

## Office of Public and Indian Housing

## For Public Housing Operating Fund Explanation of Calendar Year (CY) 2020 Obligations for December

### Final Project Eligibility Levels for CY 2020

December obligations are based on the actual eligibility as identified in the 2020 Operating Subsidy HUD-52723 final forms, which PHAs may view in the Operating Fund Web Portal.

All Operating Subsidy obligations are cumulative, meaning that public housing projects are provided funding in the amount of twelfths of prorated eligibility. As such, to the extent that excess amounts were cumulatively obligated to a project previously, its current obligation will reflect a relative decrease. To the extent that insufficient amounts were cumulatively obligated to a project previously, its current obligation will reflect a relative increase. This round of funding is expected to be available in eLOCCS not later than December 1, 2020. The approximately \$5 million withheld from the final calendar year obligations should be distributed by mid-2021 and will be based on a final proration. Obligation Letters and project level Detailed Calculation Reports will be available on the FMD website for 2020:

[https://www.hud.gov/program\\_offices/public\\_indian\\_housing/programs/ph/am/of/opfnd2020](https://www.hud.gov/program_offices/public_indian_housing/programs/ph/am/of/opfnd2020)

### Proration Level for December 2020 using an Final Eligibility

. For the December funding, the Department considered 2020 final eligibility to provide for a proration level of approximately 112%. The proration reflects the difference in the amount of the actual eligibility for final approved HUD-52723 subsidy requests and the available Appropriations.

Because the CARES Act specified that Supplemental Operating Funds is added to normally appropriated Operating Funds, the CARES Act funds are included in the proration rate calculation. The proration reflects the difference in the amount of the actual eligibility for final approved PHA subsidy requests and the normal 2020 Appropriation Act and the CARES Act.

<b>CY 2020 Interim Proration Calculation December</b>		
#	Description	Amount
1	CY 2020 Appropriation	\$4,549,000,000
2	CY 2020 CARES Act Appropriation	\$685,000,000
3	RAD Reapportionment	-\$63,102,316
4	Insolvency/Shortfall Funding	-\$25,000,000
5	<b>Amount Available for Distributions</b>	<b>\$5,145,897,684</b>
6	CY2020 Actual Eligibility as of 08/13/2020	\$4,589,461,180
7	Add: Eligibility for HKT Submissions	\$6,400
8	Add: Reserve for Revision and Appeals	\$5,000,000
9	<b>Total Eligibility (6 through 8)</b>	<b>\$4,594,467,580</b>
10	<b>Proration (5) / (9)</b>	<b>112%</b>