

## For Public Housing Operating Fund Explanation of Calendar Year (CY) 2020 Obligations July, August, and September

### Interim Project Eligibility Levels for CY 2020

July, August, and September obligations are based on the actual eligibility as identified in the 2020 Operating Subsidy 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 ninth 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 June 1, 2020. The next round of funding is expected to be made available in eLOCCS no later than October 1, 2020. 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)

### Interim Proration Levels for CY 2020 using an Interim Eligibility

The Department's undertakes a conservative methodology in determining proration levels prior to a determination of final eligibility. Because the CARES Act specified that Supplemental Operating Funds would be added to normally appropriated Operating Funds, the CARES Act funds are included in the proration rate calculation. For the three months of funding, the Department considered 2020 interim eligibility to provide for an interim proration level of approximately 111.31%. The final proration will reflect 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 June, August, and November</b>		
<b>#</b>	<b>Description</b>	<b>Amount</b>
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	\$4,582,968,406
7	Add: Eligibility for HKT Submissions	\$6,400
8	Add: Reserve for Revision and Appeals	\$40,000,000
9	<b>Total Eligibility (6 through 8)</b>	<b>\$4,622,974,806</b>
10	<b>Proration (5) / (9)</b>	<b>111.31%</b>