



STATE OF MICHIGAN

MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY
LANSING

RICK SNYDER
GOVERNOR

GARY HEIDEL
EXECUTIVE DIRECTOR

MEMORANDUM

DATE: October 28, 2011

TO: All Community Development Division Staff, Grantees, TA Consultants,
and PIP Lenders

FROM: Jim Davis, Acting Director of Field Services

SUBJECT: 2012 Cost-of-Living Adjustment (COLA) Increases in Social Security and Supplemental Security Income (Including Medicare Premiums).

The Michigan State Housing Development Authority (MSHDA) has confirmed with the Social Security Administration the following benefit amount increases to be **effective January 1, 2012**. Effective immediately, please apply this information when calculating projected income. If you have questions, please refer to Policy Bulletin #11A, #11C, or contact your CD Specialist.

- ♦ **Social Security Benefits** – Increase of 3.6%
- ♦ **Medicare Part B Premium** – No change has been announced. We will notify you if the US Department of Health and Human Services institutes a change.
- ♦ **Federal Supplemental Security Income** – Increase of 3.6%
- ♦ **State Supplemental Security Income** – No change. It has been confirmed with Michigan Department of Human Services that no change will occur in 2012.

For further information, read the Press Release at <http://www.ssa.gov/pressoffice/pr/2012cola-pr.html>

**Note: Community Development Division (CDD) programs use gross income for determining eligibility for assistance. While other MSHDA administered programs sometimes use adjusted income, for purposes of CDD there is no "deduction" or adjustment to household income for Medicare premiums paid.*

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