

FY 2017 Appropriation Adjustment

In accordance with the Consolidated Appropriations Act, 2017, recipients with a formula allocation greater than \$5 million cannot, as of May 5, 2017, have an undisbursed block grant in the Line of Credit Control System (LOCCS) that is greater than the sum of its prior 3 years' initial formula allocation calculation. If the sum of the three prior years' formula allocation is less than their undisbursed block grant balance in LOCCS, HUD was required to adjust the recipient's formula allocation down by the difference between its total amount of undisbursed block grant funds in the Department's line of credit control system on the date of enactment of this Act, and the sum of its prior 3 years' initial formula allocation calculations. This provision overrides Section 302(d) of Native American Housing Assistance and Self-Determination Act (NAHSADA).

As required by Congress, grant funds not allocated because of this requirement were allocated under the need component of the formula proportionately among all other NAHASDA recipients not subject to the adjustment. Please note, that for the FY 2017 formula allocation, there were no recipients subject to this reduction, as all recipients had an undisbursed block grant balance that was less than the sum of their 3 years' initial formula allocation calculations.