Authority: 42 U.S.C. 1437d, 1437l, 3535(d).

- 78. Section 968.320 is amended by: a. Revising the first sentence of
- paragraph (c) introductory text; b. Redesignating paragraphs (d), (e),
- b. Redesignating paragraphs (d), (e) and (f) as paragraphs (e), (f), and (g), respectively;
 - c. Adding a new paragraph (d);
- d. Amending the newly redesignated paragraph (e) by adding two new sentences preceding the last sentence of the introductory text;
- e. Revising the last sentence of paragraph (e)(4)(i); and
- f. Removing from paragraph (e)(6)(ii) the phrase "Comprehensive Housing Affordability Strategy" and adding in its place the phrase "consolidated plan"; to read as follows:

§ 968.320 Comprehensive Plan (including Five-Year Action Plan).

- * * * * *
- (c) Local government participation. A PHA shall consult with and provide information to appropriate local government officials with respect to the

- development of a comprehensive plan to ensure that there is coordination between the actions taken under the consolidated plan (see 24 CFR part 91) for project and neighborhood improvements where public housing units are located or proposed for construction and/or modernization and improvement and to coordinate meeting public and human service needs of the public and assisted housing projects and their residents. * * *
- (d) Participation in coordinating entities. To the extent that coordinating entities are set up to plan and implement the consolidated plans (under 24 CFR part 91), the PHA shall participate in these entities to ensure coordination with broader community development strategies.
- (e) * * * Where long-term physical and social viability of the development is dependent upon revitalization of the surrounding neighborhood in the provision of or coordination of public

services, or the consolidation or coordination of drug prevention and other human service initiatives, the PHA shall identify these needs and strategies. In addition, the PHA shall identify the funds or other resources in the consolidated plan that are to be used to help address these needs and strategies and the activities in the comprehensive plan that strengthen the consolidated plan. * * *

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(4) * * * (i) * * * Where necessary, HUD will review the PHA's documentation in support of its cost reasonableness and taking into account broader efforts to revitalize the neighborhoods in which the development are located;

Dated: December 22, 1994.

Henry G. Cisneros,

Secretary.

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