

U. S. Department of Housing and Urban Development

Office of Public and Indian Housing

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Special Attention of: Public Housing Agencies; Secretary's Representatives; State/Area Coordinators; Directors, Public Housing Divisions; Resident Management Corporations (RMCs)	NOTICE PIH 2002-5 (HA)  Issued: March 6, 2002  Expires: March 31, 2003
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Subject: FY 2002 Operating Fund Local Inflation Factors, Formula Expense Level Equation Multipliers, and Related Tables

This Notice provides information needed by Public Housing Agencies (PHAs) in their determination of operating subsidy eligibility for their respective fiscal years beginning January 1, April 1, July 1, or October 1, 2002. Appendix 1 of this Notice contains Local Inflation Factors. If a PHA is unsure whether it should apply the metro or non-metro inflation factor, it should consult the listing of metropolitan areas contained in Appendix 2.

A small number of PHAs may have to adjust their Allowable Expense Levels (AELs) in FY 2002 to reflect significant changes, up or down, in their dwelling unit inventory that have occurred since their last AEL adjustment. In order to compute the adjustment (also known as a "long delta" calculation), these PHAs will need the information contained in Appendices 3 and 4.

Additional factors and information related to the determination of FY 2002 operating subsidy eligibility will be distributed to PHAs and field office staff within the next several weeks.

If additional information is needed, please contact Regina McGill, Director, Funding and Financial Management Division, Office of Public and Assisted Housing Delivery, at (202) 708-1872.

/s/

Michael Liu, Assistant Secretary for  
Public and Indian Housing

Attachments

OPERATING FUND LOCAL INFLATION FACTORS  
 (For PHA Fiscal Years Beginning January 1, 2002,  
 April 1, 2002, July 1, 2002 and October 1, 2002)

---See Appendix 2 for listing of Metro areas---

STATE	METRO	NON-METRO	STATE	METRO	NON-METRO
Alabama	1.029	1.032	Nebraska	1.013	1.022
Alaska	1.022	1.023	Nevada	1.019	1.018
Arizona	1.021	1.017	New Hampshire	1.021	1.018
Arkansas	1.030	1.021	New Jersey	1.017	NA
California	1.024	1.024	New Mexico	1.028	1.031
Colorado	1.024	1.024	New York	1.020	1.016
Connecticut	1.013	1.013	North Carolina	1.028	1.031
Delaware	1.017	1.000	North Dakota	1.030	1.017
D.C.	1.032	NA	Ohio	1.025	1.024
Florida	1.020	1.021	Oklahoma	1.015	1.018
Georgia	1.024	1.029	Oregon	1.019	1.020
Hawaii	1.035	1.039	Pennsylvania	1.018	1.018
Idaho	1.020	1.024	Rhode Island	1.041	1.041
Illinois	1.024	1.029	South Carolina	1.030	1.029
Indiana	1.021	1.025	South Dakota	1.006	1.022
Iowa	1.022	1.022	Tennessee	1.023	1.022
Kansas	1.028	1.019	Texas	1.028	1.024
Kentucky	1.027	1.019	Utah	1.024	1.024
Louisiana	1.017	1.027	Vermont	1.022	1.020
Maine	1.019	1.022	Virginia	1.024	1.018
Maryland	1.014	1.018	Washington	1.019	1.019
Massachusetts	1.022	1.023	West Virginia	1.022	1.030
Michigan	1.018	1.022	Wisconsin	1.019	1.021
Minnesota	1.022	1.021	Wyoming	1.025	1.020
Mississippi	1.021	1.023	Guam	NA	1.023
Missouri	1.020	1.021	Puerto Rico	1.027	1.027
Montana	1.023	1.019	Virgin Islands	NA	1.023

Listing of Metropolitan Areas  
(For PHA Fiscal Years Beginning In Calendar Year 2002)

Note: Area listed are counties, unless otherwise identified.

