

1 HERNANDO COUNTY HEALTH AND Human Services
2 Neighborhood Stabilization Program (NSP)
3 20 N. Main Street
4 BROOKSVILLE, FL 34601



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9/23

5 **SECOND MORTGAGE**
6 **UNDER**
7 **HERNANDO COUNTY, FLORIDA**
8 **NSP PURCHASE ASSISTANCE PROGRAM**

10 This is a Mortgage where the Balance is due upon the sale or when the Unit should no longer be the primary
11 residence of the borrower.

12 THIS SECOND MORTGAGE is made this 27th day of August, 2010, between the Mortgagor(s),
13 (A married couple) Christopher & Leslie M. Ruggiero (herein the "Borrower") and the Mortgagee, Hernando
14 County, a political sub-division of the State of Florida whose address is 20 North Main Street, Brooksville, FL 34601-
15 2800 (herein the "County").

16 WHEREAS, the Borrower has applied for a loan under the County's NSP Purchase Assistance Program for the
17 purchase and rehabilitation of the Property (as defined herein), which Mortgage Loan shall be secured by a first
18 mortgage lien (the "First Mortgage") in favor of Homestar Financial Corp. 848 Jesse Jewell Parkway SW
19 Gainesville, GA 30501 the Borrower has applied to the County for a NSP Purchase Payment Assistance Loan in the
20 amount of **Forty Four Thousand Nine Hundred Eighty Nine Dollars and 00/100 DOLLARS (\$44,989.00)**, (the
21 "Loan"), the Borrower, along with his/her/their family, intends to reside as a household in the Property (as defined
22 herein), which Property is a single-family residence, the Borrower's total family income at the time of its application for
23 the Loan is less than One Hundred Twenty Percent (120%) of Hernando County's median family income, as defined by
24 HUD in its 2009 Income Limits Documentation System as it pertains to the Federal NSP Register, the Borrower is
25 eligible to participate in the County's NSP Purchase Assistance Program, and the County has agreed to extend and has
26 extended a loan to the Borrower pursuant to said program; and

27 WHEREAS, the Borrower is indebted to the County in the principal amount **Forty Four Thousand Nine**
28 **Hundred Eighty Nine Dollars and 00/100 DOLLARS (\$44,989.00)**, which indebtedness is evidenced by the
29 Borrower's Promissory Note dated August 27th 2010 and extensions and renewals dated thereof (herein "Note"),
30 providing for payment of principal indebtedness, if not sooner paid, due and payable on the sale of the property or when
31 it is no longer the Borrower's primary residence.

32 TO SECURE to the County the repayment of the indebtedness evidenced by the Note; the payment of all other
33 sums, advanced in accordance herewith to protect the security of this Mortgage; and the performance of the covenants
34 and agreements of the Borrower herein contained, the Borrower does hereby mortgage, grant and convey to the County
35 the following described property located in the County of Hernando, State of Florida:

37 **Lot 5, Block 1651, Spring Hill Unit 24, According to the Plat Thereof, as Recorded in Plat Book 10, Pages 53-**
38 **60, Inclusive, of the Public Records of Hernando County, Florida.**
39 Which has an address of: 3480 Dothan Ave. Spring Hill FL 34609 (herein the "Property Address");

41 TOGETHER with all the improvements now or hereafter erected on the property, and all easements, rights,
42 appurtenances and rents, all of which shall be deemed to be and remain a part of the property covered by this Mortgage;
43 and all of the foregoing, together with said property (or the leasehold estate if this Mortgage is on a leasehold) are
44 hereinafter referred to as the "Property."

46 BORROWER COVENANTS, represents and warrants to the County and its successors and assigns that
47 Borrower is lawfully seized of the estate hereby conveyed and has the right to mortgage, grant and convey the Property
48 that the Property is unencumbered, except for the mortgage lien of the First Mortgage in favor of Homestar Financial
49 Corp. 848 Jesse Jewell Parkway SW Gainesville, GA 30501 and for other encumbrances of record. Borrower

INTANGIBLE TAX EXEMPT
10/13/2010 Deputy Clk

10/13/2010 9:52AM # Pages 6
Filed & Recorded in Official Records of
HERNANDO COUNTY CLERK OF COURT
KAREN NICOLAI

RECORDING FEES \$ 52.50
MORTGAGE DOC STAMP \$ 157.50
10/13/2010 Deputy Clk

1 covenants, represents and warrants to the County and its successors and assigns that Borrower will defend generally the
2 title to the Property against all claims and demands, subject to the mortgage lien of the First Mortgage and other
3 encumbrances of record.

