

3. FSHC and Haworth hereby agree that Haworth's affordable housing obligations are as follows:

Rehabilitation Share (per Kinsey Report <sup>1</sup> )	0
Prior Round Obligation (pursuant to N.J.A.C. 5:93)	64
Third Round (1999-2025) Obligation (per Kinsey Report, as adjusted through this Agreement)	223

4. For purposes of this Agreement, the Third Round Obligation shall be deemed to include the Gap Period present need for new construction to address the affordable housing needs of households formed from 1999-2015, a need that was recognized by the Supreme Court in In re Declaratory Judgment Actions Filed By Various Municipalities, 227 N.J. 508 (2017), and the Prospective Need, which is a measure of the affordable housing need anticipated to be generated between July 1, 2015 and June 30, 2025. The Borough does not accept the basis of the methodology of FSHC's consultant David N. Kinsey and FSHC does not accept the basis of the methodology based on the decision of Princeton and West Windsor, Docket No. MER-L-1550-15 and MER-L-1561-15. The parties agree to the calculations solely for the purposes of settlement of this litigation.
5. The Borough' has a Rehabilitation Share of 0 and so no mechanisms are required.
6. As noted above, the Borough has a Prior Round (new construction) Obligation of 64 units and a Third Round obligation of 223 units. The Borough's combined Prior Round and Third Round new construction obligation is 287 which is met through the following compliance mechanisms:

The Borough has a realistic development potential (RDP) of 28 units, as calculated in Exhibit A. That RDP will be satisfied as follows:

Name of Development	Type of Credit	# of Units	Bonus Credits	Total Credits
Schaefer's Gardens / Lakeshore Developers	Family sale	9		9
Accessory Apartments	Family rental	10		10
Spectrum for Living	Supportive Housing	6	6	12
Bergen County United Way/Massachusetts Avenue	Supportive Housing	4		4
Bergen County United Way/Massachusetts Avenue	Family rental	8	1	9
Bergen County United Way/Massachusetts Avenue	Age-restricted rental	2		2
	Total	39	7	46

<sup>1</sup> David N. Kinsey, PhD, PP, FAICP, NEW JERSEY LOW AND MODERATE INCOME HOUSING OBLIGATIONS FOR 1999-2025 CALCULATED USING THE NJ COAH PRIOR ROUND (1987-1999) METHODOLOGY, April 2017.