NOTICE: REDEVELOPMENT HOUSING SUCCESSORS

SUBJECT: Annual Change in Maximum Allowable Administration Expendititures 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 are not made below $200,000 cap)

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

HCD posts "December" CPI for All Urban Consumers (CPI-U) published by federal Department of Labor, Bureau of Labor Statistics (BLS) to determine change to expenditure cap.
http://www.bls.gov/news.release/cpi.t01.htm

Fiscal Year	EXPENDITURE CAP ADJUSTMENT	CPI Change to CAP	CPI-U Change Year to Year %	CPI-U Change DECEMBER	Calendar 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				