



SAMPLE CALCULATION OF THE CPI ADJUSTMENT FOR OPERATING BUDGETS

CPI Annual Increase (Decrease)	2.30%		
Number of Eligible Units	30		
Total Budgeted Expenses, previous year	\$ 383,661	\$ 1,065.73	Per Unit Per Month
Annual Mortgage Payments	\$ 227,375	\$ 631.60	Per Unit Per Month
Expenses excluding Mortgage Payments	\$ 156,286	\$ 434.13	Per Unit Per Month
CPI Increase added to budget			
2.30% x \$156,286	\$ 3,595	\$ 9.98	Per Unit Per Month
Total Budgeted Expenses, current year	\$ 387,256	\$1,075.71	Per Unit Per Month

Sample Calculation of CPI Increase to Non-RGI Rents

$$\% \text{ CPI Increase} = 90 \% \times 2.30 \% = 2.07\%$$

Previous Non-RGI Rents	CPI Increase	New Non-RGI Rent
\$ 578.00	\$ 11.96	\$ 590.00
628.00	13.00	641.00
658.00	13.62	672.00
\$ 728.00	\$ 15.07	\$ 743.00

If the CPI increase is insignificant, BC Housing will not make adjustments to the budget or market rents.

Once the market and economic rents are set, we recalculate the rent subsidy and repayable assistance for the next fiscal year and send you a copy of the CPI year budget, showing the CPI increase as a separate line item on your budget. We also advise you what the new estimated economic and market rents are, based on the CPI increase.