

February 1, 2002

RESIDENT IMPACT STATEMENT

Gray-Smith Partnership anticipates that on or after one year, it will terminate participation in the following federally assisted housing program for the following eight units in USDA Rural Development Project.

Minnesota law requires the owner to submit to the residents of the project, the City of Granite Falls, and the Minnesota Housing Finance Agency a statement of the impact of such termination on the residents of the project. This document performs that purpose.

- (1) All eight units within the project will no longer be subject to rent restriction imposed by the federal program. The termination of our project will be no earlier than twelve months after the date of this impact statement.
- (2) Owner estimates that the rents to be charged after termination will be similar to current rents charged under the federal program of (1) bedroom \$245/315 and (2) bedroom \$265/350.
- (3) Owner proposes to assist qualified tenants who may experience an increase in rent upon termination to obtain Section 8 voucher from the United States Department of Housing and Urban Development or the Housing and Redevelopment Authority to avoid displacement.

Dated: 2-1-02

(owner)

Gray-Smith Partnership  
By Jack Smith  
Its Partner