ALABAMA	CA (cont.)	CT towns (cont.)	CT towns (cont.)
Autauga	Riverside	Columbia	Orange
Baldwin	Sacramento	Coventry	Oxford
Blount	San Bernardino	Cromwell	Plainfield
Calhoun	San Diego	Danbury	Plainville
Colbert	San Francisco	Darien	Plymouth
Dale	San Joaquin	Derby	Portland
Elmore	San Luis Obispo	Durham	Preston
Etowah	San Mateo	East Granby	Prospect
Houston	Santa Barbara	East Haddam	Redding
Jefferson	Santa Clara	East Hampton	Ridgefield
Lauderdale	Santa Cruz	East Hartford	Rocky Hill
Lawrence	Shasta	East Haven	Roxbury
Lee	Solano	East Lyme	Salem
Limestone	Sonoma	East Windsor	Seymour
Madison	Stanislaus	Easton	Shelton
Mobile	Sutter	Ellington	Sherman
Montgomery	Tulare	Enfield	Simsbury
Morgan	Ventura	Fairfield	Somers
Russell	Yolo	Farmington	South Windsor
St. Clair	Yuba	Franklin	Southbury
Shelby		Glastonbury	Southington
Tuscaloosa	COLORADO	Granby	Sprague
		Greenwich	Stafford
		Griswold	Stamford
ARIZONA	Adams	Groton	Stonington
	Arapahoe	Guilford	Stratford
Coconino	Boulder	Haddam	Suffield
Maricopa	Denver	Hamden	Thomaston
Mohave	Douglas	Hartford	Thompson
Pima	El Paso	Harwinton	Tolland
Pinal	Jefferson	Hebron	Trumbull
Yuma	Larimer	Killingworth	Vernon
	Mesa	Lebanon	Wallingford
ARKANSAS	Pueblo	Ledyard	Washington
	Weld	Lisbon	Waterbury
Benton		Madison	Waterford
Craighead	CONNECTICUT	Manchester	Watertown
Crawford	(towns)	Mansfield	West Hartford
Crittenden		Marlborough	West Haven
Faulkner	Andover	Meriden	Weston
Jefferson	Ansonia	Middlebury	Westport
Lonoke	Ashford	Middlefield	Wethersfield
Miller	Avon	Middletown	Willington
Pulaski	Barkhamsted	Milford	Wilton
Saline	Beacon Falls	Monroe	Winchester
Sebastian	Berlin	Montville	Windham
Washington	Bethany	Naugatuck	Windsor
	Bethel	New Britain	Windsor Locks
CALIFORNIA	Bethlehem	New Canaan	Wolcott
	Bloomfield	New Fairfield	Woodbridge
Alameda	Bolton	New Hartford	Woodbury
Butte	Bozrah	New Haven	
Contra Costa	Branford	New London	DELAWARE
El Dorado	Bridgeport	New Milford	
Fresno	Bridgewater	Newington	Kent
Kern	Bristol	Newtown	New Castle
Los Angeles	Brookfield	North Branford	
Madera	Burlington	North Haven	D.C.
Marin	Canterbury	North Stonington	
Merced	Canton	Norwalk	Washington
Monterey	Chaplin	Norwich	
Napa	Cheshire	Old Lyme	
Orange	Clinton	Old Saybrook	
Placer	Colchester		

Listing of Metropolitan Areas  
(For PHA Fiscal Years Beginning In Calendar Year 2002)

Note: Area listed are counties, unless otherwise identified.

