

U.S. Department of Housing and Urban Development
OFFICE OF PUBLIC AND INDIAN HOUSING



December 22, 2006

Michael R. Hollis
Executive Director
Virgin Islands Housing Authority
PO Box 7668
St Thomas, VI 00801

Dear Michael R. Hollis:

SUBJECT: Obligation Action, Public Housing Operating Subsidies,
LOCCS/PAS Project No: VQ00100107D.

This letter obligates \$3,871,977.00 of operating subsidy for 3 months based on funding made available under the December 8, 2006, Continuing Resolution. This amount represents 76 percent of your agency's federal fiscal year 2007 operating subsidy eligibility. Additional information explaining the proration level and obligations is available on the Public and Indian Housing Asset Management program website at:

<http://www.hud.gov/offices/pih/programs/ph/am/of/index.cfm>.

Total operating subsidy eligibility of all PHAs, and therefore proration levels, may change once all FFY 2007 operating subsidy forms and revisions have been processed.

The obligated funds are available to a PHA through eLOCCS. All funds must be used in accordance with the Annual Contributions Contract and associated laws and regulations. Instructions for the use of eLOCCS are found in Notice PIH 2002-28 (HA), Subject: Use of eLOCCS (electronic Line of Credit Control System) to Request Operating Subsidy Payments and Elimination of Form HUD-52721.

Sincerely,

A handwritten signature in cursive script that reads "Elizabeth Hanson".

Elizabeth A. Hanson,
Deputy Assistant Secretary
Real Estate Assessment Center