

## EXHIBIT I

### CPA Certification of Costs and 10% Expenditure

(Must Be Submitted On CPA's Letterhead)

We have examined the accompanying Certification of 10% Expenditure (Exhibit H) of the Owner for \_\_\_\_\_ (the "Project") as of \_\_\_\_\_, \_\_\_\_\_. Exhibit H is the responsibility of the Owner and the Owner's management. Our responsibility is to express an opinion on Exhibit H based on our examination.

We have not examined or reviewed the project's Total Development Cost or Reasonably Expected Basis and therefore express no opinion or any other form of assurance on them.

We conducted our examination in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining on a test basis, evidence supporting the information presented in the Exhibit H and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the column entitled Eligible 10% Test Expenditures Incurred presents, in all material respects, the Project's Eligible 10% Test Expenditures Incurred as of \_\_\_\_\_, \_\_\_\_\_ using the accrual method of accounting in accordance with Internal Revenue Code (IRC) Section 461 and also the 10% carryover rules in accordance with IRC Section 42(h)(1)(E) and Treasury Regulation Section 1.42-6.

In addition to examining Exhibit H, we have performed certain procedures as stated below agreed to by the General Partner of the Owner with respect to the documents supplied to us. These procedures were performed solely to assist you in determining that appropriate items and amounts were included in the computation of the 10 percent carryover rule in accordance with Internal Revenue Code (IRC) Section 42(h)(1)(E) and Treasury Regulation Section 1.42-6 (the "Computation"). Management of the Owner is responsible for the Computation. This agreed-upon procedures engagement was performed in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the Owner and the South Carolina State Housing Finance and Development Authority. Consequently, we make no representations regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

We performed the following procedures:

- We calculated, based on estimates of total development costs provided by the Owner, the Project's total reasonably expected basis, as defined in Treasury Regulation Section 1.42-6, to be \$ \_\_\_\_\_ \* as of \_\_\_\_\_, \_\_\_\_\_.
- We calculated the reasonably expected basis incurred by the Owner as of \_\_\_\_\_, \_\_\_\_\_ to be \$ \_\_\_\_\_.
- We calculated the percentage of the development fee incurred by the Owner as of \_\_\_\_\_, \_\_\_\_\_ to be \_\_\_\_\_% of the total development fee.
- We compared the reasonably expected basis incurred as of \_\_\_\_\_, \_\_\_\_\_ to the total reasonably expected basis of the Project, and calculated that \_\_\_\_\_% had been incurred as of \_\_\_\_\_, \_\_\_\_\_.

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- Based on the amount of total reasonably expected basis listed above, for the Owner to meet the 10% test in accordance with Internal Revenue Code Section 42(h)(1)(E) and Treasury Regulation Section 1.42-6, we calculated that the Project needed to incur at least \$\_\_\_\_\_ of costs prior to \_\_\_\_\_, \_\_\_\_\_. As of \_\_\_\_\_, \_\_\_\_\_, costs of at least \$\_\_\_\_\_\*\* had been incurred, which represents \_\_\_\_\_%\*\*\* of the total reasonably expected basis of the Project.

**Firm Name:** \_\_\_\_\_

**Signature of CPA:** \_\_\_\_\_

**Date:** \_\_\_\_\_

\* Amount must equal the amount in Column B on Line 14 in the Exhibit H

\*\* Amount must equal the amount in Column A on Line 9 in the Exhibit H

\*\*\* Percentage must equal the calculation percentage in Exhibit H