

(i) *Funding Is Not Permitted* for costs incurred before the effective date of the grant agreement, including, *but not limited to*, consultant fees related to the development of an application or the actual writing of the application.

(ii) *Funding Is Not Permitted* for the purchase of controlled substances for any purpose, *including* law enforcement sting operations.

(iii) *Funding Is Not Permitted* for compensating informants, including confidential informants.

(iv) *Funding Is Not Permitted* for the purchase of law enforcement and/or any other vehicles, including cars, vans, buses, and motorcycles.

(v) *Funding Is Not Permitted* to purchase or lease any military or law enforcement clothing or equipment, such as, vehicles, uniforms, ammunition, firearms/weapons, military or police vehicles, protective vests, and any other supportive equipment, etc.

(vi) Drug elimination grant funds *may not be Used* for any full-time wages or salaries for voluntary tenant patrol participants.

(vii) *Funding Is Not Permitted* for the costs of leasing, acquiring, constructing or rehabilitating any facility space in a building or unit.

(viii) *Funding Is Not Permitted* for organized fund raising, advertising, financial campaigns, endowment drives, solicitation of gifts and bequests, rallies, marches, community celebrations and similar expenses.

(ix) *Funding Is Not Permitted* for the costs of entertainment, amusements, or social activities, and for the expenses of items such as meals, beverages, lodgings, rentals, transportation, and gratuities *related to these ineligible activities. However, funding is permitted for reasonable, necessary and justified program costs, such as meals, beverages and transportation, incurred only for training, and education activities directly related to "drug prevention programs."*

(x) *Funding Is Not Permitted* for the costs (court costs, attorneys fees, etc.) related to screening or evicting residents for drug-related crime. However, investigators funded under this program may participate in judicial and administrative proceedings as provided in paragraph I.(c)(4)(i)(B) (Employment of Investigators) of this NOFA.

(xi) Although participation in activities with Federal drug interdiction or drug enforcement agencies is encouraged, *the transfer of drug elimination program funds to any federal agency is not permitted.*

(xii) Alcohol-related activities and programs *are not eligible* for funding under this program.

(xiii) *Funding Is Not Permitted* under this NOFA for establishing councils, resident associations, resident organizations, and resident corporations since HUD funds these activities under a separate NOFA.

(xiv) Indirect costs as defined in OMB Circular A-87 *are not permitted* under this program. *Only direct costs are permitted.*

(xv) *Funding Is Not Permitted* for any cash awards, such as scholarships, prizes, etc.

(xvi) Grant funds *shall not be used to supplant existing positions or programs.*

#### (d) Selection Criteria

HUD will review each application that it determines meets the requirements of this NOFA and assign points in accordance with the selection criteria. An application for funding under this program may be for one or more eligible activities.

*An applicant may submit only one application under each Notice of Funding Availability (NOFA). Joint applications are not permitted under this program* with the following exception: housing authorities under a single administration (such as housing authorities managing another housing authority under contract or housing authorities sharing a common executive director) may submit a single application, even though each housing authority has its own operating budget.

The number of points that an application receives will depend on the extent to which the application is responsive to the information requested in the selection criteria. An application *must receive* a score of at least 70 points out of the maximum of 100 points that may be awarded under this competition to be eligible for funding.

After applications have been scored, Headquarters will rank the applications on a *national basis*. Awards will be made in *ranked order* until all funds are expended. HUD will select the highest ranking applications that can be fully funded. Applications with *tie scores* will be selected in accordance with the procedures in paragraph I.(e) (Ranking Factors). The terms "housing" and "development(s)" as used in the application selection criteria and submission requirements may include, as appropriate, housing described in section I.(c)(9) (PHA-Owned Housing), above, of this NOFA. Each application submitted for a grant under this NOFA will be evaluated on the basis of the following selection criteria:

(1) *First Criterion: The Extent of the Drug-Related Crime Problem in the Applicant's Development or Developments Proposed for Assistance.*

(Maximum Points: 40) To permit HUD to make an evaluation on the basis of this criterion, an application must include a description of the extent of drug-related crime and/or problems associated with it, in the developments proposed for funding. *An applicant must explain, in the application*, in what way a problem claimed to be associated with drug-related crime is a result of drug-related crime. The description should provide the following information:

(i) *Objective data.* The *best available objective data* on the nature, source, and frequency of the problem of drug-related crime and/or the problems associated with drug-related crime. This data may include (but not necessarily be limited to):

(A) *The nature and frequency of drug-related crime and problems associated with drug-related crime* as reflected by crime statistics and other data from Federal, tribal, state or local law enforcement agencies.

(B) *Information from records* on the types and sources of drug-related crime in the developments proposed for assistance.

(C) *Descriptive data* as to the types of offenders committing drug-related crime in the applicant's developments (e.g., age, residence, etc.).

(D) *The number of lease terminations or evictions* for drug-related criminal activity.

(E) *The number of emergency room admissions* for drug use or that result from drug-related crime (such information may not be available from police departments but only from fire departments or emergency medical services agencies).

(F) *The number of police calls for service* (not just drug-related) such as, officer-initiated calls, domestic violence calls, drug distribution complaints, found drug paraphernalia, gang activity, graffiti that reflects drugs or gang-related activity, vandalism, drug arrests, and abandoned vehicles.

(G) *The number of residents placed in treatment for substance abuse.*

(H) *The school dropout rate and level of absenteeism for youth* that the applicant can relate to drug-related crime. (If crime or other statistics are not available at the development or precinct level, the applicant may use other reliable, objective data including those derived from its records or those of RMCs, RCs or ROs).

(I) *Where appropriate*, the statistics should be reported both in real numbers, and as an annual percentage of the residents in each development (e.g., 20 arrests in a year for distribution of heroin in a development with 100