREEMENT: Without limiting the foregoing, at Closing, High Bidder will execute the Use Agreement and required exhibits as contained in the Invitation. The Use Agreement will control the use of the Property for the specified period, be recorded as part of the Foreclosure Deed, and will run with the land.
- H. EXTENSION OF CLOSING DATE
  - 1. High Bidder may request an additional thirty (30) calendar day period (the "Extension Period") for the Closing to occur. High Bidder must submit a written request, which clearly states the reason for the High Bidder's inability to close the sale on or before the Closing date, or within any Extension Period. HUD must receive any Extension Period request no less than ten (10) days prior to the Closing date. The request must be accompanied by the payment of the required Extension Fees and sent to the following address:

Multifamily Property Disposition  
ATTN: Jovanna M. Morales, Director  
307 W. 7<sup>th</sup> Street, Suite 1000  
Fort Worth, TX 76102

- 2. All payments for an Extension Period must be in the form of a cashier's check or certified check made payable to: The U.S. Department of Housing and Urban Development
- 3. HUD will notify the High Bidder in writing of all approved Extension Periods. HUD will grant an Extension in accordance with the following conditions:
  - i. Extension Fees shall be equal to \$ 34.54 per unit in the Project per calendar day, or one and one-half percent (1.5%) of the Bid, whichever amount is greater.
  - ii. Extension Fees will not be credited against the Balance. However, if the Closing is held prior to the end of the Extension Period, the prorated amount of the Extension Fees for the unused portion of the Extension Period shall be credited toward the Balance.

- iii. HUD shall not be obligated to grant any additional Extension Period because it has previously granted one or more Extension Period.
- iv. If High Bidder does not submit any HUD-required Post-Bid Documents within sufficient time for HUD's review, and such delay necessitates an Extension Period, Extension Fees shall be paid for this time.

## **VII. PRORATIONS**

- A. **TAXES AND FEES:** High Bidder is responsible for paying all taxes, assessments, liens, and utility bills including, but not limited to, water, sewer, gas, electric, and any other encumbrances not extinguished by the Foreclosure Sale. Any amounts paid will not be prorated to the Balance or used to offset the Bid amount in any way. HUD is responsible for payment of taxes before the closing date.
- B. **PROPERTY RENTS:** Regardless of the Closing Date, rent collected by HUD, if any, will not be prorated toward the Balance.
- C. **EXTENSION FEE:** In the event High Bidder pays Extension Fees, and the Closing occurs before the expiration of the Extension Period, a prorated amount of the unused portion of the Extension Fees shall be credited toward the Balance.

## **VIII. BREACH**

- A. The High Bidder agrees that any breach of these terms shall result in the forfeiture of the Earnest Money Deposit, and the payment of any expenses incurred by HUD in managing the property, including taxes, and utilities, until transfer of ownership in a Closing, as liquidated damages, not a penalty.
  - 1. Failure to pay these funds shall result in a debt to the federal government.
  - 2. Failure to pay these funds may result in the High Bidder being prevented from participation in future HUD foreclosure sales.
- B. Breach by the High Bidder includes withdrawing their Bid after signing this document, and any other actions or inactions by the High Bidder that result in failure to close on the sale.
- C. If actions by HUD result in failure to close on the sale, High Bidder's sole remedy shall be the return of any amounts paid by High Bidder pursuant to this Agreement. Without limiting the generality of the foregoing, High Bidder hereby waives any claim for damages (other than amounts paid by High Bidder pursuant to this Agreement) and any right to seek specific performance or other equitable relief.
- D. Upon the failure or refusal of the High Bidder to comply with any of the requirements in this Acknowledgement, HUD may declare the High Bidder ineligible to purchase the Property, in which case the High Bidder shall forfeit the Earnest Money Deposit and any Extension Fees paid.

## **IX. MISCELLANEOUS**

- A. **RISK OF LOSS AND RIGHTS OF RECISSION:** In the event of any substantial damage to the Property prior to Closing by any cause, including but not limited to fire, flood, hurricane, earthquake, tornado, or significant vandalism, HUD, in its sole discretion, may renegotiate with the High Bidder for a reduction in the Bid corresponding to the estimated amount of damages. Such amount shall be added to the Post-Closing Repair amount, if applicable. If the Bid reduction cannot be negotiated or if the High Bidder and HUD are unable to agree on the amount by which



the Bid should be reduced, or on the amendment to any Post-Closing Repair requirements, High Bidder may withdraw the Bid. In such case, HUD will retain the Earnest Money Deposit and any Extension Fees paid.

