will continue to provide housing for lowincome families after subsidies expire, a priority HUD objective.

Regulation: 24 CFR Sections 811.114(d), 811.115(b), 811.117.

Project/Activity: The Housing Authority of Seattle, Washington refunding of bonds which financed a Section 8 assisted project, Market House Elderly Project, No. WA19– 8023–005.

Nature of Requirement: The Regulations set conditions under which HUD may grant a Section 11(b) letter of exemption of multifamily housing revenue bonds from Federal income taxation.

Granted By: Nicolas P. Retsinas, Assistant Secretary for Housing-Federal Housing Commissioner.

Dated Granted: July 21, 1994.

Reasons Waived: The Part 811 regulations cited above were intended for original bond financing transactions and do not fit the terms of refunding transactions under Section 103 of the Tax Code. This refunding proposal was approved by HUD on June 29, 1994. Refunding bonds have been priced to an average yield of 6%. The tax-exempt refunding bond issued of \$1,730,000 at current low-interest rates will save Section 8 subsidy. The Treasury also gains long-term tax revenue benefits through replacement of outstanding tax-exempt coupons of 11% at the call date in 1994 with tax-exempt bonds at a substantially lower interest rate. The refunding services the important public purposes of reducing HUD's Section 8 program costs, improving Treasury tax revenues, (helping reduce the budget deficit), and increasing the likelihood that projects will continue to provide housing for lowerincome families after subsidies expire, a priority HUD objective.

Regulation: 24 CFR Section 811.114(d). Project/Activity: District of Columbia HFA redemption of bonds which financed a Section 8 assisted project in 1979, the Trinity Towers Apartments, FHA No. 000–35240.

Nature of Requirement: The Regulations set conditions under which HUD may grant a Section 11(b) letter of exemption of multifamily housing revenue bonds from Federal income taxation.

Granted By: Nicolas P. Retsinas, Assistant Secretary for Housing-Federal Housing Commissioner.

Dated Granted: July 27, 1994.

Reasons Waived: The Part 811 regulation cited above requires HUD approval and reduction of Section 8 rents for prepayment of Section 11(b) bonds. The bonds will be redeemed by sale of the FHA mortgage note. Proceeds of the note sale will also finance project repairs. No reduction in project debt service or contract rents will occur. The Treasury also gains long-term tax revenue benefits through prepayment of outstanding tax-exempt bonds. The refunding serves the important public purposes of improving Treasury Tax revenue, (helping reduce the budget deficit), and assuring that the project is maintained in sound physical condition.

Regulation: 24 CFR Sections 811.114(d), 811.115(b), 811.117.

Project/Activity: The Housing Authority of Delaware County, Pennsylvania refunding of bonds which financed a Section 8 assisted project, Kinder Park Apartments, FHA No. PA26–0020–001.

Nature of Requirement: The Regulations set conditions under which HUD may grant a Section 11(b) letter of exemption of multifamily housing revenue bonds from Federal income taxation.

Granted By: Nicolas P. Retsinas, Assistant Secretary for Housing-Federal Housing Commissioner.

Dated Granted: August 10, 1994. Reasons Waived: The Part 811 regulations cited above were intended for original bond financing transaction and do not fit the terms of refunding transactions under Section 103 of the Tax Čode. This refunding proposal was approved by HUD on March 18, 1994. Refunding bonds have been priced to an average yield of 5.66%. The tax-exempt refunding bond issue of \$4,040,000 at current low-interest rates will save Section 8 subsidy. The Treasury also gains long-term tax revenue benefits through replacement of outstanding tax-exempt coupons of 6.00%-6.40% at the call date in 1994 with taxexempt bonds at a substantially lower interest rate. The refunding serves the important public purposes of reducing HUD's Section 8 program costs, improving Treasury Tax revenues, (helping reduce the budget deficit), and increasing the likelihood that projects will continue to provide housing for lower-income families after subsidies expire, a priority HUD objective.

