

STATE OF CALIFORNIA



CALIFORNIA TAX CREDIT ALLOCATION COMMITTEE

915 CAPITOL MALL, ROOM 485
SACRAMENTO, CA 95814
TELEPHONE: (916) 654-6340
FAX: (916) 654-6033

Lynn Wehri
Executive Director

MEMBERS

State Treasurer
Philip Angelides, Chair

Tom Campbell, Director
Department of Finance

Steve Westly
Controller

Date: January 27, 2005

To: Tax Credit Users

From: Lynn Wehri
Executive Director, CTCAC

Subject: Extension of Time for Review of Third Draft of the Regulations (Dated 6/26/05)

In yesterday's CTCAC meeting, it was decided to defer adoption of the revised regulations, now in the third draft version, until the next Committee meeting scheduled for February 16th. The reason for this was that the last draft was posted on the 26th and, although the changes were generally for clarification purposes only, there was not enough time to review them thoughtfully. This extension enables us to take comments on the final draft for another 9 days, until close of business on February 4th. The intent here is to limit comments generally to the areas of the regulations already under discussion, primarily changes made in the third draft, and not to add new issues that would merit additional hearings or that would alter upcoming applications.

We will post a clean copy of the third draft (i.e. a version without the markups) within the next few days to assist your final review, as well as a fourth and final draft no later than February 9th. Adoption will then go onto the Committee's agenda for the February 16th meeting. We believe that we can maintain an allocation schedule similar to last year's schedule with this approach. Although the final regulations will not be completed long before the first round, the topics under discussion do not affect scoring, several key changes now have future implementation dates, and users following the process have been made aware of proposed changes through review of earlier drafts.

I very much appreciate all of your input and assistance with this process, and look forward to completing it in the next few weeks so that we can move on to address other issues and gear up for this year's first funding round.