Public Housing Operating Fund
Explanation of Calendar Year (CY) 2018/2019 Final Obligations
from Holdback Reserve for Appeals and Corrections

**Distribution of 2018/2019 Reserve:**

In FFY 2018, the Operating Fund program was appropriated two-year funding. Meaning funds appropriated in 2018 may be obligated for over a two-year period (2018 and 2019). For final calendar year end 2018 obligations, the Operating Fund program obligated all funds to PHA projects based on each project’s 2018 final eligibility, except for a small reserve held over to address HUD corrections. The Department will continue this practice in the future for the use of two-year Appropriations.

In addition to the reserve for corrections, some 2018 de-obligations and repayments (recaptured funds) were also available for distribution. Projects where the calculation resulted in less than $1.00 were excluded from the distribution. The funds will be made available in eLOCCS. This total amount of funds, minus any corrections, were distributed based to each projects’ final eligibility using the final proration 94.95%. The amount of funds distributed was $12,555,185.