

CALIFORNIA DEBT LIMIT ALLOCATION COMMITTEE

Estimated Public Benefits Qualified Residential Rental Project Pool September 28, 2011 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 (the "Committee") is responsible for administering California's annual tax-exempt private activity bond program, known as "the annual State ceiling". For calendar year 2011, California's State ceiling is \$3.539 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 2011, the Committee reserved approximately \$1.25 billion or 35.3% 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 \$86,233,920 of the 2011 State Ceiling and authorized the use of \$23,025,000 of available 2009 carryforward allocation and \$231,444,312 of available 2010 carryforward allocation on September 28, 2011 for multifamily rental housing. This allocation will fund 32 multifamily rental housing projects.

The allocations awarded on September 28, 2011 will finance 2,454 total units, of which 2,389 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 2,389 Restricted Rental Units, 1,408 units will be restricted to very low income households with incomes at or below 50% of the area median income and 981 units will be restricted to low income households with incomes between 51% and 60% of the area median income. Of the total 2,454 units to be financed with the allocation, 1,077 will be new construction units, 790 will be senior citizen units, and 416 will be large family (3 or more bedroom) units. In addition, this allocation will preserve 368 low-income and rent restricted units that were at-risk of losing their affordability restrictions.

SUMMARY OF PROJECTS				
Total # of Projects	# of New Constr. Projects	# of Acq. & Rehab Projects	# of Family Projects	# of Senior Citizen Projects
32	17	15	23	9
% of Total:	48%	52%	96%	4%

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	
2,454	2,389	1,408	981	65	1,077	1,377	368	1,664	416	790	39	
% of Total:	93.3%	33.3%	60%	6.7%	22.6%	77.4%	11.6%	97.2%	15.3%	2.8%	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	26	2,113	2,049	1,223	826	64	1,382	373	731	39	121	983	1,130	15	11	18	8
MIXED INCOME	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
RURAL	6	341	340	185	155	1	282	43	59	0	247	94	247	2	4	5	1
Totals:	32	2,454	2,389	1,408	981	65	1,664	416	790	39	368	1,077	1,377	17	15	23	9