the HA application to HUD for reimbursement, another HA for the cost of the families' rental assistance, including administrative fees, or have absorbed the families into its own program at any time during the last HA fiscal year. A receiving HA may apply for the number of rental vouchers or certificates for which the HA billed another HA during the most recent month prior to application or the number of rental vouchers or certificates for families absorbed at any time during the HA fiscal year.

HUD will, for each allocation area, fund HAs with the highest ratio of rental vouchers or certificates billed and families absorbed in the HA's total rental voucher and certificate program. HUD will divide the total number of rental vouchers and certificates billed and families absorbed by the total number of rental vouchers and certificates on the most recent HUDapproved budget in an HA's program. The resulting percentage (rounded to four decimal places) will be used to rank HAs for funding. Receiving HAs will be ranked in descending order based on the percentage of portable rental vouchers and certificates. When funds are not available to fund the last ranked HAs with the same percentage, the HUD Office will distribute the balance of the funds evenly to the HAs with the same percentage.

(5) Potential Additional Funding

If additional rental voucher or rental certificate funding becomes available for fair share use during FY 95, the Department plans to distribute any additional funding to HUD Offices using the same percentage distribution as reflected in Attachment 1 to this NOFA. Any additional funding will be used under the competitive requirements of this NOFA to fund HA applications which were approvable but not funded, or approved and funded at less than 100 percent of the requested amount.

- (C) Fair Share Application Submission Requirements
- (1) All the items in Section I.(D), Application Submission Requirements—General, of this NOFA must be included in the application submitted to the HUD Office.
- (2) The application should include a narrative description of how the application meets, or will meet, the application selection criteria. Failure to submit a narrative description is not cause for application rejection; however, the HUD Office can only rate and rank the application based on information the HUD Office has on-hand.

- (3) Attachment 1 to this notice lists the HUD Offices and an estimate of the number of rental vouchers and certificates and budget authority available for each allocation area within the HUD State or Area Office jurisdiction. HAs should limit their applications for the "fair share" program to a reasonable number of rental vouchers and rental certificates, based on the capacity of the HA to leaseup within 12 months of ACC execution. The number of rental vouchers or certificates on the HA application, excluding those designated as portability reimbursements, may not exceed the lesser of: (a) ten percent (10%) of the total rental vouchers and rental certificates on the most recent HUD-approved budget for the HA; or (b) 50 percent of the number of units available for the allocation area.
- (4) Each HA that intends to apply for rental vouchers or certificates as reimbursement for families that exercised their rights to portability must attach the portability certification (See Attachment 2 to this NOFA) to its fair share application (Form HUD–52515). Otherwise, the HA application will be considered only for fair share funding. HAs must provide the following portability information to be considered for this special funding:
- (i) List the number of units by bedroom size for all rental vouchers and certificates for which the receiving HA billed another HA and for all families that an HA absorbed into its program.
- (ii) List the number of rental vouchers and certificates by bedroom size that the HA is requesting under the fair share funding.
- (iii) Provide the certification as to the number of rental vouchers or certificates for which the receiving HA is billing under portability or the number of families it has absorbed.
- (5) HAs may submit only one application (Form HUD–52515) for an allocation area and must submit a separate application for each allocation area. The total number of rental vouchers or certificates for which an HA applies may not exceed the lesser of ten percent of its program size or 50 percent of the rental vouchers and certificates available for the allocation area.
- (6) The HUD Office will reduce the number of rental vouchers and certificates requested in any application that exceeds the established application limit to the lesser of ten percent of the total rental vouchers and rental certificates on the latest HUD-approved budget or 50 percent of the units available for the allocation area.

(D) Fair Share Application Rating Process

The HUD Office must use the Selection Criteria shown below for the rating of applications submitted in response to this NOFA. The maximum score under the selection criteria for fair share funding is 120.

- (1) Selection Criterion 1: Unmet Housing Needs (50 points)
- (a) Description: This criterion assesses the unmet housing need in the primary area specified in the HA's application compared to the unmet housing need for the allocation area. Unmet housing need is defined as the number of very lowincome renter households with housing problems based on 1990 Census, minus the number of Federally-assisted housing units provided since the 1990 Census.

In awarding points under this criterion, HUD will, to the extent practicable, consider all units provided since the 1990 Census under the Section 8 Rental Voucher and Certificate programs, any other Section 8 programs, the Public and Indian Housing programs, the Section 202 program, and the Farmers Home Administrations's Section 515 Rural Rental Housing program.

(b) Rating and Assessment: The number of points assigned is based on the percentage of the allocation area's unmet housing need that is within the HA's primary area. State or Regional Housing Agencies will receive points based on the areas they intend to serve with this allocation, e.g., the entire allocation area or the localities within the allocation area specified in the application. The HUD Office will assign one of the following point totals:

• 50 points. If the HA's percentage of unmet housing need is greater than 50 percent of the allocation area's unmet need.

- 45 points. If the HA's percentage of unmet housing need is equal to or less than 50 percent but greater than 40 percent of the allocation area's unmet need.
- 40 points. If the HA's percentage of unmet housing need is equal to or less than 40 percent but greater than 30 percent of the allocation area's unmet need.
- 35 points. If the HA's percentage of unmet housing need is equal to or less than 30 percent but greater than 20 percent of the allocation area's unmet need.
- 30 points. If the HA's percentage of unmet housing need is equal to or less than 20 percent but greater than 10 percent of the allocation area's unmet need.