including the drug-free workplace certification and the anti-lobbying certification/disclosure requirements, after the expiration of the 14-calendar day technical deficiency correction period will be rejected from processing.

(viii) An HA application submitted after the deadline date for the subprogram of rental vouchers or certificates will be rejected from

processing.

(ix) An HA must have achieved 90 percent lease-up of units in its HUD-approved budget for the HA fiscal year prior to application for funding in each of its rental voucher and certificate programs. Applications from HAs that have failed to achieve the 90 percent lease-up will be rejected from processing.

(H) HUD Corrections to Rating and Ranking FY 94 Applications

HUD is aware that a few HA applications submitted under the FY 94 NOFAs were not funded due to HUD field staff incorrectly rating and ranking some HAs' applications. Although the number of errors were limited, HUD believes that the errors must be corrected; therefore, HUD Offices that failed to fund certain HA applications for FY 1994 funding due to these errors by the HUD Office may correct those errors as follows:

(1) The HUD Office will reconstruct the FY 94 ranking process to include the application(s) missing from the original ranking process due to the error; and

(2) The HUD Office will determine the number of units and Section 8 budget authority that would have been awarded to the application(s) subject to the FY 94 funds available at the time and the funding selection process utilized in the

FY 94 competition.

The HUD Office will correct the error by funding the FY 94 applications from the FY 95 fair share allocation for the same allocation area prior to the FY 95 competition. The funds for the allocation area remaining after correcting the FY 94 ranking error will be available for the FY 95 competition. The correction of the FY 94 error for an HA will not affect the HA's ability to compete for the remaining FY 95 funds and the FY 95 application will be considered as though no error had been made.

(I) Notification of Funds Awarded

(1) After the HUD Offices have reviewed, rated, and ranked applications, and the HUD Offices have approved the applications, each HUD Office must submit to Headquarters a list of all approved applications for each subprogram in this NOFA. The

application approval list is due in Headquarters (ATTENTION: Rental Assistance Division, Office of Public and Indian Housing) on the tenth working day following the date set by Headquarters for completion of application ranking and selections.

(2) The HUD Offices must provide the following information for each

application approved:

(a) The name and address of the HA;

(b) The project number, and the number of rental vouchers and the number of rental certificates, as applicable, approved for the HA; and

(c) The amount of contract authority and budget authority, stated separately for rental vouchers and rental

certificates.

The Field Offices of Native American Programs (FONAPs) also must send to Headquarters Office of Native American Programs a list of all approved IHA applications for each subprogram in this NOFA.

II. Fair Share Allocations

(A) Fair Share Application Deadline Date

The deadline date for applications for the Fair Share allocation is listed in Section I.(B) of the NOFA.

(B) Fair Share Allocation Amounts

(1) Housing Needs Formula

In FY 95, approximately \$1.2 billion of budget authority for the rental voucher and certificate programs is available for fair share formula allocation. Of this amount, approximately \$600 million is for rental vouchers and approximately \$600 million is for rental certificates. This budget authority is being allocated to each HUD Office under this NOFA, using the housing needs factors established in accordance with 24 CFR 791.402. In addition, approximately \$151 million is retained in a Headquarters Reserve that will not be allocated by formula.

(2) Metropolitan/Non-Metropolitan Mix

Separate housing needs factors were developed for the metropolitan and nonmetropolitan allocation areas within each HUD Office jurisdiction. On a nationwide basis, approximately 90 percent of the FY 1995 "fair share" budget authority for the Rental Voucher Program and Rental Certificate Program is designated for allocation to metropolitan areas. The metropolitan housing needs factors were applied to the housing assistance budget authority available for metropolitan areas and the non-metropolitan housing needs factors were applied to the housing assistance

budget authority available for non-metropolitan areas.

The allocation areas were established by the HUD State and Area Offices to ensure sufficient competition among HAs (including State and regional or multi-county HAs) operating housing programs within the HUD-established allocation areas.

(3) Program Type

This notice announces the fair share allocation of housing assistance budget authority (See Attachment 1) for the Rental Voucher Program and for the Rental Certificate Program to each allocation area, based on the housing needs factors. The allocation of housing assistance budget authority to each allocation area, however, is the total for both programs. The allocations have been structured to give HUD Offices flexibility in approving HA applications for funding of rental vouchers or rental certificates. This Notice also provides an estimate of the total number of rental vouchers and rental certificates that could be funded from the housing assistance available in the allocation area based on the national average cost of rental assistance for a two-bedroom unit. The actual number of units assisted within each HUD Office will vary from the estimates prepared by Headquarters for each HUD Office since the actual costs of rental assistance for each HA vary from the average.

(4) Reimbursement for Portability Units

The Department has decided that it is appropriate to use up to 50 percent of the fair share allocation for each allocation area as reimbursement to HAs for the costs associated with families that have moved under the portability procedures of the programs. Each HA must designate, in an attachment to Form HUD-52515, the number of units that it is requesting as reimbursement for portability billings or absorptions. A receiving HA that currently bills an initial HA for the cost of rental assistance for a family and receives funding under this NOFA for reimbursement of the rental assistance must discontinue billing the initial HA upon execution of the amendment to the annual contributions contract (ACC). The initial HA will then be able to reissue the rental assistance to another family on the initial HA's waiting list.

Attachment 2 to this NOFA provides a suggested format for the receiving HA to list the number of units and to certify to the number of families assisted under the portability provisions. In order to be eligible for reimbursement for portability, the HA must have billed, during the most recent month prior to