

subject to penalty points in a single application in the next tax credit funding round equal to three (3) times the point value of the selection criteria that cannot be satisfied.

Applicants requesting more than one (1) Material Change relating to selection criteria in a single funding cycle shall be subject to a one (1) year suspension participation in the LHC's LIHTC funding round(s).

The approval of any Material Change requested due to reliance on a representation made by a governmental entity and the penalties, if any, to be assessed, will be at the discretion of the LHC Board of Directors. Such reliance will not permit a site change. Any site change may cancel any reservation, commitment or allocation of tax credits to such project.

The Board may waive penalties in extraordinary circumstances.

Notwithstanding the above, the Applicant/Developer must notify the Corporation of any changes to the project, including but not limited to, unit mix and development type. It is the Applicant's responsibility to provide required public notification of any such changes.

Management Company Updates

The Management Company for the project will be required to provide electronically to the Corporation, through a Corporation-approved medium, any changes in contact information, as well as, but not limited to information on the number of vacancies and unit mix.

Section VII- Selection Criteria

Applications shall be evaluated using the preference and selection criteria required in IRC Section 42, and as specifically listed in Section 42(m)(1)(B) and Section 42(m)(1)(C). Aggregate rankings or scoring will in no way guarantee an award of tax credits to a particular project. During the application review process and throughout the allocation process, LHC will utilize its sound and reasonable judgment and will exercise its discretion consistent with sensible and fair business practices. LHC reserves the right not to reserve tax credits to any Applicant for a Project, regardless of the Project's score. Certain selection criteria are subject to compliance monitoring and will be incorporated into the TCRA and will be binding for the length of the TCRA or any renewal thereof. In the event that the final scores of more than one Application are identical, LHC will implement the Tie-breaking Procedures outlined in the Competitive Evaluation section of the 2019 QAP.

LHC reserves the right to limit the Tax Credit Reservation to any parish in an amount that would allocate no more than forty percent (40%) of the total units allocated in the 2019 allocation year.