4 **BORROWER FURTHER COVENANTS** and agrees with the County as follows:

5 1. Payment. The Borrower shall promptly pay when due the indebtedness evidenced by the Note.

6 2. Prior Mortgages and Deeds of Trust; Charges; Liens. The Borrower shall perform all of the Borrower's
7 obligations under the First Mortgage and any other mortgage, deed of trust or other security agreement with a lien which
8 has priority over this Mortgage, including the Borrower's covenants to make payments when due. The Borrower shall
9 pay or cause to be paid all taxes, assessments and other charges, fines and impositions attributable to the Property which
10 may attain a priority over this Mortgage, and leasehold payments or ground rents, if any.

11 3. Hazard Insurance. The Borrower shall keep the improvements now existing or hereafter erected on the
12 Property insured against loss by fire, hazards included within the term "extended coverage", and such other hazards as
13 the County may require and in such amounts and for such periods as the County may require.

14 The insurance carrier providing the insurance shall be chosen by the Borrower subject to approval by the
15 County; provided that such approval shall not be unreasonably withheld. All insurance policies and renewals thereof
16 shall be in a form acceptable to the County and shall include a standard mortgage clause in favor of, and in a form
17 acceptable to the County. The County shall have the right to hold the policies and renewals thereof, subject to the terms
18 of the First Mortgage and any other mortgage, deed of trust or other security agreement with a lien which has priority
19 over this Mortgage.

20 In the event of loss, the Borrower shall give prompt notice to the insurance carrier and to the County. The
21 County may make proof of loss if not made promptly by the Borrower.

22 If the Property is abandoned by the Borrower, or if the Borrower fails to respond to the County within thirty
23 (30) days from the date notice is mailed by the County to the Borrower that the insurance carrier offers to settle a claim
24 for insurance benefits, the County is authorized to collect and apply the insurance proceeds at the County's option either
25 to restoration or repair of the Property or to the sums secured by this Mortgage.

26 4. Preservation and Maintenance of Property, Leaseholds; Condominiums; Planned Unit Developments. The
27 Borrower shall keep the Property in good repair and shall not commit waste or permit impairment or deterioration of the
28 Property. If this Mortgage is on a unit in a condominium or a planned unit development, the Borrower shall perform all
29 of the Borrower's obligations under the declaration or covenants creating or governing such condominium or planned
30 unit development, the by-laws and regulations of the condominium or planned unit development, and constituent
31 documents.

32 5. Protection of County's Security. If the Borrower fails to perform the covenants and agreements
33 contained in this Mortgage, or if any action or proceeding is commenced which materially affects the County's
34 interest in the Property, then the County may do and pay whatever is necessary to protect the value of the Property
35 and County's rights in the Property, including payment of taxes, hazard insurance and other items as may be required
36 by this Mortgage. Pursuant thereto, the County may disburse such sums on Borrower's behalf, including reasonable
37 attorneys' fees, and take such action as is necessary to protect the County's interest in the Property. If the County
38 required mortgage insurance as a condition of making the Loan secured by this Mortgage, the Borrower shall pay the
39 premiums required to maintain such insurance in effect until such time as the requirement for such insurance
40 terminates in accordance with the Borrower's and the County's written agreement or applicable law.

41 Any amounts disbursed by the County pursuant to this Paragraph 5, with interest thereon, at the rate of twelve
42 percent (12%) per annum, shall become additional indebtedness of the Borrower secured by this Mortgage. Unless the
43 parties agree to other terms of payment, such amounts shall be payable upon notice from the County to the Borrower
44 requesting payment thereof. Nothing contained in this Paragraph 5 shall require the County to incur any expense or take
45 any action hereunder.

46 6. Inspection. The County may make or cause to be made reasonable entries upon and inspections of the
47 Property; provided that the County shall give the Borrower notice prior to any such inspection specifying reasonable
48 cause therefore related to the County's interest in the Property.

49 7. Condemnation. The proceeds of any award or claim for damages, direct or consequential, in connection
50 with any condemnation or other taking of the Property, or part thereof, or for conveyance in lieu of condemnation, are
51 hereby assigned and shall be paid to the County, subject to the terms of any mortgage, deed of trust or other security
52 agreement with a lien which has priority over this Mortgage.

