

CALIFORNIA DEBT LIMIT ALLOCATION COMMITTEE

Estimated Public Benefits Qualified Residential Rental Project Pool March 19, 2014 Allocation

State and local governmental agencies and joint powers authorities can issue tax-exempt housing revenue bonds. These bonds assist developers of multifamily rental housing units to acquire land and construct new units or purchase and rehabilitate existing units. The tax-exempt bonds are used to fund a loan with a below market interest rate. The low interest rate loan is used by the Project Sponsor to develop the project. Project Sponsors produce market rate and affordable rental housing for low and very low-income households by reducing rental rates to these individuals and families.

The California Debt Limit Allocation Committee is responsible for administering California's annual tax-exempt private activity bond program, known as "the annual State ceiling". For calendar year 2014, California's State ceiling is \$3.833 billion. Each year the Committee divides the annual State ceiling among several bond programs, known as "Program Pools", including the Qualified Residential Rental Project Pool (Rental Project Pool). For calendar year 2014, the Committee reserved approximately \$1.25 billion or 32.6% of the State ceiling for the Rental Project Pool. The \$1.25 billion of bond authority will be allocated throughout the calendar year to three sub-pools i.e., General Pool (consists of projects having 50.1% or more of its total units designated as Restricted Rental Units); Mixed Income Pool (consists of projects having 50% or fewer of its total units designated as Restricted Rental Units); and the Rural Project Pool (consists of projects located in a rural area as defined by California Health and Safety Code Section 50199.21 and not including Mixed Income projects).

The Committee awarded a total of \$91,000,000 of the 2014 State Ceiling and authorized the use of \$51,741,597 of 2011 carryforward allocation; \$78,703,848 of 2012 carryforward; and \$6,000,000 of 2013 carryforward allocation for an aggregate total of \$227,445,445 allocated on March 19, 2014 for multifamily rental housing. This allocation will fund 20 multifamily rental housing projects.

The allocations awarded on March 19, 2014 will finance 1,796 total units, of which 1,786 will be Restricted Rental Units. Restricted Rental Units are units within a Project that are restricted to households earning 60% or less of the Applicable Median Family Income. Of the 1,786 Restricted Rental Units, 643 units will be restricted to very low income households with incomes at or below 50% of the area median income and 1,143 units will be restricted to low income households with incomes between 51% and 60% of the area median income. Of the total 1,796 units to be financed with the allocation, 596 will be large family (3 or more bedroom) units. In addition, this allocation will preserve 443 income and rent restricted units that were at-risk of losing affordability restrictions.

SUMMARY OF PROJECTS				
Total # of Projects	# of New Constr. Projects	# of Acq. & Rehab Projects	# of Family Projects	# of Senior Citizen Projects
20	3	17	15	5
% of Total:	15%	85%	75%	25%

SUMMARY OF UNITS											
Total # of Units	# of Restricted Units	Units @ 50%	Units @ 60%	Market Rate Units	# of New Constr. Units	# of Acq. & Rehab. Units	# of At-Risk Units	# of Family Units	# of Large Family Units	# of Sr. Citizen Units	# of Special Need Units
1,796	1,786	643	1,143	10	237	1,559	443	1,378	596	418	0
% of Total:	99.4%	35.8%	63.6%	.6%	13.2%	86.8%	24.7%	76.7%	33.2%	23.3%	0%

SUMMARY OF POOL CATEGORIES																	
Pool Type	Total # of Projects	Total # of Units	# of Restr. Units	Units @ 50%	Units @ 60%	Market Rate Units	# of Family Units	# of Large Family Units	# of Sr. Citizen Units	# of Special Needs Units	# of At-Risk Units	# of NC Units	# of Acq. & Rehab Units	# of NC Projs.	# of Acq. & Rehab. Projs.	# of Fam. Projs.	# of Sr. Projs.
GENERAL	20	1,796	1,786	643	1,143	10	1,378	596	418	0	443	237	1,559	3	17	15	5
MIXED INCOME	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
RURAL	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Totals:	20	1,796	1,786	643	1,143	10	1,378	596	418	0	443	237	1,559	3	17	15	5