

CALIFORNIA TAX CREDIT ALLOCATION COMMITTEE

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DATE: October 10, 2008
TO: Low Income Housing Tax Credit Stakeholders
FROM: William J. Pavão, Executive Director
SUBJECT: Second Round 2008 Carryover Allocation Deadline

With this memorandum, the California Tax Credit Allocation Committee (TCAC) is extending the carryover allocation deadline for second round 2008 credit reservation recipients to Friday, November 14, 2008. First round credit recipients still must file their carryover applications by Friday, October 31, 2008.

The Tax Credit Allocation Committee is aware of the challenges facing developers with 2008 reservations attempting to reach agreements with tax credit syndicators or direct investors. The Committee is also cognizant of proposed projects on TCAC's 2008 waiting list that may be prepared to proceed with an identified investor. The State's interest is in reserving credits for quality projects that can proceed and ultimately be developed and occupied by low-income residents.

TCAC is attempting to provide some relief to second round reservation recipients who must submit their reservation fee and, in short order, their carryover allocation application with a performance deposit. At the same time, TCAC is attempting to recapture any unusable credit reservations and re-reserve those credits to waiting project sponsors who can use them.

The Committee will continue to monitor circumstances and act in a manner that furthers the goal of promptly providing quality affordable rental housing. If you have any questions, please contact your regional analyst.