

**CALIFORNIA TAX CREDIT ALLOCATION COMMITTEE
CARRYOVER ALLOCATION EXHIBIT C
ELECTION TO FIX THE GROSS RENT FLOOR
(IRS Revenue Procedure 94-57)**

Project Name: _____

Project Location: _____

Project Number: _____

Internal Revenue Procedure 94-57 allows owners of qualified housing projects to specify the date on which the gross rent floor described in Section 42(g)(2)(A) of the Internal Revenue Code of 1986, as amended (the "Code") will take effect. According to the Code, the Internal Revenue Service (the "Service") will treat the gross rent floor as taking effect on the date that the Housing Credit Agency initially allocates a housing credit dollar amount to the building under Code Section 42(h)(1). However, the Service will treat the gross rent floor as taking effect on a building's placed in service date if the building owner designates that date as the date on which the gross rent floor will take effect for the building.

- I elect to establish the rent floor as of the date of the Carryover Allocation, and I understand that by making this election, maximum permissible rents for units in the Project cannot be reduced below the maximum program rents based on income limits established by HUD as of the date of the Carryover Allocation.

- I elect to establish the rent floor as of the Project's placed-in-service date, and I understand that by making this election, the Project's rents cannot be lowered beyond the maximum program rents based on income limits established by HUD in effect on the placed-in-service date.

Signature of Project Owner

Date

Printed Name of Signatory

Title of Signatory