1 8. Borrower Not Released; Forbearance By County Not a Waiver. Extension of the time for payment or
2 modification of the sums secured by this Mortgage granted by the County to any successor in interest of the Borrower
3 shall not operate to release, in any manner, the liability of the original Borrower and the Borrower's successors in
4 interest. The County shall not be required to commence proceedings against such successor or refuse to extend time for
5 payment or otherwise modify the sums secured by this Mortgage by reason of any demand made by the original
6 Borrower and the Borrower's successors or remedy hereunder, or otherwise afforded by applicable law, shall not be a
7 waiver of or preclude the exercise of any such right or remedy.

8 9. Successors and Assigns Bound; Joint and Several Liability, Co-signers. The covenants and agreements
9 herein contained shall bind, and the rights hereunder shall inure to, the respective successors and assigns of the County
10 and the Borrower, subject to the provisions of Paragraph 14 hereof. If more than one Borrower executes this Mortgage,
11 all covenants, representations, warranties and agreements of Borrower shall be joint and several. Any Borrower who co-
12 signs this Mortgage, but does not execute the Note; (a) is co-signing this Mortgage only to mortgage, grant and convey
13 that Borrower's interest in the Property to the County under the terms of this Mortgage; (b) is not personally liable on the
14 Note or under this Mortgage, and (c) agrees that County and any other Borrower hereunder may agree to extend,
15 modify, forbear, or make any other accommodations with regard to the terms of this Mortgage or the Note without that
16 Borrower's consent and without releasing that Borrower or modifying this Mortgage as to that Borrower's interest in the
17 Property.

18 10. Notice. Except for any notice required under applicable law to be given in another manner; (a) any notice
19 to the Borrower provided for in this Mortgage shall be given by delivering it or by mailing such notice by certified or
20 registered mail, postage prepaid, addressed to the Borrower at the Property Address or at such other address as the
21 Borrower may designate by notice to the County as provided herein, and (b) any notice to the County shall be given by
22 certified or registered mail, postage prepaid, to the County's address stated on page 1 hereof, or to such other address as
23 the County may designate by notice to the Borrower as provided herein. Any notice provided for in this mortgage shall
24 be deemed to have been given to the Borrower or the County when given in the manner designated herein.

25 11. Governing Law; Severability; Costs. This Mortgage shall be governed by the laws of the State of Florida,
26 and, to the extent applicable hereto, the laws and regulations of the United States of America. In the event that any
27 provision or clause of this Mortgage or the Note conflicts with applicable law, such conflict shall not affect other
28 provisions of this Mortgage or the Note which can be given effect without the conflicting provision, and to this and the
29 provisions of this Mortgage and the Note are declared to be severable. As used herein, "costs", "expenses" and
30 "attorneys' fees" include all sums to the extent not prohibited by applicable law or limited herein.

31 12. Borrower's Copy. Borrower shall be furnished a conformed copy of the Notice and of this Mortgage at the
32 time of execution or after recordation hereof.

33 13. Rehabilitation Loan Agreement. Borrower shall fulfill all of the Borrower's obligations under any home
34 rehabilitation, improvement, repair, or other loan agreement which Borrower enters into with the County, at the County's
35 option, may require Borrower to execute and deliver to the County, in a form acceptable to the County, an assignment of
36 any rights, claims or defenses which Borrower may have against parties who supply labor, materials or services in
37 connection with improvements made to the Property.

38 14. Transfer of the Property. If all or any part of the Property or any interest in it is sold, transferred gifted or
39 otherwise conveyed, whether by voluntary act, involuntarily, by operation of law or otherwise, or if the Borrower is
40 divested of title by judicial sale, levy or other proceeding, or if foreclosure action is instituted against the Property, or if
41 the Property is leased or rented, all sums secured by this Mortgage shall immediately become due and payable as
42 provided herein.

43 The County shall give Borrower notice of acceleration. The notice shall provide a period of not less than thirty
44 (30) days from the date the notice is given as provided in Paragraph 10 hereof within which the Borrower must pay all
45 sums secured by this Mortgage. If Borrower fails to pay these sums prior to the expiration of this period, the County
46 may invoke any remedies permitted by this Mortgage without further notice or demand on the Borrower.