FLORIDA	GA (cont.)	IN (cont.)	KY (cont.)
Alachua	Jones	Clark	Bourbon
Bay	Lee	Clay	Boyd
Brevard	Madison	Clinton	Bullitt
Broward	McDuffie	Dearborn	Campbell
Charlotte	Muscogee	DeKalb	Carter
Clay	Newton	Delaware	Christian
Collier	Oconee	Elkhart	Clark
Dade	Paulding	Floyd	Daviess
Duval	Peach	Hamilton	Fayette
Escambia	Pickens	Hancock	Gallatin
Flagler	Richmond	Harrison	Grant
Gadsden	Rockdale	Hendricks	Greenup
Hernando	Spalding	Howard	Henderson
Hillsborough	Twiggs	Huntington	Jefferson
Lake	Walker	Johnson	Jessamine
Lee	Walton	Lake	Kenton
Leon		Madison	Madison
Manatee	HAWAII	Marion	Oldham
Marion		Monroe	Pendleton
Martin	Honolulu	Morgan	Scott
Nassau		Ohio	Woodford
Okaloosa	IDAHO	Porter	
Orange		Posey	LOUISIANA
Osceola	Ada	St. Joseph	Acadia
Palm Beach	Bannock	Scott	Ascension
Pasco	Canyon	Shelby	Bossier
Pinellas		Tippecanoe	Caddo
Polk	ILLINOIS	Tipton	Calcasieu
St. Johns		Vanderburgh	E. Baton Rouge
St. Lucie	Boone	Vermillion	Jefferson
Santa Rosa	Champaign	Vigo	Lafayette
Sarasota	Clinton	Warrick	Lafourche
Seminole	Cook	Wells	Livingston
Volusia	DeKalb	Whitley	Orleans
	DuPage		Ouachita
GEORGIA	Grundy	IOWA	Plaquemines
Barrow	Henry		Rapides
Bartow	Jersey	Black Hawk	St. Bernard
Bibb	Kane	Dallas	St. Charles
Bryan	Kankakee	Dubuque	St. James
Carroll	Kendall	Johnson	St. John the
Catoosa	Lake	Linn	Baptist
Chatham	McHenry	Polk	St. Landry
Chattahoochee	McLean	Pottawattamie	St. Martin
Cherokee	Macon	Scott	St. Tammany
Clarke	Madison	Warren	Terrebonne
Clayton	Menard	Woodbury	Webster
Cobb	Monroe		W. Baton Rouge
Columbia	Ogle	KANSAS	
Coweta	Peoria		MAINE (towns)
Dade	Rock Island	Butler	
DeKalb	St. Clair	Douglas	Auburn
Dougherty	Sangamon	Harvey	Bangor
Douglas	Tazewell	Johnson	Berwick
Effingham	Will	Leavenworth	Brewer
Fayette	Winnebago	Miami	Buxton
Forsyth	Woodford	Sedgwick	Cape Elizabeth
Fulton		Shawnee	Casco
Gwinnett	INDIANA	Wyandotte	Cumberland
Harris			Eddington
Henry	Adams	KENTUCKY	Eliot
Houston	Allen		Falmouth
	Boone	Boone	

## Listing of Metropolitan Areas

(For PHA Fiscal Years Beginning In Calendar Year 2002)

Note: Area listed are counties, unless otherwise identified.

