



**Hawkins Residency
Standards
BMR Apartment Homes**

Thank you for your application! To assist you with your decision on your new home, we are providing a list of guidelines used to qualify applicants for residency in our communities. Nothing contained in these requirements shall constitute representation by Quarterra that all residents and occupants currently residing in our community have met or currently meet these guidelines. Quarterra utilizes the MOHCD income verification procedures for BMR tenants. Quarterra will only run rental or credit history checks after income and asset eligibility is finalized.

IDENTIFICATION. Each applicant who is 18 years of age or older, or an emancipated minor with written proof of legal emancipation, must complete an application and be qualified in accordance with these residency standards.

All applicants are required to provide a valid government-issued photo ID at the time the application is submitted.

As part of our screening process when completing an application online, we verify and validate applicant identities. We attempt to complete this process electronically based on the name, address, date of birth and other identifying biometric information.

INCOME. Prior to final approval, all income must be verified. The gross monthly income of all Leaseholders will be considered jointly (combined) and must equal no less than 2 times the monthly rental rate of the apartment.

Applicants with Section 8 or VASH vouchers or other federal, state, or local public assistance or rental subsidies will be income evaluated based only on the applicant's share of the stated monthly rent, rather than the entire rental amount; OR as directed by state/county programs. We will accept all lawful, verifiable income paid directly to a resident or to a representative of a resident or paid to a housing owner or landlord on behalf of a resident, including federal, state, or local public or rental assistance, and federal, state, or local housing subsidies.

CREDIT HISTORY. Transunion credit reporting agency evaluates credit and rental history against indicators of future rent payment performance. An unsatisfactory credit finding below 555 may result in the requirement of an additional deposit, guarantor, or denial. Your application will be denied for the following credit-related items, to include but not limited to:

- You have an outstanding balance over \$250 to another apartment community not under an existing payment plan. However, COVID-19 rental debt (as defined by California Law) will not be a factor in determining your approval status at the community.
- Utility debt (Electricity, Gas, Water, Trash) with balance over \$250.
- Open Bankruptcy/Dismissed Bankruptcy within the last 12 months
- Open Tax Lien
- Any rental collection debt within last 2 years must be repaid with proof of payment.
- Open Repossession

A conditional credit score or no credit score may result in the requirement of an additional deposit or fee, or a qualified guarantor. Guarantors must have an approved credit score above or equal to 555.

Applicants will have an opportunity to present any mitigating circumstances before we issue a denial.

RENTAL HISTORY. Our screening company will review your rental history. Denials will result for the following (but may not be limited to):

- Any rental collection debt within last 2 years must be repaid with proof of payment.



- Adjudicated eviction within 2 years.
- Under current eviction.

Applicants will have an opportunity to present any mitigating circumstances before we issue a denial.

CRIMINAL HISTORY. Criminal history may only be run after all other qualifications for affordable housing are finalized in compliance with the San Francisco Police Code Article 49- Fair Chance Ordinance (FCO). Applicants disqualified based on criminal background history will have fourteen (14) calendar days from the date of the disqualification letter to appeal to Quarterra in accordance with the San Francisco Police Code Article 49- Fair Chance Ordinance (FCO).

In the event your name appears on the OFAC list (Office of Foreign Assets Control), your application will be denied in accordance with federal law. Any preliminary approval based on your screening is conditional. Final approval is subject to the OFAC screen, and any other requirements listed in the Residency Standards.

GUARANTORS. If an applicant does not meet the income requirements, a qualified guarantor must be obtained, or the applicant may be denied. The guarantor must pay an application processing fee of \$49.00 and complete a Guarantor application. Once approved the Guarantor will also be required to sign a Guarantor Lease Addendum. The gross monthly income of a Guarantor must be equal to or more than three (3) times the monthly market rental rate of the apartment. The above-mentioned income verification will also apply to guarantors.

- A Guarantor living outside of the US must have a Social Security Number, a US bank account, and meet all credit and income requirements.
- A Guarantor must have an approved credit score above or equal to 555.

OCCUPANCY GUIDELINES. We follow the California Department Fair Employment & Housing Guideline, maximum of 2 persons per bedroom, plus one additional person for the unit, unless otherwise affected by federal, state, or local law. Children under the age of six (6) do not count towards maximum occupancy.

APPLICATION APPEALS

If a disqualified applicant believes the disqualification decision was reached in error and has additional information and documentation that could reverse the decision, they can ask for reconsideration. Appeal requests must be made in writing and must clearly state the basis for the applicant's belief that the Project Sponsor made an error in disqualifying the application. To ensure it is received in time, it is best to send an appeal request electronically, but it can also be sent through the US Postal Service. The appeal request must include supporting documentation that corrects the error. Applicants must submit an appeal request to the Project Sponsor within five (5) calendar days from the date of the disqualification letter. The disqualification letter will include the actual deadline for appeal and a link for secure electronic submission of sensitive documents.

