

Office of Public and Indian Housing

For Public Housing Operating Fund Explanation of Calendar Year (CY) 2019 Obligations for December

Interim Project Eligibility Levels for CY 2019

The Department has obligated Operating Fund subsidies for the month of December 2019, in accordance with the information below. December obligations are based on the interim eligibility determined after processing the 2019 Operating Fund Grant forms except for some revisions and PHA level reconciliations. All Operating Fund Grant obligations are cumulative. As such, to the extent that excess amounts were cumulatively obligated to a project previously, its December obligation will reflect a relative decrease. To the extent that insufficient amounts were cumulatively obligated to a project previously, its December obligation will reflect a relative increase. The December funding is in eLOCCS and will be available for drawdowns December 1, 2019. The Operating Fund program will distribute a supplemental December 2019 obligations based on final eligibility, PHA reconciliations, and interim final proration. The supplemental December 2019 obligation should be available in eLOCCS by December 1st. For the supplemental December 2019 obligations, the reserve shown below will be reduced from \$80 million to approximately \$5 million (retained 2019 funds for corrections due to HUD errors). The approximately \$5 million withheld from the final calendar year obligations should be distributed by mid-2020 and will be based on a final proration.

https://www.hud.gov/program_offices/public_indian_housing/programs/ph/am/of/opfnd2019

Interim Proration Levels for CY 2019 using an Interim Eligibility

The Department's undertakes a conservative methodology in determining proration levels prior to a determination of final eligibility. For of the first obligation of funding for December funding, the Department considered 2019 interim eligibility to provide for an interim proration level of approximately 96.33%. The final proration will reflect the difference in the amount of the actual eligibility for final approved PHA subsidy requests and the Appropriation Act.

CY 2019 Interim Proration Calculation December		
#	Description	Amount
1	CY 2019 Appropriation (1)	\$4,653,116,000
2	RAD Reapportionment (2)	\$105,528,358
	Prior Year Correction	\$1,114,196
3	Amount Available for Distributions	\$4,546,473,446
4	CY 2019 Actual Eligibility	\$4,639,437,842
5	Add: Eligibility for HKT Submissions	\$3,830
6	Add: Reserve for Revision and Appeals	\$80,000,000
7	Total Eligibility (4 through 6)	\$4,719,441,672
8	Proration (3) / (7)	96.33%