ME towns (cont.)	MA towns (cont.)	MA towns (cont.)	MA towns (cont.)
Freeport	Adams	East Longmeadow	Mansfield
Glenburn	Agawam	Eastham	Marblehead
Gorham	Amesbury	Easthampton	Marion
Gray	Amherst	Easton	Marlborough
Greene	Andover	Essex	Marshfield
Hampden	Arlington	Everett	Mashpee
Heron	Ashburnham	Fairhaven	Mattapoisett
Holden	Ashby	Fall River	Maynard
Hollis	Ashland	Fitchburg	Medfield
Kenduskeag	Attleboro	Foxborough	Medford
Kittery	Auburn	Framingham	Medway
Lewiston	Avon	Franklin	Melrose
Limington	Ayer	Freetown	Mendon
Lisbon	Barnstable	Gardner	Merrimac
Mechanic Falls	Barre	Georgetown	Methuen
Milford	Bedford	Gloucester	Middleborough
North Yarmouth	Belchertown	Grafton	Middleton
Old Orchard Beach	Bellingham	Granby	Milford
Old Town	Belmont	Groton	Millbury
Orono	Berkley	Groveland	Millis
Orrington	Berlin	Hadley	Millville
Penobscot Indian	Beverly	Halifax	Milton
Poland	Billerica	Hamilton	Monson
Portland	Blackstone	Hampden	Montgomery
Raymond	Bolton	Hanover	Nahant
Sabattus	Boston	Hanson	Natick
Scarborough	Boxborough	Harvard	Needham
South Berwick	Boxford	Harwich	New Bedford
South Portland	Boylston	Hatfield	Newbury
Standish	Braintree	Haverhill	Newburyport
Turner	Brewster	Hingham	Newton
Veazie	Bridgewater	Hinsdale	Norfolk
Wales	Brockton	Holbrook	North Andover
Westbrook	Brookfield	Holden	N. Attleboro
Windham	Brookline	Holland	North Brookfield
Winterport	Burlington	Holliston	North Reading
Yarmouth	Cambridge	Holyoke	Northampton
York	Canton	Hopedale	Northborough
	Carlisle	Hopkinton	Northbridge
MARYLAND	Carver	Hudson	Norton
	Charlton	Hull	Norwell
Allegany	Chatham	Huntington	Norwood
Anne Arundel	Chelmsford	Ipswich	Oakham
Baltimore	Chelsea	Kingston	Orleans
Baltimore City	Cheshire	Lakeville	Oxford
Calvert	Chicopee	Lancaster	Palmer
Carroll	Clinton	Lanesborough	Paxton
Cecil	Cohasset	Lawrence	Peabody
Charles	Concord	Lee	Pembroke
Frederick	Dalton	Leicester	Pepperell
Harford	Danvers	Lenox	Pittsfield
Howard	Dartmouth	Leominster	Plainville
Montgomery	Dedham	Lexington	Plymouth
Prince Georges	Dennis	Lincoln	Plympton
Queen Anne's	Dighton	Littleton	Princeton
Washington	Douglas	Longmeadow	Quincy
	Dover	Lowell	Randolph
MASSACHUSETTS	Dracut	Ludlow	Raynham
(towns)	Dudley	Lunenburg	Reading
	Dunstable	Lynn	Rehoboth
Abington	Duxbury	Lynnfield	Revere
Acton	East Bridgewater	Malden	Richmond
Acushnet	East Brookfield	Manchester	Rochester

## Listing of Metropolitan Areas

(For PHA Fiscal Years Beginning In Calendar Year 2002)

Note: Area listed are counties, unless otherwise identified.

