DELAWARE COUNTY IOWA
FILED
2005 JAN 21 AM 9:41
BOOK 2005 239
DEBORAH L. BYRON
DELAWARE CO. RECORDER
1.00

ENV
RETURN TO:
A TITLE ESCROW CO. INC.
524 WEST STEPHENSON STREET
FREEPORT, ILLINOIS 61032

Prepared by: City of Manchester, 208 E. Main Street, Manchester, Iowa 52057 (563) 927-3636

SUBORDINATION AGREEMENT

On this 13th day of December, 2004, the City of Manchester, Iowa, as holder of the Manchester Housing Rehabilitation Program Forgivable Loan to Mary Adams, dated December 16th, 1998, and recorded May 5th, 1999, in Book 1999, Page 1589 does hereby agree to subordinate said mortgage lien to the mortgage lien of Paragon Home Lending dated Dec. 22, 2004 and filed the 6th day of January, 2005 in Book 2005, Page 90 of the records of the Delaware County Recorder on the following described real estate in Delaware County, Iowa:

> Lot Fifty Three and One-Half (53 ½), except the North fifty nine (59) feet thereof, and the West seven (7) feet of Lot Fifty Four (54), except the North fifty nine (59) feet thereof, in Manchester, Iowa; also that part of Lot Fifty Four (54), Manchester, Iowa, described as commencing seven (7) feet East of the Southwest corner of said Lot Fifty Four (54), thence running North forty five and one-half (45 ½) feet, thence East twenty (20) feet, thence South eighteen (18) feet to the South line of Lot Fifty Four (54) thence West forty (40) feet to the point of the beginning

The Forgivable Loan Agreement with the City of Manchester will be junior and inferior to the lien of Paragon Home Lending LLC dated on the 22nd day of December, 2004.

Milt L. Kramer
Milt L. Kramer, Mayor

Erin Rempe
Erin Rempe, City Clerk

STATE OF IOWA)
) ss:
COUNTY OF DELAWARE)

On this 14th day of December, 2004, before me, Julie A. Swanson, a Notary Public in and for the State of Iowa, personally appeared Milt L. Kramer and Erin Rempe, to me personally known, and who, being by me duly sworn, did say they are the Mayor and City Clerk, respectively, of the City of Manchester, Iowa, that the seal affixed to the foregoing instrument is the corporate seal of the corporation, and that the instrument was signed and sealed on behalf of the corporation, by the authority of the City Council, as contained in Resolution Number R-121-2004 adopted by the City Council on the 13th day of December, 2004, and that Milt L. Kramer and Erin Rempe acknowledge the execution of the instrument to be their voluntary act and deed and the voluntary act and deed of the corporation, by it voluntarily executed.

Julie A. Swanson
Julie A. Swanson, Notary Public

NOTARIAL SEAL IOWA
JULIE A. SWANSON
Commission Number 224151
My Comm. Exp. 8-23-05

R-121-2004

RESOLUTION APPROVING SUBORDINATION AGREEMENT

WHEREAS, the City of Manchester, Iowa, had granted to Mary Adams, a Manchester Housing Rehabilitation Program Forgivable Loan to assist LMI buyers of single family residences in housing rehabilitation; and

WHEREAS, the City of Manchester, Iowa has a second mortgage on the property of Mary Adams; and

WHEREAS, Mary Adams desires to refinance her existing first mortgage with Paragon Home Lending to allow for a lower interest rate and asks that the City subordinate their present Manchester Housing Rehabilitation Program Forgivable Loan Agreement and take a second lien position.

NOW, THEREFORE BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF MANCHESTER, IOWA, that the Subordination Agreement dated December 13th, 2004, whereby the City shall hold the second mortgage on property owned by Mary Adams, be hereby approved and the Mayor and City Clerk be authorized to sign said Agreement.

Passed and approved the 13th day of December, 2004.

Milt L. Kramer

Milt L. Kramer, Mayor

ATTEST:

Erin Rempe, City Clerk

LEGAL DESCRIPTION

File No.: 040116212

Lot Fifty Three and One-Half (53 1/2), except the North fifty nine (59) feet thereof, and the West seven (7) feet of Lot Fifty Four (54), except the North fifty nine (59) feet thereof, in Manchester, Iowa; also that part of Lot Fifty Four (54), Manchester, Iowa, described as commencing seven (7) feet East of the Southwest corner of said Lot Fifty Four (54), thence running North forty five and one-half (45 1/2) feet, thence East twenty (20) feet, thence South twenty seven and one-half (27 1/2) feet, thence East twenty (20) feet, thence South eighteen (18) feet to the South line of said Lot Fifty Four (54), thence West forty (40) feet to the point of beginning.

All situated in the County of Delaware, State of IA.

Note: This is for information purposes only.

Property Commonly Known As:
209 Potter Street, Manchester, IA 52057

Parcel #: 000-630-294-500-700