STATEMENT OF RECAPTURE TAX REIMBURSEMENT

The undersigned has requested reimbursement for the federal Internal Revenue Service's (IRS) Recapture Tax paid following the sale or disposition of my/our home. I/We purchased my/our home with a mortgage loan through the First-time Homebuyer Program with the South Dakota Housing Development Authority (SDHDA).

As part of my/our request for reimbursement, I/we make the following statement:

> If at anytime I/we were to be audited by the IRS, and receive a refund of taxes because of the Recapture Tax, I/we will reimburse SDHDA for the amount reimbursed to me/us.

By signing below, Mortgagor(s) accepts and agrees to the terms and provisions as stated above.

Mortgagor	**Date**	**Mortgagor**	**Date**