

CHAPTER 6. HUD-ADMINISTERED PROGRAMS

- 6-1 WHEN HUD WILL ADMINISTER. Under 24 CFR 511.52, if a State elects not to administer its allocation for any fiscal year, the responsible HUD Field Office will make grants to units of general local government located within the State, for use in a Rental Rehabilitation Program.
- 6-2 SELECTION CRITERIA. In selecting among potential grantees that submit Program Descriptions that are deemed satisfactory according to the Program Description review section of the program regulations (24 CFR 511.21) and that otherwise meet the requirements of the regulations, the responsible HUD Field Office will consider factors such as:
- A. The potential grantee's capacity to carry out an effective Rental Rehabilitation Program, based on its past performance in administering housing and community development programs and its managerial capacity;
 - B. The grantee's need to rehabilitate rental housing for occupancy by lower income families; and
 - C. The existence of a PHA able and willing to administer housing vouchers and certificates in support of the grantee's Rental Rehabilitation Program.
- 6-3 REVIEW PROCESS STATEMENT. Appendix 6.1 to this handbook is a Review Process Statement (RPS) for the HUD-Administered State Rental Rehabilitation Program for Small Cities. The RPS is to provide information and guidance to HUD Field staff and to communities about the process for selecting grantees in the HUD-Administered State RRP. For States that choose not to administer the RRP, Field Office staff should provide a copy of the RPS to units of general local government that are eligible to participate in the HUD-Administered State RRP. Field Office staff will need to fill in the date by which the Program Descriptions must be received to be considered for funding. Copies of sample letters for (1) announcing the competition, (2) approving Program Descriptions, and (3) disapproving Program Descriptions for the HUD-Administered State Program are attached to the RPS.
- 6-4 HUD ADMINISTRATION OF RENTAL REHABILITATION PROGRAMS FOR CITIES RECEIVING A FORMULA ALLOCATION. If HUD is administering a State allocation under 24 CFR 511.52, a city that is located in the State and is eligible to

receive a formula allocation under subpart D of 24 CFR 511 may request HUD to administer its Rental Rehabilitation Program. Following such request, the city and HUD may negotiate and execute an agreement defining the respective roles of the city and of HUD in administering the Rental Rehabilitation Program based upon local priorities, objectives, management capacity and the management capacity available to HUD to administer the city's program.