

PROMISSORY NOTE
(HOME Loan)

\$2,000,000

Concord, California
July 1, 2022

FOR VALUE RECEIVED, the undersigned Galindo, L.P., a California limited partnership ("Borrower") hereby promises to pay to the order of the County of Contra Costa, a political subdivision of the State of California ("Holder"), the principal amount of Two Million Dollars (\$2,000,000) plus interest thereon pursuant to Section 2 below.

All capitalized terms used but not defined in this Promissory Note (HOME Loan) ("HOME Note") have the meanings set forth in the HOME and HOPWA Loan Agreement between Borrower and Holder of even date herewith (the "Loan Agreement").

1. Borrower's Obligation. This HOME Note evidences Borrower's obligation to repay Holder the principal amount of Two Million Dollars (\$2,000,000) in HOME Funds with interest for the funds loaned to Borrower by Holder to finance the rehabilitation of the Development pursuant to the Loan Agreement.

2. Interest.

(a) Subject to the provisions of Subsection (b) below, the HOME Loan bears simple interest at a rate of three percent (3%) per annum from the date of disbursement until full repayment of the principal balance of the Home Loan.

(b) If an Event of Default occurs, interest will accrue on all amounts due under this HOME Note at the Default Rate until such Event of Default is cured by Borrower or waived by Holder.

3. Term and Repayment Requirements. Principal and interest under this HOME Note is due and payable as set forth in Section 2.8 of the Loan Agreement. The unpaid principal balance hereunder, together with accrued interest thereon, is due and payable no later than the date that is the fifty-fifth (55th) anniversary of the Completion Date; provided, however, if a record of the Completion Date cannot be located or established, the Loan is due and payable on the fifty-seventh (57th) anniversary of the date of this HOME Note.

4. No Assumption. This HOME Note is not assumable by the successors and assigns of Borrower without the prior written consent of Holder, except as provided in the Loan Agreement.

5. Security. This HOME Note, with interest, is secured by the Deed of Trust. Upon execution, the Deed of Trust will be recorded in the official records of Contra Costa County, California. Upon recordation of the Deed of Trust, this HOME Note will become nonrecourse to Borrower, pursuant to and except as provided in Section 2.10 of the Loan Agreement which

Section 2.10 is hereby incorporated into this HOME Note. The terms of the Deed of Trust are hereby incorporated into this HOME Note and made a part hereof.

6. Terms of Payment.

(a) Borrower shall make all payments due under this HOME Note in currency of the United States of America to Holder at Department of Conservation and Development, 30 Muir Road, Martinez, CA 94553, Attention: Assistant Deputy Director, or to such other place as Holder may from time to time designate.

(b) All payments on this HOME Note are without expense to Holder. Borrower shall pay all costs and expenses, including re-conveyance fees and reasonable attorney's fees of Holder, incurred in connection with the enforcement of this HOME Note and the release of any security hereof.

(c) Notwithstanding any other provision of this HOME Note, or any instrument securing the obligations of Borrower under this HOME Note, if, for any reason whatsoever, the payment of any sums by Borrower pursuant to the terms of this HOME Note would result in the payment of interest that exceeds the amount that Holder may legally charge under the laws of the State of California, then the amount by which payments exceed the lawful interest rate will automatically be deducted from the principal balance owing on this HOME Note, so that in no event is Borrower obligated under the terms of this HOME Note to pay any interest that would exceed the lawful rate.

(d) The obligations of Borrower under this HOME Note are absolute and Borrower waives any and all rights to offset, deduct or withhold any payments or charges due under this HOME Note for any reason whatsoever.

7. Event of Default; Acceleration.

(a) Upon the occurrence of an Event of Default, the entire unpaid principal balance, together with all interest thereon, and together with all other sums then payable under this HOME Note and the Deed of Trust will, at the option of Holder, become immediately due and payable without further demand.

(b) Holder's failure to exercise the remedy set forth in Subsection 7(a) above or any other remedy provided by law upon the occurrence of an Event of Default does not constitute a waiver of the right to exercise any remedy at any subsequent time in respect to the same or any other Event of Default. The acceptance by Holder of any payment that is less than the total of all amounts due and payable at the time of such payment does not constitute a waiver of the right to exercise any of the foregoing remedies or options at that time or at any subsequent time, or nullify any prior exercise of any such remedy or option, without the express consent of Holder, except as and to the extent otherwise provided by law.

(c) The notice and cure rights of Borrower's limited partner are set forth in Section 6.5 of the Loan Agreement.

8. Waivers.

(a) Borrower hereby waives diligence, presentment, protest and demand, and notice of protest, notice of demand, notice of dishonor and notice of non-payment of this HOME Note. Borrower expressly agrees that this HOME Note or any payment hereunder may be extended from time to time, and that Holder may accept further security or release any security for this HOME Note, all without in any way affecting the liability of Borrower.

(b) Any extension of time for payment of this HOME Note or any installment hereof made by agreement of Holder with any person now or hereafter liable for payment of this HOME Note must not operate to release, discharge, modify, change or affect the original liability of Borrower under this HOME Note, either in whole or in part.

9. Miscellaneous Provisions.

(a) All notices to Holder or Borrower are to be given in the manner and at the addresses set forth in the Loan Agreement, or to such addresses as Holder and Borrower may therein designate.

(b) Borrower promises to pay all costs and expenses, including reasonable attorney's fees, incurred by Holder in the enforcement of the provisions of this HOME Note, regardless of whether suit is filed to seek enforcement.

(c) This HOME Note is governed by the laws of the State of California.

(d) The times for the performance of any obligations hereunder are to be strictly construed, time being of the essence.

(e) The Loan Documents, of which this HOME Note is a part, contain the entire agreement between the parties as to the Loan. This HOME Note may not be modified except upon the written consent of the parties.

signature on following page

IN WITNESS WHEREOF, Borrower is executing this HOME Note as of the day and year first above written.

GALINDO, L.P.,
a California limited partnership

By: RCD GP III LLC,
a California limited liability company,
its general partner

By: Resources for Community Development,
a California nonprofit public benefit corporation,
its sole member/manager

By: _____
Daniel Sawislak,
Executive Director