Recorded: 10/8/2012 at 8:25:02.0 AM
Fee Amount: $14.00
Revenue Tax:
Delaware County, Iowa
DEBORAH PEYTON, RECORDER
BK: 2012 PG: 3368

Prepared By: Beth Lasack, Citizens State Bank, PO Box 517, Monticello, IA 52310-0517 PH. 319-465-5921
Return to: Citizens State Bank, PO Box 517, Monticello, IA 52310-0517

## SUBORDINATION AGREEMENT

This Subordination Agreement provides as follows:

1. Mortgage to Manchester Housing Rehabilitation Program Forgivable Loan Agreement, Filed July 12, 2006, in Book 2006, Page 2509, executed by Ben Ogden, to secure the indebtedness of $38,729.00 in the Office of the Recorder of Delaware County, Iowa. The agreement encumbers the following described property:

   The part of Lot 3 of the Subdivision of Lot 9 of the Subdivision of the North one-half (N1/2) of the Southeast Quarter (SE1/4) and the South one-half (S1/2) of the Northeast Quarter (NE1/4) of Section Twenty Nine (29), Township Eighty Nine (89) North, Range Five (5); West of the Fifth P.M., according the plat recorded in Book A Plats, Page 73, and Lot Eleven (11) of the Subdivision of the North one-half (N1/2) of the Southeast Quarter (SE1/4) and South one-half (S1/2) of the Northeast Quarter (NE1/4) of Section Twenty Nine (29), Township Eighty Nine (89) North, Range Five (5), West of the Fifth P.M., according to plat recorded in Book A Plats, Page 6, described as commencing at a point on the South line of Clara Avenue two hundred ninety one (291) feet East of the East line of Franklin Street, thence East sixty eight (68) feet, thence South one hundred fifty five (155) feet, thence West sixty and one-half (60 ½) feet, thence North thirty nine (39) feet, thence West seven and one half (7 ½) feet, thence North one hundred sixteen (116) feet to the point of beginning.

2. Citizens State Bank is also the holder of a mortgage dated the 4th day of September, 2012, and recorded on the 11th day of September, 2012, as Book 2012, Page 3032 of the Records of Delaware County, Iowa, This mortgage was executed by the mortgagors described above and encumbers the property described above for an amount not to exceed $46,500.

3. Manchester Housing Rehabilitation desires that the mortgage described in paragraph two of this agreement be a first mortgage lien on the property described above.

THEREFORE, in exchange for valuable consideration, the City of Manchester hereby subordinates all its right, claim, or interest in the mortgage described in paragraph one of this agreement to all the right, claim, or interest that Citizens State Bank holds in the mortgage described in paragraph two of this agreement.

DATED this 13th day of August, 2012.

City of Manchester

By: Milt L. Kramer
Milt L. Kramer, Mayor

Erin Rempe, City Clerk

STATE OF IOWA )
) ss:
COUNTY OF DELAWARE )

On this 14th day of August, 2012, before me, Laura K. Thomas, 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-115-2012 adopted by the City Council on the 13th day of August, 2012, 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.

Laura K. Thomas, Notary Public

LAURA K. THOMAS
Commission Number 718135
My Commission Expires
August 26, 2014