



## Housing Services Notice

**Date: August 15, 2018**

**HSN#: 2018-07**

This applicable legislation/policy is to be implemented effective this date by the housing provider(s) under the following programs:

Please note: if your program is **not checked**, this change is **not applicable** to your project.

- Federal Non-Profit Housing Program
- Federal Section 26/27 Housing Program
- Federal Urban Native Non-Profit Housing Program
- Private Non-Profit Housing Program
- Municipal Non-Profit Housing Program (Pre-1986)
- Local Housing Corporation
- Local Housing Corporation—Rent Supplement Programs
- Nipissing District Housing Registry

---

**Subject: 2019 Minimum Market Rent for Municipal Non-Profits**

**Reference:**

- *Ministry of Municipal Affairs and Housing - Social Housing Notification Release 18-02*

**Background:**

Starting with the 1997 fiscal year, the Ministry developed an annual Rent Inflation Factor, which is to be used in the calculation of subsidy for projects subsidized under the Municipal Non-Profit Program (1978-1985). The Rent Inflation Factor is used to determine the Minimum Market Rent that is expected to be charged. If a non-profit housing provider does not increase market rents by this rent inflation factor, it will be subject to a reduction in subsidy.

**Non-Profit's Responsibility**

The applicable Rent Inflation Factor is inserted on line 441, page 3a, of the Municipal Non-Profit Operating Budget Form 819 (01/95). When used in the budget form, the factor is expressed as 1 plus a decimal number (e.g. 1.80% would be expressed as 1.0180). The Rent Inflation Factor is then multiplied by the actual market rents charged in 2018 to determine the Minimum Market Rent for 2019.

If a provider feels that it cannot charge market rents at this Minimum Market Rent level, an application may be made to the DNSSAB for an exemption when the 2019 budget is submitted. The application must include supporting evidence to clearly demonstrate the inability to charge the Minimum Market Rent.

**Action:** Municipal Non-Profit Housing Corporations are to use the 2019 Rent Inflation Factors to determine the Minimum Market Rent level for the 2019 market rents.

If an exemption from the Minimum Market Rent level is required, an application must be submitted along with the 2019 budget. The application must include evidence to clearly support the inability to charge the Minimum Market Rent.

### 2019 Rent Inflation Factors

REGION	APARTMENTS	TOWNHOUSES
STURGEON FALLS	1.018	1.018
NORTH BAY	1.018	1.018

If you have any questions or concerns regarding this or any other Housing Services Notice, please contact the Housing Services Administrator assigned to your portfolio:

Dan Malette	705-474-2151 ext. 3149	<a href="mailto:dan.malette@dnssab.ca">dan.malette@dnssab.ca</a>
Bill Guilfoyle	705-474-2151 ext. 3351	<a href="mailto:bill.guilfoyle@dnssab.ca">bill.guilfoyle@dnssab.ca</a>

Tyler Venable  
Supervisor – Housing Programs  
Housing Services, DNSSAB

Attachments: 2019 Rent Inflation Factors