

Department of Housing and Urban Development Public and Indian Housing

Special Attention:

Section 8 Public Housing Agencies and Indian Housing Authorities; Public Housing Office Directors; Administrators, Offices of Native American Programs Notice PIH 97-20 (HA)

Issued: April 29, 1997

Expires: September 30, 1997

Cross References: Notice PIH 96-20 (HA)

Subject: Extension of Notice PIH 96-20 (HA), Reduction of

Section 8 Administrative Fee for HA Failure to

Electronically Submit Form HUD-50058

1. <u>Purpose</u>. This notice extends Notice PIH 96-20 (HA), same subject, which expires April 30, 1997.

Under this extension, HUD offices should continue to impose administrative fee reductions beyond April 30, 1997, until the HA has submitted family reports for the required percent of units budgeted (i.e., 75 percent, or 50 percent for very small HAs).

2. Future Penalties. Administrative fee penalties under this notice continue until the notice expires or is superseded. The Department expects to issue a new notice in about July 1997, which will require stronger penalties for an HA's continued failure to adequately report Form HUD-50058 data. Under the new notice, it is likely that penalties will apply to HAs that have failed to report at least 75 percent of families during the latest 18 months, and that the penalty will increase to 15 percent of the average monthly on-going administrative fee.

/s/

Kevin Emanuel Marchman Acting Assistant Secretary