

LOWER INCOME BENEFIT

1. Compute Maximum Total Subsidy:
 - 0 Bedroom = \$5,000
 - 1 Bedroom = \$6,500
 - 2 Bedroom = \$7,500
 - 3+ Bedroom = \$8,500
2. Compute Maximum Subsidy for Low Income Benefit (Units actually occupied by low-income tenants--income = 1 or 2).
3. Compute maximum low income subsidy as percent of maximum total subsidy.
4. Apply percent (step 3) to total RRP project funds disbursed per Fiscal Year in project (accumulate to each FY Grant).
5. Compute percent grant funds for low income per FY (total funds accumulated in step 4, divided by total dollars disbursed for completed project per FY grant).

EXAMPLE:

4 Unit Project (1-1BR, 2-2BR, 1-3BR)
 3 Units occupied by low income tenants
 \$27,000 RRP funds disbursed (\$10,000 FY'84, \$17,000 FY'85)

STEP 1:	MAXIMUM TOTAL SUBSIDY:	1 1BR X \$6,500 = \$ 6,500
		2 2BR X \$7,500 = 15,000
		1 3BR X \$8,500 = 8,500
		<u>\$30,000</u>

STEP 2:	MAXIMUM SUBSIDY LOW/INCOME:	2 2BR X \$7,500 = \$15,000
		1 1BR X \$6,500 = 6,500
		<u>\$21,500</u>

STEP 3: PERCENT LOW/INCOME SUBSIDY = $\$21,500 / \$30,000 = .72$

STEP 4: $.72 \times \$10,000$ (FY'84 FUNDS) = \$7,200 (ACCUMULATE TO '84 GRANT)

$.72 \times \$17,000$ (FY'85 FUNDS) = \$12,240 (ACCUMULATE TO '85 GRANT)

STEP 5: ABOVE CALCULATIONS ARE PERFORMED FOR EACH COMPLETED PROJECT. GRANT FUNDS ACCUMULATED IN STEP 4 ARE REPORTED IN QUARTERLY REPORT FOR EACH FISCAL YEAR FUNDS DISBURSED FOR COMPLETED PROJECTS.

LARGE FAMILY REQUIREMENT

1. Compute maximum total subsidy as follows:

0 Bedroom = \$5,000
1 Bedroom = \$6,500
2 Bedroom = \$7,500
3+ Bedroom = \$8,500

2. Compute maximum subsidy 2+ bedroom.

3. Compute percent 2+ bedroom subsidy based on maximum subsidy for 2+ bedroom.

4. Apply percent (step 3) to RRP funds disbursed to calculate RRP funds for 2+ bedroom (accumulate to grant for each FY funds in project).

5. Compute percent of RRP funds for 2+ bedroom based on accumulated funds in step 4.

NOTE: PERCENT = ACCUMULATED RRP FUNDS (STEP 4)/TOTAL FY FUNDS DISBURSED FOR COMPLETED PROJECTS.

6. Perform above calculations for 3+ bedroom units.

EXAMPLE

4 UNIT PROJECT (1-1 BEDROOM, 2-2 BEDROOM, 1-3 BEDROOM)
\$27,000 RRP FUNDS DISBURSED (\$10,000 FY'88, \$17,000 FY'89)

STEP 1:	MAXIMUM TOTAL SUBSIDY:	1 BEDROOM X \$ 6,500
		2 BEDROOM X \$ 7,500
		2 BEDROOM X \$ 7,500
		3 BEDROOM X \$ 8,500
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		\$30,000

STEP 2:	MAXIMUM SUBSIDY 2+ BEDROOM	2 BEDROOM X \$ 7,500
		2 BEDROOM X \$ 7,500
		3 BEDROOM X \$ 8,500
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		\$23,500

STEP 3: PERCENT \$23,500/\$30,000 .78

STEP 4: .78 X \$10,000 = \$ 7,800 (ACCUMULATE TO FY 88 GRANT)
.78 X \$17,000 = \$13,260 (ACCUMULATE TO FY 89 GRANT)

STEP 5: PERCENT RRP FUNDS FOR 2+ (OR 3+) BEDROOMS:

TOTAL ACCUMULATED RRP FUNDS (STEP 4)/TOTAL RRP FUNDS DISBURSED FOR COMPLETED PROJECTS FOR EACH FY GRANT