- B. EXISTING SECURITY DEPOSITS: Any security deposits collected from tenants and paid to HUD or in HUD's control prior to Closing shall be assigned to High Bidder within fifteen (15) business days of Closing. In no event shall HUD deliver security deposits forfeited by a tenant in accordance with the terms of the tenant's lease. Notwithstanding state and local law, HUD will not transfer any other security deposit collected from tenants. HUD has no other liability under state and local law with respect to security deposits. High Bidder agrees to assume all responsibility and liability under state and local law with respect to the collection, application, and return of tenant's security deposits.
- C. SEVERABILITY: If, for any reason, one or more of the provisions contained in the Invitation, including this Acknowledgment, the Use Agreement, or any other attachments or exhibits thereto, shall be held to be invalid, illegal, or unenforceable in any respect, such invalidity, illegality, or unenforceability shall not affect any other provision(s) of the Invitation, but the Invitation shall be construed as if such invalid, illegal, or unenforceable provision(s) had never been included therein.
- D. LIMITATION OF LIABILITY: In no event shall HUD's liability exceed the Earnest Money Deposit and any Extension Fees paid.
- E. ASSIGNMENT: High Bidder may not assign its rights and responsibilities under this Acknowledgment without the prior written consent of HUD.
- F. CONFLICTING TERMS: If there are terms or conditions herein that conflict with the terms or conditions contained in the Invitation incorporated herein by reference, the terms or conditions of this Acknowledgment shall control.
- G. REQUIRED FORMS: The High Bidder acknowledge the receipt of the Use Agreement as a term and condition of the Foreclosure Sale and the inclusion of the riders attached to the Use Agreement in the Invitation.

*Signature Page Follows*

Unsubsidized

By signature below, High Bidder acknowledges and agrees to the terms and conditions of the Foreclosure Sale. In the case where an agent or representative of the High Bidder submitted the Bid, the signatory attests to be duly authorized to submit the bid on behalf of the High Bidder and to execute this Acknowledgement.

I/We, the undersigned, certify under penalty of perjury that the information provided above is true and correct. WARNING: Anyone who knowingly submits a false claim or makes a false statement is subject to criminal and/or civil penalties, including confinement for up to 5 years, fines, and civil and administrative penalties. (18 U.S.C. §§ 287, 1001, 1010, 1012, 1014; 31 U.S.C. §3729, 3802).

Executed by the High Bidder on the \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_.

Witness Signature:

By:

Printed Name:

Printed Name:

Address:

Address:

City, State, Zip:

City, State, Zip:

# Attachment F

## **RIDER OF HISTORIC PRESERVATION**

As to and effecting only Lot 4 (1828 Saint Paul St.) and Lot 5 (1830 Saint Paul St.)(collectively, as used herin, the "Property") The Deed A shall contain the following provision:

1. The Property is located in a Historic Preservation area or may be eligible for preservation under the National Historic Preservation Act. Therefore, in order to assure compliance with Section 106 of the National Historic Preservation Act of 1966, as amended by 16 USC §470f, the regulations thereunder, and its implementing regulation, 36 CFR 800, "Protection of Historic Properties," the Grantee covenants that the Property shall be preserved and maintained in accordance with the recommended approaches in "The Secretary of the Interior's Standards for Rehabilitation and Guidelines for Rehabilitation of Historic Buildings" (U.S. GPO: 1983 0-416-688).
2. The State Historic Preservation Officer, utilizing sole discretion for good cause, may modify or cancel any or all of the foregoing restriction(s) upon written application of the Grantee, any/all successors and assigns.
3. Further, the Grantee, its successors and assigns, will obtain written permission or approval from the State or Tribal Historic Preservation Officer before initiating any repairs, rehabilitation, or alterations to the Property.

By initialing hereunder the parties acknowledge that this Rider is incorporated into and is part of the Use Agreement.

Grantee \_\_\_\_\_

HUD\_\_\_\_\_

Attachment G  
**Certificate of Substantial Compliance**

TO: The United States Department of Housing and Urban Development

FROM:

I certify to HUD that any and all project(s) that are owned by \_\_\_\_\_ , or its affiliates, and located in \_\_\_\_\_ (City or Town where project being purchased is located) is/are in substantial compliance with applicable state and/or local housing statutes, regulations, ordinances and codes and are listed on Schedule A attached hereto.

WARNING: It is a crime to knowingly make false statements to the United States in this document or any other document related to this sale. Penalties upon conviction can include a fine or imprisonment. For details see: Title 18 U.S. Code, Section 1001 and Section 1010.

By:

Signature	_____
Grantee Name	_____
Title	_____
Address	_____
Telephone Number	_____
Date	_____

STATE OF:	)
COUNTY OF:	)

Came before me this \_\_\_\_\_ day of \_\_\_\_\_ , 20\_\_\_\_. Notary Seal.

**Schedule A**

All projects owned by \_\_\_\_\_ or affiliates.

List each project name	List name of principal or affiliate with ownership of project.	List project address