MA towns (cont.)	MA towns (cont.)	MISSISSIPPI	NH towns (cont.)
Rockland	Westport	DeSoto	Amherst
Rockport	Westwood	Forrest	Atkinson
Rowley	Weymouth	Hancock	Auburn
Russell	Whitman	Harrison	Barrington
Rutland	Wilbraham	Hinds	Bedford
Salem	Williamsburg	Jackson	Brentwood
Salisbury	Wilmington	Lamar	Brookline
Sandwich	Winchendon	Madison	Candia
Saugus	Winchester	Rankin	Chester
Scituate	Winthrop		Danville
Seekonk	Woburn	MISSOURI	Derry
Sharon	Worcester		Dover
Sherborn	Wrentham	Andrew	Durham
Shirley	Yarmouth	Boone	East Kingston
Shrewsbury		Buchanan	Epping
Somerset	MICHIGAN	Cass	Exeter
Somerville		Christian	Farmington
South Hadley	Allegan	Clay	Fremont
Southborough	Bay	Clinton	Goffstown
Southbridge	Berrien	Franklin	Greenland
Southhampton	Calhoun	Greene	Greenville
Southwick	Clinton	Jackson	Hampstead
Spencer	Eaton	Jasper	Hampton
Springfield	Genesee	Jefferson	Hampton Falls
Sterling	Ingham	Lafayette	Hollis
Stockbridge	Jackson	Lincoln	Hooksett
Stoneham	Kalamazoo	Newton	Hudson
Stoughton	Kent	Platte	Kensington
Stow	Lapeer	Ray	Kingston
Sturbridge	Lenawee	St. Charles	Lee
Sudbury	Livingston	St. Louis	Litchfield
Sunderland	Macomb	St. Louis City	Londonderry
Sutton	Midland	Sullivan City	Madbury
Swampscott	Monroe	Warren	Manchester
Swansea	Muskegon	Webster	Mason
Taunton	Oakland		Merrimack
Templeton	Ottawa	MONTANA	Milford
Tewksbury	Saginaw		Milton
Topsfield	St. Clair	Cascade	Mont Vernon
Townsend	Van Buren	Missoula	Nashua
Tyngsborough	Washtenaw	Yellowstone	New Castle
Upton	Wayne		New Ipswich
Uxbridge		NEBRASKA	Newfields
Wakefield	MINNESOTA		Newington
Walpole		Cass	Newmarket
Waltham	Anoka	Dakota	Newton
Ware	Benton	Douglas	North Hampton
Wareham	Carver	Lancaster	Pelham
Watertown	Chisago	Sarpy	Plaistow
Wayland	Clay	Washington	Portsmouth
Webster	Dakota		Raymond
Wellesley	Hennepin		Rochester
Wenham	Houston		Rollinsford
West Boylston	Isanti	NEVADA	Rye
West Bridgewater	Olmstead		Salem
West Brookfield	Polk	Clark	Sandown
West Newbury	Ramsey	Nye	Seabrook
West Springfield	St. Louis	Washoe	Somersworth
Westborough	Scott		South Hampton
Westfield	Sherburne	NEW HAMPSHIRE	Stratham
Westford	Stearns	(towns)	Weare
Westminster	Washington		Wilton
Weston	Wright	Allenstown	Windham

Listing of Metropolitan Areas  
(For PHA Fiscal Years Beginning In Calendar Year 2002)

Note: Area listed are counties, unless otherwise identified.

NEW JERSEY	NY (cont.)	OH (cont.)	PENNSYLVANIA
Atlantic	Schenectady	Clark	Allegheny
Bergen	Schoharie	Clermont	Beaver
Burlington	Suffolk	Columbiana	Berks
Camden	Tioga	Crawford	Blair
Cape May	Warren	Cuyahoga	Bucks
Cumberland	Washington	Delaware	Butler
Essex	Wayne	Fairfield	Cambria
Gloucester	Westchester	Franklin	Carbon
Hudson		Fulton	Centre
Hunterdon	NORTH CAROLINA	Geauga	Chester
Mercer		Greene	Columbia
Middlesex	Alamance	Hamilton	Cumberland
Monmouth	Alexander	Jefferson	Dauphin
Morris	Brunswick	Lake	Delaware
Ocean	Buncombe	Lawrence	Erie
Passaic	Burke	Licking	Fayette
Salem	Cabarrus	Lorain	Lackawanna
Somerset	Caldwell	Lucas	Lancaster
Sussex	Catawba	Madison	Lebanon
Union	Chatham	Mahoning	Lehigh
Warren	Cumberland	Medina	Luzerne
	Currituck	Miami	Lycoming
NEW MEXICO	Davidson	Montgomery	Mercer
	Davie	Pickaway	Montgomery
Bernalillo	Durham	Portage	Northampton
Dona Ana	Edgecombe	Richland	Perry
Los Alamos	Forsyth	Stark	Philadelphia
Sandoval	Franklin	Summit	Pike
Santa Fe	Gaston	Trumbull	Somerset
Valencia	Guilford	Warren	Washington
	Johnston	Washington	Westmoreland
NEW YORK	Lincoln	Wood	Wyoming
	Madison		York
Albany	Mecklenburg		
Bronx	Nash	OKLAHOMA	RHODE ISLAND
Broome	New Hanover		(towns)
Cayuga	Onslow	Canadian	
Chautauqua	Orange	Cleveland	Barrington
Chemung	Pitt	Comanche	Bristol
Dutchess	Randolph	Creek	Burrillville
Erie	Rowan	Garfield	Central Falls
Genesee	Stokes	Logan	Charlestown
Herkimer	Union	McClain	Coventry
Kings	Wake	Oklahoma	Cranston
Livingston	Wayne	Osage	Cumberland
Madison	Yadkin	Pottawatomie	East Greenwich
Monroe		Rogers	East Providence
Montgomery	NORTH DAKOTA	Sequoyah	Exeter
Nassau		Tulsa	Foster
New York	Burleigh	Wagoner	Glocester
Niagara	Cass		Hopkinton
Oneida	Grand Forks	OREGON	Jamestown
Onondaga	Morton		Johnston
Ontario		Benton	Lincoln
Orange	OHIO	Clackamas	Little Compton
Orleans		Columbia	Narragansett
Oswego	Allen	Jackson	North Kingstown
Putnam	Ashtabula	Lane	North Providence
Queens	Auglaize	Marion	North Smithfield
Rensselaer	Belmont	Multnomah	Pawtucket
Richmond	Brown	Polk	Providence
Rockland	Butler	Washington	Richmond
Saratoga	Carroll	Yamhill	Scituate

