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|  | 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. | | | | | | | | |
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|  | 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. | | | | | | | | |
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|  | <http://www.bls.gov/news.release/cpi.t01.htm> | | | | | | | | |
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|  |  | **Fiscal** | | | **EXPENDITURE C A P ADJUSTMENT** | **C P I Change** | **CPI-U Change** | **CPI-U Change** | **Calendar** |
|  |  | **Year** | | | **to C A P** | **Year to Year %** | **DECEMBER** | **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 |  |  |  |  |
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