

Explanation of Calendar Year (CY) 2014 Obligations for March

Public Housing Operating Fund

The Department has obligated funding for Operating Fund subsidies for the month of March 2014 (based on the current 2014 Appropriation). The first round of funding is expected to be available in eLOCCS by not later than Wednesday, March 5, 2014. The third round of 2014 funding will be provided by April 1, 2014 and planned to be based on HUD-52723 submission eligibility.

Preliminary Project Eligibility Levels for CY 2014 Used for the March

The CY 2014 project HUD-52723s data were used as the basis for the CY 2014 preliminary eligibility determination for March. Where PHAs through the HUD Field Offices submitted a HUD-52723 to the Financial Management Division that eligibility was used to determine subsidy and where form was not submitted or technical issues were present the initial estimated eligibility was used. Less than 1% of projects were funded based on an estimate.

Where a PHA project's estimate eligibility for three months varied its preliminary eligibility reported on the 2014 HUD-52723 for three months funding difference was cumulatively applied to the March funding, in certain project(s) providing increases or decreases in funding as needed.

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 March funding, the Department used an interim proration of 89.32% 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 Proration Calculation for March

#	Description	Amount
1	CY 2014 Appropriation	\$ 4,400,000,000
2	RAD Estimated Reapportionment	\$ 1,331,720
3	Amount Available for Distributions	\$ 4,398,668,280
4	CY 2014 Eligibility	\$ 4,954,573,862
5	Adjustment for Formula Income Flat Rents	\$ (40,000,000)
6	Add: Eligibility for HTK & MHP Submissions	\$ 65,140
	Revision and Appeals	\$ 10,000,000
7	Total Estimated Eligibility (3 through 4)	\$ 4,924,739,002
8	Proration (3) / (7)	89.32%

The obligation letters reflecting for the March 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