MOHCD will work to respond to an appeal for reconsideration within five (5) business days from the date of receipt of the appeal request. Project Sponsors will hold one appropriately sized BMR Rental Unit for the disqualified Household during the five (5) business day appeal period; however, they are not required to hold the applicant's preferred BMR Rental Unit. Once MOHCD makes a decision on an appeal request, that decision is final.

FAIR HOUSING STATEMENT. Quarterra and the Owner are committed to compliance with all federal, state, and local fair housing laws. It is our policy to comply with all laws prohibiting discrimination, including those that prohibit discrimination based on race, color, religion, national origin, sex, familial status, handicap, disability, marital status, age, ancestry, source of income, sexual orientation, gender, gender identity, gender expression, medical condition, genetic information,



citizenship, immigration status, primary language spoken, veteran and/or military status, any arbitrary basis, or any other basis protected by applicable federal, state, or local laws.

ADA STATEMENT. Quarterra and the Owner are committed to compliance with the fair housing laws regarding modifications and accommodations for persons with disabilities. We will handle any requests for modifications and/or accommodations in accordance with relevant fair housing laws.

PETS and ANIMALS. We love pets and animals and want them to be happy in their new home. We do have some breed restrictions for pets which include full and mixed canines of the following breeds: Pit-Bull Terrier, Pit-Bull mix, Rottweiler, Rottweiler mix, Doberman, Doberman mix, German Shepherd, Presa Canario, Wolf-Hybrid, Mastiff, Cane Corso, Great Dane, Alaskan Malamute and Staffordshire Terrier. Exotic pets are not permitted, and illegal pets are not allowed. Any and all pets are required to have written approval from the Property Management Company prior to the pet being in the home. Assistance animals for persons with disabilities and emotional support animals are not considered to be pets but do require advance written approval. We will handle all requests for accommodation, including requests for assistance and ESA, in accordance with fair housing laws.

FRAUD ALERT. In the event there is a Social Security Number warning or alert of any kind because of the background screening, we will require proof of a Social Security number, plus one other valid government- issued Identification card. **If we discover evidence of suspected fraud (such as identity theft) in the application process, we will report the suspected fraud to local police and will fully cooperate with any subsequent investigation and/or prosecution.**

DENIAL OF APPLICATION. You understand that if you do not meet our rental selection criteria, or if you fail to answer any question or give false information, we may reject your application, retain application fees if we run a background check. In the event your application fee, deposit, or any other upfront fee is returned as an "NSF", your application and residency will be denied, and the balance will be reported to the credit agency. Providing falsified or fraudulent information, and if your upfront fees/deposits were returned as an NSF, you will be disqualified from reapplying at an Quarterra community for a minimum of one year following the denied application.

REFUND OF DEPOSIT. Applicant(s) have 24 hours from the date of the reservation to cancel and receive a full refund of the paid deposit. After 24 hours, you will be charged the daily rental value from the deposit for the number of days that they unit was kept off the market up to the maximum of the holding deposit. Deposits will be refunded if the application is declined or if you are approved with conditions and you choose not to accept the conditions. Application fees are non-refundable if we run a background check.

BMR INCLUSIONARY MANUAL. In the event the criteria set forth in the Residency Standards conflict with the BMR Inclusionary Manual, the BMR Inclusionary Manual will override.

Acknowledgment and Consent

You declare that all your statements on the Application are true and complete. You authorize us to verify same through any means, including consumer reporting agencies and other rental housing owners. You acknowledge that you had an opportunity to review our rental selection criteria, which include reasons your application may be denied, such as criminal history, credit history, current income, and rental history. You understand that if you do not meet our rental selection criteria or if you fail to answer any question or give false information, we may reject the application, retain all application fees, administrative fees, and deposits as liquidated damages for our time and expense, and terminate your right of occupancy. Giving false information is a serious criminal offense. In lawsuits relating to the application or Lease Contract, the prevailing party may recover from the non-prevailing party all attorneys' fees and litigation costs. We may at any time furnish information to consumer reporting agencies and other rental housing owners regarding your performance of your legal obligations, including both favorable and unfavorable information about your compliance with the Lease Contract, the rules, and financial obligations. Fax signatures are legally binding. You acknowledge that our privacy policy is available to you.



Signature of Applicant: Date

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Quarterra Representative/Agent for Owner: Date