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). <u>Effective Date: January 1, 2014</u>. 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

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 <u>All Urban Consumers</u> 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 <u>December</u> 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				