Indiana Housing & Community Development Authority

To:	Real Estate Department Partners	**Notice: RED-26-34**
From:	Real Estate Department	
Date:	August 5, 2026	
Re:	**2027 Annual Inflationary Adjustments and Passbook Rate**	

HUD has released the Annual Inflationary Adjustments and Passbook Rate for calendar year 2027.

The following adjustments apply to move-in and recertification events with an effective date on or after January 1, 2027.

- The imputed asset income threshold, non-necessary personal property inclusion threshold, and asset self-certification threshold are all increased from $52,787 to $54,898.
- The passbook savings rate is decreased from 0.40% to 0.38%.
- The income exclusion for earned income of dependent full-time students is increased from $500 to $525.
- The income exclusion for adoption assistance payments is increased from $500 to $525.
- For programs that use adjusted income, the mandatory deduction for elderly and disabled families is increased from $550 to $575.
- For programs that use adjusted income, the mandatory deduction for a dependent is increased from $500 to $525.
- For applicable HUD Multifamily and Public and Indian Housing programs, the asset limitation is increased from $105,574 to $109,797. This asset limitation does not apply to the LIHTC or bond programs or to HUD CPD programs.

IHCDA is currently editing compliance form #26-2027 “Under $54,898 Asset Certification (Effective Calendar Year 2027)”, and anticipate the updated form being published in the Compliance Forms folder by 8/31/2026. The previous “Under $52,787 Asset Certification” is still available for 2026 files. The forms can be accessed in the Compliance Forms zip folder on the IHCDA compliance webpage.