

CALIFORNIA DEBT LIMIT ALLOCATION COMMITTEE
December 14, 2016
CONSIDERATION OF STAFF'S RECOMMENDATION TO TRANSFER AND AWARD UNUSED
ALLOCATION TO VARIOUS ISSUERS

ACTION:

Approve the transfer and award of all unused allocation remaining in program pools on December 14, 2016 to various Qualified Residential Rental Project (QRRP) Programs and a Single Family Housing (SFH) Program.

BACKGROUND:

After the December 14, 2016 allocations have been made, there will be a 2016 volume cap balance of approximately \$806,219,913 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 six of CDLAC's most active QRRP Applicants. Of the Applicants that responded to the survey, six Applicants responded with interest in receiving a lump sum of 2016 carryforward allocation for immediate use in 2017. Staff recognizes that some of the anticipated 2017 demand identified by the Applicants is based on program volume that may or may not ultimately come to fruition. However, staff is comfortable with these program assumptions and feels that the 2017 projected amounts are reasonable at this point in time.

In order to ensure that no amount of 2016 allocation is lost, staff is recommending that the remaining allocation as of December 14, 2016 be made available to the following QRRP and SFH issuers in the following amounts for immediate use:

NAME OF ISSUER	RECOMMENDED TRANSFER AMOUNT
City and County of San Francisco (QRRP)	\$193,087,552*
California Housing Finance Agency (MCC)	Any remaining allocation
California Statewide Communities Development Authority (QRRP)	\$57,926,265*
California Municipal Finance Authority (QRRP)	\$376,358,752*
San Diego Housing Commission (QRRP)	\$102,819,121*
City of Los Angeles (QRRP)	\$ 76,028,223*
Total	\$806,219,913*

*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 2016 State Ceiling is unallocated.

RECOMMENDATION:

Staff recommends that the remaining \$806,219,913 in unused 2016 allocation be transferred to the five aforementioned QRRP issuers; and all allocation remaining thereafter be transferred to the California Housing Finance Agency for the SFH Mortgage Credit Certificate Program; all on a carryforward basis.

Prepared by Misti Armstrong