Regulation: 24 CFR Section 811.114(d). Project/Activity: Whiteside County, Illinois HA refunding of bonds which financed a Section 8 assisted project, the Civic Plaza II Apartments, HUD No. IL-06-0038-002).

Nature of Requirement: The Regulations set conditions under which HUD may grant a Section 11(b) letter of exemption of multifamily housing revenue bonds from Federal income taxation.

Granted By: Nicolas P. Retsinas, Assistant Secretary for Housing-Federal Housing Commissioner.

Dated Granted: September 26, 1994. Reasons Waived: The Part 811 regulations cited above were intended for original bond financing transactions and do not fit the terms of refunding bonds to be issued as taxable obligations. Refunding bonds will be issued in an amount sufficient to provide capitalized distributions to the Project Owner entity which agrees to extend low-income occupancy for ten years after expiration of the Section 8 Housing Assistance Payments Contract. The Treasury also gains long-term tax revenue benefits through replacement of outstanding tax-exempt bonds of 9.5% coupons of lower yielding debt. The refunding serves the important public purposes of improving Treasury tax revenues, (helping reduce the budget deficit), and increasing the likelihood that projects will continue to provide housing for lowerincome families after subsidies expire, a priority HUD objective.

Note to Reader: The person to be contacted for additional information about the waivergrant items in this listing is: Robin Prichard, Drug-Free Neighborhoods Division, Office of Community Relations and Involvement, Department of Housing and Urban Development, 451 7th Street, S.W.—Room

4116, Washington, DC 20410–5000, (202) 708–1197.

14. Regulation: 24 CFR 961.

Project/Activity: Maricopa County Housing Authority, Phoenix, AZ.

Nature of Requirement: 24 CFR 961, allows only one six month extension on each grant awarded beyond the grant period.

Granted By: Joseph Shuldiner, Assistant Secretary for Public and Indian Housing, P. Date Granted: September 1994.

Reason Waved: The Resident Services Coordinator for MCHD, along with the leadership of the Housing Director, have the contacts, respect and commitment from reputable agencies to carry out the drug elimination program successfully. It is clear that they have identified the most vulnerable complexes needing the services of a drug elimination initiative, which are generally social and economically stressed. Also, it is very clear, that the need for this drug elimination grant extension to be approved can and will have a tremendous affect on the safety of our resident and will be felt throughout MCHD, therefore, we are asking for your approval to grant this extension request.

MCHD is a Troubled Housing Authority, that is in the process of entering into a Memorandum of Agreement and have the staff, commitment and resources, if approved to implement this initiative. All of the programs requested and planned in the revised budgets not only will help make their living environment safer, the programs proposed include self-help programs for low income residents.

Note to Reader: The person to be contacted for additional information about the waivergrant items in this listing is: John Comerford, Director, Financial Management Division, Office of Public and Indian Housing, Department of Housing and Urban Development, 451 Seventh Street, SW., Washington, DC 20410, Phone: (202) 708– 1872, TDD: (202) 708–0850 (These are not toll-free numbers).

15. Regulation: 24 CFR 990.104. Project/Activity: Guntersville, AL, Housing Authority In determining the operating subsidy eligibility, a request was made for funding for two units approved for nondwelling use to promote economic selfsufficiency programs.

Nature of Requirement: The operating subsidy calculation excludes funding for units removed from the dwelling rental inventory.

Granted By: Joseph Shuldiner, Assistant Secretary.

Date Granted: August 4, 1994. Reason Waived: To allow additional subsidy for units approved for non-dwelling use to promote economic self-sufficiency services pending publication of a final rule implementing this change to the regulation.

16. Regulation: 24 CFR 990.104. Project/Activity: Jennings, LA, Housing Authority In determining the operating subsidy eligibility, a request was made for funding for one unit approved for nondwelling use to promote anti-drug programs.

Nature of Requirement: The operating subsidy calculation excludes funding for