



PROMISSORY NOTE

Loan No. _____

Amount: \$5,000 (Five Thousand Dollars)

Date: _____ day of _____, 2009

For value received, the undersigned jointly and severally promise to pay to the order of the Sandy City, (hereinafter called the "Lender"), the sum of Five Thousand Dollars (\$5,000). The principle of this note shall be paid as follows:

The principle shall be due and payable on demand, if the undersigned sells, rents, or moves out of the home purchased with the "Own In Sandy" funds within Three (3) years of the date this Note is signed. Principle will be prorated over a Three (3) year period as follows:

1. 100 % due within year one.
2. 66 % due within year two.
3. 33 % due within year three.

No principle will be due and payable if the undersigned remains in the home after the 3rd year, and this Note shall be terminated by the Lender.

All payments on this Note shall be applied to principle due on the Note; no interest shall accrue during the term of this Note.

In the event the undersigned shall sell, rent, or move from the home, the remaining principle shall be due upon demand by the Lender. No default shall exist so long as the owner remains in the home and the ownership of the home remains in the name of the undersigned parties.

If suit is instituted by the Lender to recover on this Note, the undersigned agree to pay all costs of such collection, including reasonable attorney's fees and court costs.

This Note is secured by a lien recorded on the property and duly filed for record in the Salt lake County Recorder's Office.

Demand, protest and notice of demand and protest are hereby waived to the extent authorized by law, and any and all homestead and other exemption rights which otherwise would apply to the debt evidenced by this Note.

IN WITNESS WHEREOF, this Note has duly executed by the Borrower as of this date.

By: _____
Borrower

By: _____
Borrower