IMPORTANT NOTICE

September 10, 2019

Dear Housing Program Resident:

The U.S. Department of Housing and Urban Development (HUD) recently changed its fair market rents, which require the City to make a change.

Please be advised that, effective October 1, 2019, the City of Phoenix Housing Department will increase its FLAT RENT. If you are currently paying a Flat Rent and are receiving this notice, your new Flat Rent will increase or decrease to the following amounts when your current lease term expires.

<table>
<thead>
<tr>
<th>Studio</th>
<th>One</th>
<th>Two</th>
<th>Three</th>
<th>Four</th>
<th>Five</th>
</tr>
</thead>
<tbody>
<tr>
<td>$847</td>
<td>$958</td>
<td>$1,173</td>
<td>$1,676</td>
<td>$1,916</td>
<td>$2,203</td>
</tr>
</tbody>
</table>

These rates are based on the Final FY 2020 Fair Market Rent as established by HUD regulations for the Phoenix-Mesa-Scottsdale, AZ metropolitan statistical area.

If you are currently on an income-based rent (30% of your income), this change will NOT affect you. If the new Flat Rent exceeds what would be your income-based rent, you will have the option to switch to income-based rent.

Please be aware that HUD regulations do not allow the City to pay any utility reimbursement if a family pays a flat rent.

If you have any concerns or need clarification, please contact your Property Manager at:

- Pine Towers 602-256-3171
- Washington Manor 602-261-8818
- Maryvale Parkway 602-262-1660
- Scattered Sites 602-261-8035

Thank you,

Keon Montgomery
Deputy Housing Director