## Listing of Metropolitan Areas

(For PHA Fiscal Years Beginning In Calendar Year 2002)

Note: Area listed are counties, unless otherwise identified.

RI towns (cont.)	TN (cont.)	UTAH	VA (cont.)
Smithfield	Wilson	Davis	Henrico Co.
South Kingstown		Kane	Hopewell City
Tiverton	TEXAS	Salt Lake	Isle of Wight
Warren	Archer	Utah	Co.
Warwick	Bastrop	Weber	James City Co.
West Greenwich	Bell		King George Co.
West Warwick	Bexar	VERMONT (towns)	Loudoun Co.
Westerly	Bowie		Lynchburg City
Woonsocket	Brazoria	Burlington	Manassas City
	Brazos	Charlotte	Manassas Park
SOUTH CAROLINA	Caldwell	Colchester	City
	Cameron	Essex	Mathews Co.
Aiken	Chambers	Fairfax	New Kent Co.
Anderson	Collin	Georgia	Newport News City
Berkeley	Comal	Grand Isle	Norfolk City
Charleston	Coryell	Hinesburg	Petersburg City
Cherokee	Dallas	Jericho	Pittsylvania Co.
Dorchester	Denton	Milton	Poquoson City
Edgefield	Ector	Richmond	Portsmouth City
Florence	El Paso	St. Albans City	Powhatan Co.
Greenville	Ellis	St. Albans Town	Prince George Co.
Horry	Fort Bend	St. George	Prince William
Lexington	Galveston	Shelburne	Co.
Pickens	Grayson	South Burlington	Richmond City
Richland	Gregg	South Hero	Roanoke City
Spartanburg	Guadalupe	Swanton	Roanoke Co.
Sumter	Hardin	Williston	Salem City
York	Harris	Winooski	Scott Co.
	Harrison		Spotsylvania Co.
SOUTH DAKOTA	Hays	VIRGINIA	Stafford Co.
	Henderson		Suffolk City
Lincoln	Hidalgo	Albemarle Co.	Va. Beach City
Minnehaha	Hood	Alexandria City	Warren Co.
Pennington	Hunt	Amherst Co.	Washington Co.
	Jefferson	Arlington Co.	Williamsburg City
TENNESSEE	Johnson	Bedford City	York Co.
	Kaufman	Bedford Co.	
Anderson	Liberty	Bristol City	WASHINGTON
Blount	Lubbock	Botetourt Co.	
Carter	McLennan	Campbell Co.	Benton
Cheatham	Midland	Charles City Co.	Clark
Chester	Montgomery	Charlottesville	Franklin
Davidson	Nueces	City	Island
Dickson	Orange	Chesapeake City	Kitsap
Fayette	Parker	Chesterfield Co.	King
Hamilton	Potter	Clarke Co.	Pierce
Hawkins	Randall	Colonial Heights	Snohomish
Knox	Rockwall	City	Spokane
Loudon	San Patricio	Culpeper Co.	Thurston
Madison	Smith	Danville City	Whatcom
Marion	Tarrant	Dinwiddie Co.	Yakima
Montgomery	Taylor	Fairfax City	
Robertson	Tom Green	Fairfax Co.	WEST VIRGINIA
Rutherford	Travis	Falls Church City	
Sevier	Upshur	Fauquier Co.	Berkeley
Shelby	Victoria	Fluvanna Co.	Brooke
Sullivan	Waller	Fredericksburg	Cabell
Sumner	Webb	City	Hancock
Tipton	Wichita	Gloucester Co.	Jefferson
Unicoi	Williamson	Goochland Co.	Kanawha
Union	Wilson	Greene Co.	Marshall
Washington		Hampton City	Mineral
Williamson		Hanover Co.	Ohio



