



HUD
Office of Community Planning and Development

Information E-Bulletin
Issue No. CPD-2016-04
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MEMORANDUM FOR: Chief Executive Officials/County Administrators Located Within the Office of the Los Angeles Community Planning and Development Field Office Jurisdiction

ATTENTION: HOME Program Coordinators

FROM: William G. Vasquez, Director
 Office of Community Planning and Development, 9DD

SUBJECT: HOME Investment Partnership Program
 New 2015 Limits for HOME Maximum Per-Unit Subsidies Limits Effective November 18, 2015

Due to the discontinuation of the Section 221(d)(3) mortgage insurance program, alternate maximum per-unit subsidy limits must be used for the HOME Investment Partnerships Program (HOME). HUD is required to undertake rulemaking to establish new maximum per-unit subsidy limits for the HOME Program because it is no longer updating and publishing limits for the Section 221(d)(3) mortgage insurance program.

Until a new rule can be published, HUD published CPD Notice 15-003: Interim Policy on Maximum Per-Unit Subsidy Limits for the HOME Program establishing an interim policy that Field Office staff and participating jurisdictions (PJs) must follow directing PJs to use the Section 234-Condominium Housing basic mortgage limits, for elevator-type projects, as an alternative to the Section 221(d)(3) limits in order to determine the maximum amount of HOME funds a PJ may invest on a per-unit basis in HOME-assisted housing projects. This interim policy remains in effect until the effective date of the new final rule provisions, amending the existing provisions of 24 CFR 92.250(a).

HUD has also issued HOMEfires - Vol. 12 No. 1, May 2015: Guidance on Using the Base City High Cost Percentages to Determine the Maximum Per-Unit Subsidy Limits for HOME. The HOMEfires provides guidance on if a PJ that is not listed on the published list of “Base City High Cost Percentages” to use the high-cost percentage of its HUD Multifamily Hub to determine the maximum per-unit subsidy limits for HOME.

The following amounts are applicable to all participating jurisdictions located within the jurisdiction of the Los Angeles Field Office and are effective retroactive to November 15, 2015.

Bedrooms	HOME Maximum Subsidy
0	\$ 140,107
1	\$ 160,615
2	\$ 195,304
3	\$ 252,662
4+	\$ 277,344

Please note that the above amounts have been adjusted to the maximum 240 percent that is allowed under the HOME Program on a program-wide basis, therefore, your jurisdiction may not request an increase in the subsidy limits. If you have any questions, please contact the Community Planning and Development Representative assigned to your jurisdiction.