

Office of Public and Indian Housing

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

Interim Project Eligibility for CY 2016

The Department has obligated Operating Fund subsidies for the month November 2016. November obligations are based on the interim eligibility determined after processing the submitted 2016 Operating Subsidy HUD-52723 forms including most revisions. The November obligation amounts reflect cumulative adjustments related to previous funded project interim eligibility to ensure that projects that have received excess funding or lesser funding are compensated based on their current eligibility. This round of funding is expected to be available in eLOCCS for drawdown not later than November 1, 2016. The next round of funding is expected to be made available in eLOCCS no later than December 1, 2016, and will be based on updated final eligibility derived from processing the Operating Subsidy forms.

Proration Levels

The Department undertakes a conservative methodology to determine proration levels prior to establishing final eligibility for all projects. For November funding, the Department used the interim total 2016 HUD 52723 eligibility to derive an interim proration level of 89.83%.

November CY 2016 Interim Proration Calculation		
#	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)	\$4,910,306,609
5	Add: Eligibility for HTK & MHP Submissions	\$250,000
6	Add: Reserve for Revision and Appeals	\$40,000,000
7	Total Estimated Eligibility (4 through 5)	\$4,950,556,609
8	Proration (3) / (7)	89.63%

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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.