

**THE CALIFORNIA DEBT LIMIT ALLOCATION COMMITTEE**

**December 16, 2009**

**Consideration of Appeals and Applications for an Allocation of the 2009 State Ceiling on Qualified Private Activity Bonds for Single Family Housing Programs and Awards of Allocation**

**(Agenda Item No. 7.)**

**ACTION:**

- 1) Approve the transfer of \$9,993,764 from the Reserve Pool to the Single Family Housing (SFH) Program Pool; and
- 2) Approve the award of 2009 tax exempt bond allocation to various SFH Program Applicants in excess of each Applicant's designated fairshare allocation amount (Items 7.1 thru 7.14).

**DISCUSSION:**

The distribution criteria for the SFH Program Pool is on a fairshare basis; that is each county receives a proportionate share of the amount reserved for Local Issuers based on that County's population relative to the State's population.

For 2009, the SFH Program Pool has experienced increased participant demand. As a result, many local program administrators have requested that additional 2009 allocation in excess of their 2009 fairshare allocation be provided to meet the needs of these active SFH programs.

To support all December 16, 2009 SFH Applicant requests for allocation, staff recommends the Committee transfer \$9,993,764 of unused Reserve Pool allocation to the SFH Program Pool and waive the fairshare allocation limitation of each Applicant. The Reserve Pool was created to provide staff the flexibility to provide additional allocation to various program pools on an "as needed" basis. The current balance of the Reserve Pool is \$461,076,665.

**RECOMMENDATIONS:**

Staff recommends:

- 1) Approval of the transfer of \$9,993,764 from the Reserve Pool to the SFH Program Pool; and
- 2) Approval of 2009 tax exempt bond allocation to various SFH Program Applicants in excess of each Applicant's designated fairshare allocation amount.