47 15. Acceleration; Remedies. Except as provided in Paragraph 14 hereof, upon the Borrower's breach of any
48 covenant or agreement of the Borrower in this Mortgage, including the covenants to pay when due any sums secured by
49 this Mortgage, or in the event that the Borrower shall have made material misrepresentations or material omissions in
50 his/her/their application for a Down Payment Assistance Loan, the County, at the County's option, may declare all of the
51 sums secured by this Mortgage to be immediately due and payable without further demand and may foreclose this
52 Mortgage by judicial proceeding. Prior to acceleration of this Mortgage, the County shall give notice to the Borrower as
53 provided in Paragraph 10, thereof specifying (1) the breach (if the breach is curable); (2) the action required to cure such
54 breach; (3) a date, not less than ten (10) days from the date the notice is mailed to Borrower, by which such breach must

1 be cured; and (4) that failure to cure such breach on or before the date specified in the notice may result in acceleration
2 of the sums secured by this Mortgage, foreclosure by judicial proceeding, and sale of the Property. The notice shall
3 further inform Borrower of the right to reinstate after acceleration and the right to assert in the foreclosure proceeding
4 the nonexistence of a default or any other defense of Borrower to acceleration and foreclosure. The County shall be
5 entitled to collect in such proceeding all expenses of foreclosure, including, but not limited to, reasonable attorneys' fees,
6 court costs, and cost of documentary evidence, abstracts and title reports.

7 16. Borrower's Right to Reinstate. Notwithstanding the County's acceleration of the sums secured by this
8 Mortgage due to the Borrower's breach, the Borrower shall have the right to have any proceedings begun by the County
9 to enforce this Mortgage discontinued at any time prior to entry of a judgment enforcing this Mortgage if: (a) the
10 Borrower pays the County all sums which would be then due under this Mortgage and the Note had no acceleration
11 occurred; (b) the Borrower cures all breaches of any other covenants or agreements of the Borrower contained in this
12 Mortgage; (c) the Borrower pays all reasonable expenses incurred by the County in enforcing the covenants and
13 agreements of the Borrower contained in this Mortgage, and in enforcing the County's remedies as provided in
14 Paragraph 15 hereof, including, but not limited to, reasonable attorneys' fees and court costs; and (d) the Borrower takes
15 such action as the County may reasonably require to assure that the lien of this Mortgage, the County's interest in the
16 Property and the Borrower's obligation to pay the sums secured by this Mortgage shall continue unimpaired. Upon such
17 payment and cure by the Borrower, this Mortgage and the obligations secured hereby shall remain in full force and
18 effect as if no acceleration had occurred.

19 17. Assignment of Rents; Appointment of Receiver. As additional security hereunder, the Borrower hereby
20 assigns to the County the rents of the Property, provided that the Borrower shall, prior to acceleration under Paragraph
21 15, hereof or abandonment of the Property, have the right to collect and retain such rents as they become due and
22 payable.

23 Upon acceleration under Paragraph 15 hereof or abandonment of the Property, the County shall be entitled to
24 have a receiver appointed by a court to enter upon, take possession of and manage the Property and to collect the rents
25 of the Property including those past due. All rents collected by the receiver shall be applied first to payment of the costs
26 of management of the Property and collection of rents, including, but not limited to, receiver's fees, premiums on
27 receiver's bonds and reasonable attorneys' fees, and then to the sums secured by this Mortgage. The receiver shall be
28 liable to account only for those rents actually received.

29 18. Release. Upon payment of all sums secured by this Mortgage, the County shall release this Mortgage
30 without charge to Borrower. Borrower shall pay all costs of recordation, if any.

31 19. Attorney's Fees. As used in this Mortgage and in the Note, "attorneys' fees" shall include attorneys' fees, if
32 any, incurred in connection with the collection or enforcement of this Mortgage or of the Note, whether or not suit is
33 brought and whether incurred at trial, on appeal, in bankruptcy proceedings or otherwise.

34 20. Special Homeownership Assistance Program; NSP Purchase Assistance Program; Covenants,
35 Representations. The Borrower covenants, represents and warrants to the County that: (a) the Borrower, along with
36 his/her/their family, intends to permanently reside as a household in the Property; (b) the Property is a single-family
37 residence, (c) the Borrower's total family income at the time of its application for the Loan was less than or equal to one
38 hundred twenty percent (120%) of the Hernando County area median income levels set forth by HUD for FY 2009,
39 and (d) the Borrower is eligible to participate in the County's NSP Purchase Assistance Program.

40 The County consents to any agreement or arrangement in which the First Lender waives, postpones, extends,
41 reduces or modifies any provisions of the First Note and the First Mortgage, including any provision requiring the
42 repayment of money.

