

Letter of Interest: Regional Early Action Program (REAP) and Priority Development Area (PDA) Planning & Technical Assistance

HOW TO ESTIMATE YOUR NON-COMPETITIVE REAP ALLOCATION

Each of the 109 local jurisdictions in the Bay Area is entitled to a Minimum Non-competitive REAP Allocation of \$20,000. If your jurisdiction receives at least 1,000 units in the Draft RHNA Methodology (slated for approval by ABAG's Executive Board in January 2021), you will also be entitled to a Non-Competitive Supplemental RHNA Allocation. This document provides the detailed formula used to calculate these allocations.

To help you quickly estimate your allocation, **ABAG/MTC staff has estimated that jurisdictions that receive at least 1,000 units in the Draft RHNA Methodology will be entitled to \$20,000 plus an additional \$7 per unit.** For example, a city that receives 2,000 total units will be entitled to a baseline allocation of \$20,000 plus \$14,000, for a total of \$34,000. **Jurisdictions that receive less than 1,000 units in the Draft RHNA Methodology are entitled to \$20,000.**

The Non-Competitive Supplemental REAP Allocation will be calculated using the following formula:

1. Identify all jurisdictions that received at least 1,000 RHNA units using the Draft RHNA Methodology (“Eligible Jurisdictions”)
2. Add up the total number of RHNA units assigned to Eligible Jurisdictions using the approved Draft RHNA Methodology (“# of Eligible Units”)
3. Divide \$3M by the # of Eligible Units (“Allocation per Unit”)
4. For each Eligible Jurisdiction, multiply that jurisdiction's number of approved Draft RHNA units by the value of the Allocation per Unit to calculate the amount of each jurisdiction's Non-Competitive Supplemental RHNA Allocation.

For example, if 70 jurisdictions received at least 1,000 RHNA units, and together they received 400,000 RHNA units, each of their units would be worth \$7.50 (\$3M divided by 400,000 units). If one of the 70 Eligible Jurisdictions received 10,000 RHNA units, its Non-Competitive Supplemental RHNA Allocation would be \$75,000 (10,000 units multiplied by \$7.50 per unit) in addition to its Minimum Non-competitive REAP Allocation of \$20,000 for a total Non-competitive REAP Allocation of \$95,000.

Please check back after January 21, 2021 for updates when the ABAG Executive Board is expected to approve the Draft RHNA Methodology.