

Office of Public and Indian Housing

**Public Housing Operating Fund
Explanation of Calendar Year (CY) 2016 Obligations
for December**

Final Project Eligibility for CY 2016

The Department has obligated funds for operating subsidies for the period of December 2016 in accordance with the information below. Obligations to projects and PHAs are determined by the eligibility as identified in the HUD-52723 submitted by the PHA, and then reviewed, modified if needed, and approved by the Field Office. This final obligation was based on the 2016 Operating Subsidy forms submitted and reviewed for a final eligibility determination. The 2016 final funding considers adjustments that have been made to obligation amounts to ensure that projects that have received under or excess funding in previous months' are cumulatively reconciled with the current PHA calculation of eligibility and funding level.

Proration Levels

For December funding, the Department used the final 2016 eligibility and 2016 Appropriation to derive a final proration level of 90.21%.

CY 2016 Final Proration Calculation POS 1 (Dec.)		
#	Description	Amount
1	CY 2016 Appropriation (1)	\$4,500,000,000
2	RAD Reapportionment (2)	\$61,466,187
	Correction of Prior Year Funding Error	\$1,504,799
3	Amount Available for Distributions	\$4,437,029,014
4	CY 2016 Actual Eligibility (3)	\$4,913,372,864
5	Add: Eligibility for HTK Submissions	\$101,244
6	Add: Reserve for Revision and Appeals	\$5,000,000
7	Total Estimated Eligibility (4 through 5)	\$4,918,474,108
8	Proration (3) / (7)	90.21%

The proration rate for December funding will be determined utilizing the final eligibility derived from processing all the Operating Subsidy forms submitted at that point including all approved revisions. The Financial Management Division will continue to post eligibility reports to its website including an Operating Fund 2016 Final Eligibility Report. These reports should be reviewed to insure they reflect the correct eligibility for each project. Any possible discrepancies should be immediately communicated to HUD Field offices.