43
44 If any provision of the Promissory Note of the Second Mortgage conflicts with any provision of the First Note
45 or the First Mortgage, the terms and provisions of the First Note and the First Mortgage shall govern.

46 In the event of a foreclosure or a deed in lieu of foreclosure of the First Mortgage, any provision herein or in
47 any collateral agreement restricting the use of the Property or restricting the Borrower's ability to sell the Property shall
48 have no further force or effect on subsequent owners or purchasers of the Property. Any person, including his
49 successors and assigns (other than the Borrower or a related entity or person to the Borrower), receiving title to the
50 Property through a foreclosure or deed in lieu of foreclosure of the First Mortgage shall receive title to the Property free
51 and clear from such restrictions. Furthermore, if the First Lender acquires title to the Property pursuant to a deed in lieu
52 of foreclosure, the lien of this Second Mortgage shall automatically terminate upon the First Lender's acquisition of title.

NOTICE TO BORROWER

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2
3 **DO NOT SIGN THIS MORTGAGE IF IT CONTAINS BLANK SPACES. ALL SPACES SHOULD BE COMPLETED BEFORE YOU**
4 **SIGN. THIS IS A MORTGAGE WHERE THE PRINCIPAL BALANCE DUE IS \$44,989.00 TOGETHER WITH ACCRUED INTEREST,**
5 **IF ANY, UNDER THE TERMS OF THIS SECOND MORTGAGE, UNLESS THE TERMS OF AGREEMENT OF THIS DOCUMENT**
6 **AND ANY OF THE NSP GUIDELINES INCLUDING THE PERIOD OF AFFORDIBILITY ARE DEFAULTED UPON THEN PAYMENT**
7 **WILL BE DUE IN FULL BASED ON THE SCALE AND CONDITIONS SET FORTH BELOW:**

8 *Borrower(s) receiving NSP purchase assistance and/or rehabilitation assistance funds will be required to sign a*
9 *repayment agreement that will be filed against the property. The terms of the repayment agreement will require the*
10 *borrower(s) to pay back 100% of the NSP funds if they sell, transfer, no longer occupy, rent, or refinance the*
11 *property within Fifteen (15) years. The Fifteen years will begin with the date the repayment agreement is signed, and*
12 *ends at midnight 15 years from that said date. If the property is sold, transferred, or ceases to be used for an eligible*
13 *NSP activity and/or use as provided for in the NSP federal guidelines and all applicable Titles/§ of the USC ,and/or*
14 *CFR statutes within a period of Fifteen (15) years after the Effective Date, the Owner shall repay to Lender a sum*
15 *equal to the full amount of the 2nd Differed Payment Loan (DPL), as set forth above subject to the availability based*
16 *on net proceeds. Net proceeds are defined as the amount available from the sale less non-NSP debt recorded prior*
17 *to the date of the Agreement and closing costs. If the amount of net proceeds is not sufficient to repay the entire*
18 *DPL amount, then the amount to be repaid shall be as follows: where this statement of recapture conflicts with any*
19 *statement in the body of this loan agreement and the accompanying Promissory Note, this statement shall take*
20 *precedence as it pertains to repayment and recapture of NSP funding by reason of borrower(s) default.*

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OFFICIAL RECORDS
BK: 2775 PG: 859

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Signed, sealed and delivered in the presence of: Jean Rags, Director

Borrower

Christopher Ruggiero
Name

13382 White Plains St. Spring Hill, FL 34609
Address

[Signature]
Signature

[Signature]
Witness #1
Jean M Rags

Name:
Chris Suarez

Witness #2
Chris Suarez

Name:

Co Borrower

Leslie Ruggiero

13382 White Plains St. Spring Hill FL 34609
Address

[Signature]
Signature

STATE OF FLORIDA
COUNTY OF HERNANDO

The foregoing was acknowledged before me this 27 day of August, 2010, by Christopher & Leslie Ruggiero who is personally known to me or who has produced a valid driver's license as identification and who did not take an oath.

[Signature]
Laura Guzman

PREPARED BY: Antonio Jenkins
C/O
HERNANDO COUNTY HEALTH & HUMAN SERVICES
20 NORTH MAIN STREET
BROOKSVILLE, FL. 34601

Name (type, print or stamp name)
Notary Public
My Commission Expires

NOTARY PUBLIC-STATE OF FLORIDA
Laura P. Guzman
Commission #DD905250
Expires: JULY 07, 2013
BONDED THRU ATLANTIC BONDING co, INC.

OFFICIAL RECORDS
BK: 2775 PG: 860