

Transfer of Unused Allocation Remaining on December 16, 2009

CALIFORNIA DEBT LIMIT ALLOCATION COMMITTEE

December 16, 2009

**REVISED**

***CONSIDERATION OF STAFF'S RECOMMENDATION TO TRANSFER AND AWARD UNUSED ALLOCATION REMAINING ON DECEMBER 16, 2009 TO VARIOUS ISSUERS ON A CARRY FORWARD BASIS***

**ACTION:**

Approve the transfer and award of all unused allocation remaining in program pools on December 16, 2009 to seven highly active multifamily housing issuers (identified below) for the Qualified Residential Rental Project (QRRP) Program and to the California Pollution Control Financing Authority (CPCFA) for the Exempt Facility Program.

**BACKGROUND:**

After the December 16, 2009 allocations have been made, there will be a 2009 volume cap balance of approximately \$1,788,574,371 remaining. This amount is likely to increase as projects that have received bond authority may issue only a portion of their allocation or fail to issue bonds entirely. Staff surveyed 12 highly active issuers that on average issued bonds in excess of \$50 million per year between 2006 and 2008. Seven of these issuers responded with interest in receiving a lump sum 2009 carryforward allocation. The recommended awards are based on the average percent of volume cap each qualified issuer issued between 2006 and 2008 and according to the actual amount requested in response to the survey. The Exempt Facility bond issuer, CPCFA, also indicated that they anticipate a sufficient number of projects over the next three years to support a 2009 lump sum allocation.

In order to ensure that no amount of 2009 allocation is lost, staff is recommending that the remaining allocation as of December 16, 2009 be made available to the following issuers:

<b>NAME OF ISSUER</b>	<b>RECOMMENDED TRANSFER AMOUNT</b>
California Statewide Communities Development Authority	\$399,960,000*
California Municipal Finance Authority	\$135,000,000*
City of Los Angeles	\$288,000,000*
California Housing Finance Agency	\$199,920,000*
Redevelopment Agency of the City & County of San Francisco	\$50,000,000*
ABAG Finance Authority for Nonprofit Corporations	\$75,000,000*
Housing Authority of the County of Sacramento	\$50,000,000*
CPCFA	\$590,694,371

\*This carryforward allocation will be applied to future individual QRRP requests for allocation made by the issuer to the Committee until the amounts are exhausted.

**COMMENT:** Staff's proposal will ensure that no amount of the 2009 State Ceiling is unallocated.

**RECOMMENDATION:** Staff recommends that \$1,197,880,000 of the remaining \$1,788,574,371 December 16, 2009 allocation be transferred to the seven aforementioned issuers of multifamily housing projects for the Qualified Residential Rental Project Program and all allocation remaining thereafter be transferred to the California Pollution Control Financing Authority for the Exempt Facility Program all on a carryforward basis.