

Office of Public and Indian Housing

Explanation of Calendar Year (CY) 2025 Public Housing Operating Subsidy Obligations for December**Interim Project Eligibility Levels for CY 2025**

The Department is in the process of obligating Operating Subsidy grants for the month of December 2025, in accordance with the information below. December 2025 obligations are based on the interim eligibility determined after processing the 2025 Operating Subsidy forms. This obligation will cover twelve twelfths of prorated eligibility in eLOCCS.

All Operating Subsidy obligations are cumulative. As such, to the extent that excess amounts were cumulatively obligated to a project previously, its next obligation (and possibly future obligations depending upon the amount of the overfunding) will reflect a relative decrease. To the extent that insufficient amounts were cumulatively obligated to a project previously, its next obligation will reflect a relative increase. This round of funding is expected to be available in eLOCCS no later than December 1, 2025. The next round of funding is expected to be made available in eLOCCS no later than January 1, 2026. Obligation Letters and project level Detailed Calculation Reports will be available on the FMD website for 2025:

[Calendar Year \(CY\) 2025 Operating Fund Grant Processing | HUD.gov / U.S. Department of Housing and Urban Development \(HUD\)](#)

These grants may be subject to the requirements of the Build America, Buy America Act (BABA) which was enacted on November 15, 2021, as part of the Infrastructure Investment and Jobs Act (Public Law 117–58), unless waived by the Department: refer to HUD's BABA Notice for further information ([Build America, Buy America Implementation Guidance for the Public Housing Program](#)).

Proration Levels for CY 2025 using an Interim Eligibility

For the December month of funding, the Department considered 2025 interim eligibility to provide for an interim proration level of approximately 102.58%. The final proration will reflect the difference in the amount of the actual eligibility for final approved PHA subsidy requests and the Continuing Appropriations and For Other Purposes Act.

CY 2025 Interim Proration Calculation		
#	Description	Amount
1	CY 2025 Appropriation	\$5,475,784,000
2	RAD Reapportionment	\$(31,909,304)
3	Amount Available for Distributions	\$5,443,874,696
4	2025 Actual Eligibility	\$5,006,799,954
6	Add: Reserve for Revisions and Appeals	\$300,000,000

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7	Total Eligibility (4 through 6)	\$5,306,799,954
8	Proration (3) / (7)	102.58%