

**Public Housing Operating Fund**  
**Explanation of Calendar Year (CY) 2016 Obligations for May and June**

**Interim Project Eligibility Levels for CY 2016**

The Department has obligated Operating Fund subsidies for the month of May and June 2016, in accordance with the information below. May and June obligations are based on the eligibility determined after processing the 2016 Operating Subsidy forms submitted. The May and June obligation amounts reflect cumulative adjustments related to previous project interim eligibility and funding 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 not later than April 29, 2016. The next round of funding is expected to be made available in eLOCCS no later than July 1, 2016, and will be based on updated 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 May and June funding, the Department used the initial 2016 eligibility to derive an interim proration level of 89.73%. The proration rate for July funding will also be determined utilizing the eligibility derived from processing all the Operating Subsidy forms submitted at that point. The proration rate will continue to fluctuate during the year based on the submission of new and revised Operating Subsidy forms, until the final proration rate can be determined based on the final eligibility established for the calendar year 2016 funding cycle.

## Office of Public and Indian Housing

## Office of Public and Indian Housing

CY 2016 Interim Proration Calculation POS 6		
#	Description	Amount
1	CY 2016 Appropriation (1)	\$4,500,000,000
2	RAD Reapportionment (2)	\$61,485,839
	Correction of Prior Year Funding Error	
3	<b>Amount Available for Distributions</b>	<b>\$4,438,514,161</b>
4	CY 2016 Actual Eligibility	\$4,906,420,246
5	Add: Eligibility for HTK & MHP Submissions	\$250,000
6	Add: Reserve for Revision and Appeals	\$40,000,000
7	<b>Total Estimated Eligibility (4 through 5)</b>	<b>\$4,946,670,246</b>
8	<b>Proration (3) / (7)</b>	<b>89.73%</b>

## Notes:

1. Fund allotment as of 02/01/2016
2. RAD Reapportionment for units converted estimated for 2016. First RAD 31,485,363 and the second is \$29,961,172.
3. Eligibility based on HUD-52723s as of 3/31/2016