Listing of Metropolitan Areas

(For PHA Fiscal Years Beginning In Calendar Year 2002)

Note: Area listed are counties, unless otherwise identified.

WV (cont.)

Putnam  
Wayne  
Wood

WISCONSIN

Brown  
Calumet  
Chippewa  
Dane  
Douglas  
Eau Claire  
Kenosha  
La Crosse  
Marathon  
Milwaukee  
Outagamie  
Ozaukee  
Pierce  
Racine  
Rock  
Sheboygan  
St. Croix  
Washington  
Waukesha  
Winnebago

WYOMING

Laramie  
Natrona

OPERATING FUND CALCULATION OF FORMULA AND DELTA  
FOR REQUESTED BUDGET YEAR  
FY 2002

- A. On all forms and worksheets, refer to the applicable dates below each time Current or Requested Year appears.
1. Current Year - Agency fiscal year ending:
    - December 31, 2001,
    - March 31, 2002,
    - June 30, 2002, or
    - September 30, 2002.
  2. Requested Year - Agency fiscal year ending:
    - December 31, 2002,
    - March 31, 2003,
    - June 30, 2003, or
    - September 30, 2003.
- B. Formula Expense Level equation multipliers and equation calibration constant. Enter these numbers on form HUD-52720-B.

<u>OPERATING FACTOR</u>	<u>MULTIPLIER</u>
Number of pre-1940 rental units occupied by poor households as a percentage of the population of the community.	7.954
Local government wage rate index.	116.496
Number of two or more bedroom units or 15,000 whichever is less.	.002896
Ratio of three or more bedroom units to total dwelling units.	22.303
Ratio of two or more bedroom units in high rise family projects to total dwelling units.	37.294
Equation calibration constant.	-.2344

FORMULA EXPENSE LEVEL INCREASE WORKSHEET FOR FY 2002  
Fiscal Years Beginning 1/1/02, 4/1/02, 7/1/02, and 10/1/02

Follow these seven steps to complete an entry on Line 4, Part VI of Form HUD-52720-B.

Complete current year, requested year, or both, in accordance with the instructions on the Form.

	CURRENT YR	REQUESTED YR
1. Enter amount from Line 3, Part VI of HUD-52720-B	X	X
2. Enter FY 89 Increase Factor from table below	=	=
3. Multiply Line 1 by Line 2	+	+
4. FY 89 Insurance Increase	8.45	8.45
5. Add Line 3 and Line 4	=	=
6. Enter FY 90-01 Increase Factor (table next page)	X	X
7. Multiply Line 5 by Line 6. FORMULA EXPENSE LEVEL	=	=

FY 89 INCREASE FOR LINE 2 ABOVE

NOTE: These Increase Factors include Inflation and Delta increases.

