



U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT  
WASHINGTON, DC 20410-5000

OFFICE OF PUBLIC AND INDIAN HOUSING

May 13, 2025

Dear Tribal Leader:

I am writing to provide important information on your Tribe's Indian Housing Block Grant (IHBG) formula allocation for Fiscal Year (FY) 2025. The U.S. Department of Housing and Urban Development (HUD) provides this information annually to Tribes and their Tribally Designated Housing Entity (TDHE). The following documents are available on-line at:

<https://ihbgformula.com/final-allocation-forms-fy-2025/>

- FY 2025 IHBG Allocation and Formula Data Sheets.
- FY 2025 IHBG Correction/Challenge Log: May 9, 2024, to April 1, 2025.

The FY 2025 IHBG formula allocations are based on an appropriation of \$1,111,000,000 pursuant to the Full-Year Continuing Appropriations and Extensions Act, 2025 (Public Law 119-4, signed March 15, 2025) plus \$8,638,884 in carry-over funds, less \$104,375 (the net amount after FY 2025 allocation adjustments and repayments).

The **IHBG Allocation and Formula Data Sheets** contain your Tribe's FY 2025 final formula allocation, and the data used in its calculation. Also included on these sheets are any repayments and allocation adjustments collected or paid in the current fiscal year for over-funding or under-funding in prior fiscal years.

Please note that if your Tribe has entered into one or more repayment agreements with HUD, your total repayment amount will be shown on your Tribe's FY 2025 IHBG Allocation and Formula Data Sheet and will be automatically deducted from your Tribe's allocation. It is not necessary to manually deduct this amount from the published allocation. If your Tribe has agreed to a lump-sum repayment using previous year allocations or other funds, the amount will not appear on your Tribe's FY 2025 IHBG Allocation and Formula Data Sheet.

The Needs component of the formula was calculated using single-race and multi-race Census data. The amount of each Tribe's allocation was the greater of the two pursuant to the Full-Year Continuing Appropriations and Extensions Act, 2025. The Needs section of your Tribe's IHBG Allocation and Formula Data Sheet indicates which data was used to determine your Tribe's FY 2025 IHBG formula allocation.

Data on the enclosed IHBG Allocation and Formula Data Sheets should reflect Census challenges submitted to HUD before July 29, 2024, and other data corrections submitted to HUD before August 1, 2024. If your Tribe/TDHE submitted any corrections or challenges meeting these deadlines, you should have received a written response from HUD informing you of HUD's decision. Please review HUD's response along with the enclosed data to ensure that changes are incorporated.

The FY 2025 IHBG formula allocations incorporate minimum Needs funding for Tribes that have previously participated in the IHBG program. In accordance with 24 CFR § 1000.328, Tribes receiving less than \$200,000 under the Formula Current Assisted Stock component of the formula and that demonstrate the presence of any households at or below 80 percent of median income are eligible to receive the minimum allocation in any fiscal year under the IHBG Needs component. The minimum funding will equal 0.007826 percent of the available appropriations for that fiscal year after set asides. In the FY 2025 final allocation, this amount is \$86,947.

In addition, 24 CFR § 1000.329 establishes a minimum allocation. In accordance with the minimum allocation provision, HUD will hold the lesser amount of \$3 million or available carry-over funds for additional allocations to Tribes with grant allocations of less than 0.011547 percent of that year's appropriations. For purposes of this section, carry-over funds mean grant funds voluntarily returned to the formula or not accepted by Tribes in a fiscal year. In FY 2025, \$3 million in eligible carry-over is available. However, this was not enough to increase all eligible Tribes to a minimum allocation of \$128,287 (0.011547 percent of this fiscal year's appropriations). The regulations at 24 CFR § 1000.329 specify that if the set-aside carry-over funds are insufficient to fund all eligible Tribes at 0.011547 percent of that fiscal year's appropriations, the minimum total allocation shall be reduced to an amount which can be fully funded with carry-over funds. The minimum allocation adjustment is reflected on your Tribe's IHBG Allocation and Formula Data Sheet.

24 CFR § 1000.342 establishes an Undisbursed Funds Factor (UDFF) in the formula. The UDFF provides allocation formula calculations specific to Tribes with an initial allocation of \$5 million or more, and with undisbursed IHBG funds in the Line of Credit Control System (LOCCS) on October 1<sup>st</sup> in an amount greater than the sum of the prior three years' initial allocation calculations. On October 1, 2024, there were no Tribes that exceeded the LOCCS limitation. Therefore, no adjustments were made pursuant to this section.

A listing of all correction and challenge requests processed between May 9, 2024, to April 1, 2025, can be found on the enclosed **FY 2025 Correction/Challenge Log**. A log of actions taken between April 15, 2024, and May 8, 2024, was transmitted along with your Tribe's FY 2025 Formula Response Form in June 2024.

HUD's Office of Native American Programs looks forward to continuing its work with Tribes/TDHEs on this important program in FY 2025. Should you have any questions or comments, please contact the IHBG Formula Customer Service Center at:

101 Ridgely Avenue, Suite 10  
Annapolis, MD 21401  
Phone: 1-800-410-8808  
Fax: 202-393-6411  
Email: [IHBGformula@firstpic.org](mailto:IHBGformula@firstpic.org)

Sincerely,

A handwritten signature in black ink, appearing to read 'ERF', with a long horizontal flourish extending to the right.

Erna F. Reeves  
Acting Deputy Assistant Secretary  
for Native American Programs

Enclosures