

After recording please return to:  
 Oregon Housing and Community  
 Services Department  
 PO Box 14508  
 Salem, OR 97309-0409  
 Attn: Roz Barnes

Vol M01 Page 4366

mtc 92263 - KR

SPACE ABOVE FOR RECORDER'S USE

SECOND AMENDMENT TO GRANT AGREEMENT  
 SPECIAL PURPOSE GRANT OR16SPG23

THIS AMENDMENT TO THE SPECIAL PURPOSE GRANT AGREEMENT (this "Amendment"), is dated as of January 25, 2000, and is made to that certain Grant Agreement (the "Agreement"), dated November 16, 1994, by and between the KLAMATH HOUSING AUTHORITY ("Recipient") and OREGON HOUSING AND COMMUNITY SERVICES DEPARTMENT ("Department"). The Agreement was recorded in the County of Klamath on November 28, 1994, as Instrument No. 91677 in Volume M94 on Page 36194. All capitalized or defined terms not defined herein shall have the same respective meaning as in the Agreement.

The Agreement shall be amended as follows:

1. Add Article XI which shall read as follows:

ARTICLE XI:

Rural Development ("RD") ("Lender") wishes to make a loan in the initial principal amount of Eight Hundred and Four Thousand Dollars (\$804,000) ("Loan"). The RD Loan will be at an interest rate of one percent (1%) to Klamath Housing Authority ("Borrower"), said Loan to be secured by Borrower's deed of trust ("Lender's Lien").

To induce Lender to make the mentioned RD Loan, the Department heretofore has agreed and consents to the subordination of the Agreement to the Lender's Lien, Trust Deed and UCC-1A.

Agreed to as of the date first written above.

OREGON HOUSING AND COMMUNITY  
 SERVICES DEPARTMENT

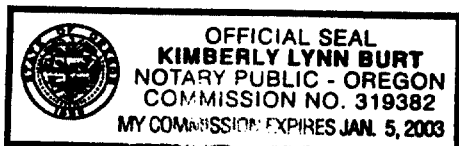
By: Jack Kenny  
 Name: Jack Kenny  
 Title: Deputy Director  
"Department"

BORROWER NAME

By: Dan King  
 Name: Dan King  
 Title: Board Chair  
"Recipient"

STATE OF OREGON                    )  
   )ss:  
 County of Marion                    )

The foregoing instrument was acknowledged before me this 25<sup>th</sup> day of January 2000, by Jack Kenny who is the Deputy Director of Oregon Housing and Community Services Department, on behalf of the Department.



Kimberly Lynn Burt  
 Notary Public for the State of Oregon  
 My commission expires: 1/5/2003

STATE OF OREGON                    )  
   )ss:  
 County of Klamath                    )

The foregoing instrument was acknowledged before me this 26<sup>th</sup> day of January 2001, by Dan King who is the Chairman of the Board of \_\_\_\_\_, on behalf of the Recipient.



Kristil Redd  
 Notary Public for the State of Oregon  
 My commission expires: 11/18/2003

State of Oregon, County of Klamath  
 Recorded 02/02/01, at 3:28 p.m.  
 In Vol. M01 Page 4366  
Linda Smith,  
 County Clerk Fee\$ 26.00