

NOTICE: REDEVELOPMENT HOUSING SUCCESSORS

SUBJECT: Annual Change in Maximum Allowable Administration Expenditures for Monitoring and Preserving Units Subject to Long-term Affordability Restrictions or Covenants.

STATUTORY AUTHORITY: Senate Bill 341 (Chapter 796, Statutes of 2013). Effective Date: January 1, 2014. Amendment to Health & Safety Code Section 34176.

Section 34176.1(a)(1) specifies, in part, that housing successors may annually expend up to \$200,000 to monitor and preserve long-term affordability of units subject to affordability restrictions or covenants and administer certain activities. (HCD note: expenditure cap is subject to annual Consumer Price Index change. Adjustments shall not be made that decrease \$200,000 cap)

HCD is required to annually post on its website an adjustment to the annual \$200,000 limitation based on any change in the Consumer Price Index for All Urban Consumers published by the federal Department of Labor (Bureau of Labor Statistics) for the preceding calendar year.

HCD will post Consumer Price Index for All Urban Consumers (CPI-U) for December that is published by the federal Department of Labor Bureau of Labor Statistics (BLS) to determine the change to the expenditure cap.

<http://www.bls.gov/news.release/cpi.t01.htm>

Fiscal	EXPENDITURE CAP	CPI Change	CPI-U Change	CPI-U Change	Calendar
Year	ADJUSTMENT	to <u>CAP</u>	Year to Year %	<u>DECEMBER</u>	Year
				233.049	2013
2013 - 14	\$200,000	1,600	0.80%	234.812	2014
2014 - 15	\$201,600	1,400	0.70%	236.525	2015
2015 - 16	\$203,000	4,200	2.10%	241.432	2016
2016 - 17	\$207,200	4,300	2.10%	246.524	2017
2017 - 18	\$211,500	4,000	1.90%	251.233	2018
2018 - 19	\$215,500	4,900	2.30%	256.974	2019
2019 - 20	\$220,400	3,000	1.40%	260.474	2020
2020 - 21	\$223,400	15,600	7.00%	278.802	2021
2021 - 22	\$239,000	15,500	6.50%	296.797	2022
2022 - 23	\$254,500	8,600	3.40%	306.746	2023
2023 - 24	\$263,100				