

Explanation of Calendar Year (CY) 2014 Obligations for April and May

Public Housing Operating Fund

The Department has obligated funding for Operating Fund subsidies for the months of April and May 2014 (based on the current 2014 Appropriation). The funding is expected to be available in eLOCCS by not later than Tuesday April 1, 2014. The next round of 2014 funding will be provided by June 1, 2014.

Preliminary Project Eligibility Levels for CY 2014 used for the April and May funding

The CY 2014 project HUD-52723s data were used as the basis for the CY 2014 preliminary eligibility determination for April and May. Where PHAs submitted a HUD-52723 for a preliminary eligibility determination by the HUD Field Offices, the Financial Management Division used that eligibility to determine the obligation; and an estimated eligibility was used for a limited number of new projects with occupied units under ACC.

Interim Proration Levels for CY 2014

The Department's undertakes a conservative methodology in determining proration levels until final eligibility is determined for all projects. For the April and May funding, the Department used an interim Calendar Year proration of 89.2% considering the Appropriation, adjustments, and preliminary eligibility determinations. The final proration will adjust this interim proration level either up or down after the revision period when the Operating Fund Program final eligibility is known.

CY 2014 Interim CY Proration Calculation Used for April and May Funding

#	Description	Amount
1	CY 2014 Estimated Appropriation	\$ 4,400,000,000
2	Estimated RAD Reapportionment	\$ 1,331,720
3	Amount Available for Distributions	\$ 4,398,668,280
4	CY 2014 Eligibility	\$ 4,961,137,824
5	Adjustment for Formula Income Flat Rents	\$ (40,000,000)
6	Add: Eligibility for HTK & MHP Submissions	\$ 165,140
7	Revision and Appeals	\$ 10,000,000
8	Total Estimated Eligibility (4 through 7)	\$ 4,931,302,964
9	Proration (3) / (8)	89.20%

The obligation letters reflecting for the April and May amounts will be posted by the Financial Management Division (FMD) on the Calendar Year 2014 Subsidy Processing website within the next 7 working days at:

http://portal.hud.gov/hudportal/HUD?src=/program_offices/public_indian_housing/programs/ph/am/of/opfnd2014