families currently living in emergency shelters or transitional housing within the ESG jurisdiction, who are "immediately ready for permanent housing" as defined in this NOFA.

(c) Section 8 Waiting List.

The method that the homeless provider organizations and the HA will use to verify and ensure that each identified family meets the "immediately ready" criteria and is either on the Section 8 waiting list or will be added to the waiting list.

(d) Involvement of Homeless Provider Organizations.

Describe the agreements with homeless provider organizations that will ensure each family receiving Section 8 rental assistance under this NOFA will receive the following:

(i) Housing search assistance, assistance in securing housing, move-in assistance and housing counseling, as appropriate;

(ii) Stabilization services for a minimum of six months to assist the family in adjusting to their new surroundings and connecting to community-based services and/or treatment, as appropriate; and

(iii) Other community-based services and/or treatment as needed to allow the family to remain in permanent housing.

(e) Project-Based Assistance. The method that will be used to determine what amount, if any, of the rental certificate funding is proposed to be used for project-based rental assistance for Single Room Occupancy (SRO) in accordance with 24 CFR part 882, subpart G, Project-Based Certificate Assistance rules.

(3) Application Revisions After Submission to HUD

HUD will provide the applicant an opportunity to revise its application after submission to HUD in response to specific written comments from HUD. The joint applicants will have a thirty calendar day period from the date of HUD's letter to satisfy all issues with HUD. Applicants will be allowed to respond to HUD comments more than once during the thirty day correction period so long as the negotiations are completed by the thirty calendar day deadline.

- (E) Corrections to Deficient Applications for Homeless Families Subprogram
- (1) Acceptable Applications

See Section VIII.(D)(3) of this NOFA for the applicable provisions.

(2) Unacceptable Applications

The 14 day technical correction period does not apply to this NOFA. See

Section VIII.(D)(3) of this NOFA for the applicable provisions.

(F) Application Selection Process for Homeless Families Subprogram

The funds available under this NOFA are being allocated on a formula basis as listed in Attachment 4 of the NOFA. Applications will be reviewed by the HUD Office to determine whether or not they are technically adequate and responsive to the application submission criteria based on the NOFA requirements. To expedite the review of applications and the award of funds under this subprogram, the HUD Office may initiate its review of any application received prior to the deadline established for submission.

The Office of Public Housing in the **HUD Office will initially screen all** applications to determine if an application is complete, technically adequate and responsive to the general application selection requirements. The Community Planning and Development (CPD) Office will review the application to determine if an application is responsive to the application submission requirements including consistency with the locality's homeless assistance strategy, adequacy of community-wide process, and the procedures for assisting homeless families. If an application is found to be unresponsive, the HUD Office will notify the applicant of its finding and permit the applicant to revise the application as provided in Section VIII.(D)(3).

The HUD Office of Public Housing will approve HA applications that are technically adequate and responsive. If any local HA and ESG jurisdiction does not submit a joint application by the due date specified in the NOFA, or if its application is disapproved, the allocation for that ESG jurisdiction will be reallocated to the State in which the jurisdiction is located. If a State does not apply by the due date, or if its application is disapproved, the allocation for that State will be reallocated to other States receiving allocations.

IX. Other Allocations

In addition to the budget authority for "fair share" rental vouchers and rental certificates, additional budget authority (including carryover budget authority) is available for allocation in Fiscal Year 1995 for rental vouchers and rental certificates for the following purposes:

(A) Relocation, Demolition and Disposition and Replacement Housing (HOPE I, II, Section 5(h), Section 18, and HOPE VI and "OPT-OUTS"

Headquarters will assign funds directly to the HUD Offices to assist families living in public housing projects that are being demolished or disposed of with HUD approval; to provide replacement housing in connection with Section 18, HOPE VI, or Section 5(h) activities; or relocation assistance to families affected by HOPE I, HOPE II, and Section 5(h) activities; or assistance to non-purchasing families affected by HOPE II activities. Headquarters will also assign funds directly to HUD Offices to assist families living in a Section 8 New Construction or Substantial Rehabilitation, or Loan Management Set-Aside Projects, where the Section 8 Housing Assistance Payments Contract ends. HUD Office requests for funding under this category will be approved on a first-come, firstserved basis. HUD Office requests should include all data pertinent to determining the eligibility of the request for funding under the appropriate program and the amount of funds required. Replacement housing assistance will be provided in the form of 5-year rental voucher or rental certificate funding. (Approximately 9,425 units and \$323 million in budget authority.)

(B) Rental Voucher and Rental Certificate Renewals

Headquarters will allocate funds directly to the HUD Offices for the renewal of rental voucher and rental certificate funding increments expiring in Fiscal Year 1995. Renewal funding will be provided in-kind (i.e., rental voucher funding for expiring rental voucher increments, and rental certificate funding for expiring rental certificate increments). (Approximately 126,000 units and \$2.9 billion in budget authority.)

(C) Section 23 Conversions

Headquarters will allocate rental certificate funds directly to the HUD Offices for tenant-based rental assistance to residents of Section 23 leased housing for which leases are expiring. HUD Office requests for funding under this category will be approved on a first-come, first-served basis. HUD Offices must include all data necessary to determine the amount of funds required. (Approximately 320 units and \$6.5 million in budget authority.)