

RESOLUTION 87-28

1 SINGLE FAMILY INCOME AND SALE PRICE LIMITS

2 WHEREAS, pursuant to Section 50093 of the California
3 Health and Safety Code the California Housing Finance Agency
4 (the "Agency") may, with the concurrence of the Secretary of
5 the Business, Transportation and Housing Agency, use higher
6 income limits in designated geographic areas of the state
7 upon a determination that 120% of the median income as
8 identified by the United States Department of Housing and
9 Urban Development as amended from time to time is too low to
10 qualify a substantial number of persons and families who can
11 afford home purchase without subsidy; and

12 WHEREAS, it has heretofore been determined the income
13 limits for home purchase have been established at 120% for
14 households of 1 person, 135% for households of 2 or 3 persons
15 and 150% for households of 4 or more persons; and

16 WHEREAS, it has been determined that said percentage of
17 median income is too low to qualify a substantial number of
18 persons and families to purchase a home in California without
19 subsidy; and

20 WHEREAS, federal tax law applicable to tax-exempt bonds
21 issued prior to August 16, 1986, and certain refunding bonds
22 issued thereafter provides that the acquisition cost of a
23 residence may not exceed 110% (except in targeted areas where
24 the acquisition cost may not exceed 120%) of the average area
25 purchase price;

26 NOW, THEREFORE, BE IT RESOLVED, by the Board of the
27 Agency as follows:

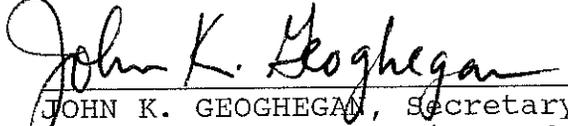
1. The income limits for the Agency's mortgage purchase program shall be established at 150% of county median for all household sizes.
2. The purchase price limit shall be the maximum allowable under applicable federal tax law.

28 I hereby certify that this a true and correct copy of
29 Resolution 87-28 adopted at a duly constituted meeting of the
30 Board of Directors of the California Housing Finance Agency
31 held on May 14, 1987 in Sacramento, California.

32 Attest: 

Secretary

33 I hereby concur in the above stated action of the Agency.

34 
35 JOHN K. GEOGHEGAN, Secretary
36 Business Transportation and
37 Housing Agency