



FY 2023 FAIR MARKET RENT DOCUMENTATION SYSTEM

The FY 2023 Berkshire County, MA (part) HUD Metro FMR Area FMRs for All Bedroom Sizes

Final FY 2023 & Final FY 2022 FMRs By Unit Bedrooms					
Year	Efficiency	One-Bedroom	Two-Bedroom	Three-Bedroom	Four-Bedroom
FY 2023 FMR	\$959	\$1,089	\$1,434	\$1,745	\$2,106
FY 2022 FMR	\$940	\$1,016	\$1,337	\$1,653	\$1,877

North Adams city, Massachusetts is part of the Berkshire County, MA (part) HUD Metro FMR Area, which consists of the following towns: Alford town (Berkshire County), MA; Becket town (Berkshire County), MA; Clarksburg town (Berkshire County), MA; Egremont town (Berkshire County), MA; Florida town (Berkshire County), MA; Great Barrington town (Berkshire County), MA; Hancock town (Berkshire County), MA; Monterey town (Berkshire County), MA; Mount Washington town (Berkshire County), MA; New Ashford town (Berkshire County), MA; New Marlborough town (Berkshire County), MA; North Adams city (Berkshire County), MA; Otis town (Berkshire County), MA; Peru town (Berkshire County), MA; Sandisfield town (Berkshire County), MA; Savoy town (Berkshire County), MA; Sheffield town (Berkshire County), MA; Tyringham town (Berkshire County), MA; Washington town (Berkshire County), MA; West Stockbridge town (Berkshire County), MA; Williamstown town (Berkshire County), MA; and Windsor town (Berkshire County), MA. All information here applies to the entirety of the Berkshire County, MA (part) HUD Metro FMR Area.

Fair Market Rent Calculation Methodology

[Show/Hide Methodology Narrative](#)

Fair Market Rents for metropolitan areas and non-metropolitan FMR areas are developed as follows:

- Calculate the Base Rent:** HUD uses 2016-2020 5-year American Community Survey (ACS) estimates of 2-bedroom adjusted standard quality gross rents calculated for each FMR area as the new basis for FY2023, provided the estimate is statistically reliable. For FY2023, the test for reliability is whether the margin of error for the estimate is less than 50% of the estimate itself and whether the ACS estimate is based on at least 100 survey cases. HUD does not receive the exact number of survey cases, but rather a categorical variable known as the count indicator indicating a range of cases. An estimate based on at least 100 cases corresponds to a count indicator of 4 or higher.

If an area does not have a reliable 2016-2020 5-year estimate, HUD checks whether the area has had at least 2 minimally reliable estimates in the past 3 years, or estimates that meet the 50% margin of error test described above. If so, the FY2023 base rent is the average of the inflated ACS estimates.

If an area has not had a minimally reliable estimate in the past 3 years, HUD uses the estimate for the area's corresponding metropolitan area (if applicable) or State non-metropolitan area as the basis for FY2023.

- Calculate the Basis for Recent Mover Adjustment Factor:** HUD has changed the calculation of the FY2023 Recent Mover Factor from previous years due to the unavailability of ACS₂₀₂₀ 1-year estimates. The Census Bureau did not release standard 1-year estimates from the 2020 American Community Survey (ACS) due to the impacts of the COVID-19 pandemic on data collection. For FY2023, HUD uses a multi-pronged approach that includes private sources of rental data.

In order to calculate rents that are "as of" 2020, HUD takes the average of the recent mover factor from 1-year ACS₂₀₁₉ recent mover rent inflated by 2019-2020 gross rent change; and the factor from 5-year ACS₂₀₂₀ recent mover rent. For areas where private data is available, the 2019-2020 gross rent change uses a weighted average of private sources and the Consumer Price Index (CPI) to calculate the annual percentage change in rents plus utilities from annual 2019 to annual 2020. For areas where private data is not available, the 2019-2020 gross rent change is based only on the CPI.

- Adjust for Inflation:** In order to calculate rents that are "as of" 2021, for areas where private data is available, HUD calculates the relevant (regional or local) change in gross rent inflation using a weighted average of private data sources and the Consumer Price Index (CPI) from annual 2020 to annual 2021. For areas where private data is not available, HUD uses only the CPI, which is the same process used in previous years.
- Calculate the Trend Factor:** To further inflate rents from 2021 to FY2023, HUD uses a "trend factor" based on the forecast of CPI gross rent changes through FY2023.
- Multiply the Factors:** HUD multiplies the base rent by the recent mover factor, the gross rent inflation factor, and the trend factor to produce a rent that is "as of" the current fiscal year.