

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Office of the Assistant Secretary for Public and Indian Housing

[Docket No. N-95-3867; FR-3774-N-02]

Notice of Funding Availability (NOFA) for Comprehensive Improvement Assistance Program (CIAP)

AGENCY: Office of the Assistant Secretary for Public and Indian Housing, HUD.

ACTION: Notice of Funding Availability for Fiscal Year (FY) 1995.

SUMMARY: This Notice informs HAs that own or operate fewer than 250 units and, therefore, are eligible to apply and compete for CIAP funds, of the availability of FY 1995 CIAP funding. HAs with 250 or more units are entitled to receive a formula grant under the Comprehensive Grant Program (CGP) and are not eligible to apply for CIAP funds.

DATES: Application is due on or before 3:00 p.m. local time on May 16, 1995, at the HUD Field Office with jurisdiction over the Public Housing Agency or Indian Housing Authority (herein referred to as HA), Attention: Director, Office of Public Housing, or Administrator, Office of Native American Programs.

FOR FURTHER INFORMATION CONTACT: William J. Flood, Director, Modernization Division, Office of Distressed and Troubled Housing Recovery, Department of Housing and Urban Development, 451 Seventh Street, SW., Room 4134, Washington, DC 20410. Telephone (202) 708-1640. (This is not a toll-free number).

HAs may contact Dominic A. Nessi, Director, Office of Native American Programs, Department of Housing and Urban Development, 451 Seventh Street, SW., B-133, Washington, DC 20410. Telephone (202) 755-0032. (This is not a toll-free number).

Hearing or speech impaired individuals may call HUD's TDD number (202) 708-4595. (This is not a toll-free number.)

SUPPLEMENTARY INFORMATION:

I. Background

On January 20, 1995, at 60 FR 4352, the Department published an Advance Notice of FY 1995 CIAP, setting forth all application requirements, except the allocation amounts and the application deadline date. Since the requirements set forth in the Advance Notice pertain to this NOFA, the entire Advance Notice is being republished as an attachment to this NOFA.

II. Allocation Amounts

(a) *Total Available.* The FY 1995 HUD Appropriations Act P.L. 103-327, enacted September 28, 1994, made available \$3,700,000,000 of budget authority for the Modernization Program in the Annual Contributions Account. Funding may change if the carry-overs, recaptures and transfers estimated to occur in FY 1995 are not realized. The following chart shows the total amount of funds available in FY 1995, which is the appropriation, plus the carry-over from FY 1994, less the reduction and set-asides, as of the date of this NOFA:

| | |
|---|----------------------|
| FY 1995 Appropriation ... | \$3,700,000,000 |
| Plus Carry-over from FY 1994 | 194,092,503 |
| Less Annual Contributions Account Reduction | (79,049,983) |
| FY 1995 Adjusted Appropriation | 3,815,042,520 |
| Less FY 1995 Set-Asides: | |
| Choice in Management (Being reevaluated) * | 100,000,000 |
| Emergency and Natural Disaster Reserve | 75,000,000 |
| Section 6J Activities * .. | 40,042,520 |
| Tenant Opportunity Program * | 25,000,000 |
| Inspection and Technical Assistance * | 15,270,323 |
| CGP Allocation from CGP Carry-Over | 10,882,865 |
| LBP Risk Assessment * | 8,052,534 |
| LBP Indemnification | 971,983 |
| Total Set-Asides | 275,220,225 |
| FY 1995 Adjusted Appropriation Less Set-Asides | 3,539,822,295 |

* Set-asides to be implemented through separate NOFAs or Requests for Proposals.

(b) *Explanation of Carry-Overs.* The \$194,092,503 in carry-overs from FY 1994 are:

- (1) \$100,000,000 from the set-aside for Choice-in-Management;
- (2) \$40,042,520 from the set-aside for implementing Section 6J activities;
- (3) \$32,259,237 from the national reserve for emergencies and natural and other disasters;
- (4) \$10,882,865 from the CGP allocation, including \$1,438,509 from three HAs which did not apply for their FY 1994 grant, \$99,963 unused due to the statutorily authorized conversion of a public housing project to a Section 8 project, and \$9,344,393 from reduced formula funding of Mod Troubled PHAs;
- (5) \$8,052,534 of unused funds from the Lead-Based Paint (LBP) Risk Assessment set-aside, established in FY 1992;

- (6) \$1,612,976 from the set-aside for the Vacancy Reduction Program;
 - (7) \$971,983 from the set-aside for the indemnification of three PHAs (Albany, New York; Cambridge, Massachusetts; and Omaha, Nebraska) that are participating in the LBP Abatement Demonstration. The FY 1991 Appropriations Act extended the availability of these funds appropriated in FY 1990 from October 1, 1991 to October 1, 1998;
 - (8) \$270,323 from the set-aside for inspection of modernization work and technical assistance for HAs; and
 - (9) \$65 from unassigned CIAP funds.
- (c) *Allocation between CGP and CIAP.* The allocation between CGP and CIAP is explained below:

| | |
|---|----------------------|
| FY 1995 Adjusted Appropriation, Less Set-Asides | \$3,539,822,295 |
| Less CGP Credits Withheld for Mod Troubled Agencies | 16,862,619 |
| Amount Available for CGP and CIAP | 3,522,959,676 |
| CGP Allocation | 3,153,244,533 |
| CIAP Allocation | 369,715,143 |

*Does not include \$10,882,865 in CGP funds carried over from FY 1994 which will be added to the CGP allocation.

(1) The \$3,522,959,676 balance is allocated between CIAP and CGP agencies based on the relative shares of backlog needs (weighted at 50%) and accrual needs (weighted at 50%), as determined by the field inspections conducted for the HUD-funded ABT study of modernization needs. This allocation results in CIAP agencies receiving 10.49% or \$369,715,143 and CGP agencies receiving 89.51% or \$3,153,244,533 (plus the \$10,822,865 carryover for a total of \$3,164,067,398) of the funds available.

(i) *Backlog needs* are needed repairs and replacements of existing physical systems, items that must be added to meet the HUD modernization and energy conservation standards and State or local/tribal codes, and items that are necessary for the long-term viability of a specific housing development.

(ii) *Accrual needs* are needs that arise over time and include needed repairs and replacements of existing physical systems and items that must be added to meet the HUD modernization and energy conservation standards and State or local/tribal codes.

(2) The \$369,715,143 available to CIAP agencies is allocated between Public Housing at 91.8505% or \$339,585,355, and Indian Housing at 8.1495% or \$30,129,788. This allocation also is based on the relative shares of backlog needs (weighted at 50%) and accrual needs (weighted at 50%).