STATE	METRO	NON-METRO	STATE	METRO	NON-METRO
Alabama	1.04520	1.04419	Montana	1.04922	1.04822
Arizona	1.05022	1.04721	Nebraska	1.05324	1.05123
Arkansas	1.04620	1.04520	Nevada	1.05223	1.05324
California	1.05625	1.05425	New Hampshire	1.06731	1.06731
Colorado	1.05022	1.04721	New Jersey	1.06429	NA
Connecticut	1.06832	1.06630	New Mexico	1.05123	1.04822
Delaware	1.06530	1.06530	New York	1.05927	1.05726
D.C.	1.04822	NA	North Carolina	1.05927	1.05726
Florida	1.05927	1.05826	North Dakota	1.04219	1.04419
Georgia	1.05826	1.05726	Ohio	1.05123	1.05123
Hawaii	1.05123	1.05022	Oklahoma	1.03816	1.03716
Idaho	1.04721	1.04620	Oregon	1.04922	1.04822
Illinois	1.04822	1.04721	Pennsylvania	1.06028	1.05927
Indiana	1.05425	1.05525	Rhode Island	1.06530	1.06630
Iowa	1.05022	1.05022	South Carolina	1.05625	1.05625
Kansas	1.04721	1.04721	South Dakota	1.04922	1.05022
Kentucky	1.05726	1.05726	Tennessee	1.05525	1.05425
Louisiana	1.04319	1.04219	Texas	1.04419	1.04219
Maine	1.06229	1.06128	Utah	1.03816	1.03716
Maryland	1.06128	1.06128	Vermont	1.06028	1.05927
Massachusetts	1.05625	1.05425	Virginia	1.05726	1.05726
Michigan	1.04419	1.04419	Washington	1.04319	1.04017
Minnesota	1.04922	1.04721	West Virginia	1.04620	1.04822
Mississippi	1.04822	1.04721	Wisconsin	1.05324	1.05324
Missouri	1.05525	1.05425	Wyoming	1.04419	1.04319

FORMULA EXPENSE LEVEL INCREASE WORKSHEET FOR FY 2002  
(continued)

FY 90 - 01 INCREASE FOR LINE 6 ABOVE

NOTE: These Increase Factors include Inflation and Delta increases.

STATE	METRO	NON-METRO	STATE	METRO	NON-METRO
Alabama	1.61046	1.62050	Montana	1.48006	1.46807
Arizona	1.54901	1.47159	Nebraska	1.58252	1.58664
Arkansas	1.55584	1.53679	Nevada	1.59254	1.64667
California	1.59728	1.53043	New Hampshire	1.74934	1.70268
Colorado	1.50006	1.51817	New Jersey	1.78542	NA
Connecticut	1.76659	1.76546	New Mexico	1.52718	1.45374
Delaware	1.66437	1.70739	New York	1.67244	1.69505
D.C.	1.64609	NA	North Carolina	1.64417	1.62657
Florida	1.61046	1.61376	North Dakota	1.46745	1.45429
Georgia	1.62904	1.59503	Ohio	1.62371	1.60284
Hawaii	1.67130	1.68851	Oklahoma	1.51171	1.49308
Idaho	1.56523	1.58673	Oregon	1.60679	1.58724
Illinois	1.66259	1.56593	Pennsylvania	1.66076	1.66886
Indiana	1.60006	1.60660	Rhode Island	1.66622	1.60893
Iowa	1.59777	1.58653	South Carolina	1.65046	1.59639
Kansas	1.53362	1.44730	South Dakota	1.59920	1.52757
Kentucky	1.53030	1.55827	Tennessee	1.58540	1.62306
Louisiana	1.54066	1.52344	Texas	1.51356	1.49633
Maine	1.66031	1.62726	Utah	1.49448	1.51128
Maryland	1.62170	1.66192	Vermont	1.57975	1.64341
Massachusetts	1.66316	1.69236	Virginia	1.60412	1.56805
Michigan	1.60913	1.56855	Washington	1.57851	1.55584
Minnesota	1.54859	1.53693	West Virginia	1.49125	1.53839
Mississippi	1.61018	1.61345	Wisconsin	1.57660	1.63893
Missouri	1.55111	1.57491	Wyoming	1.41385	1.39925