

HOMELESS ASSISTANCE GRANTS—Continued
Program and Financing—Continued

Identification code 86-0192-0-1-604	2012 actual	2013 CR	2014 est.
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	2,516	2,474	2,731
3200 Obligated balance, end of year	2,474	2,731	2,997
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	1,901	1,913	2,381
Outlays, gross:			
4010 Outlays from new discretionary authority	4	10	12
4011 Outlays from discretionary balances	1,951	1,708	1,640
4020 Outlays, gross (total)	1,955	1,718	1,652
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4033 Non-Federal sources	-1		
Additional offsets against gross budget authority only:			
4052 Offsetting collections credited to expired accounts	1		
4070 Budget authority, net (discretionary)	1,901	1,913	2,381
4080 Outlays, net (discretionary)	1,954	1,718	1,652
4180 Budget authority, net (total)	1,901	1,913	2,381
4190 Outlays, net (total)	1,954	1,718	1,652

The Homeless Assistance Grants account provides funds for the Emergency Solutions Grant (ESG) and Continuum of Care (CoC) programs. These programs, which award funds through formula and competitive processes, enable localities to shape and implement comprehensive, flexible, coordinated approaches to address the multiple issues of homelessness. Many communities have made great strides in creating comprehensive approaches to ending chronic homelessness through the development of local plans.

The 2014 Budget provides \$2.38 billion for a wide range of activities to assist homeless persons and prevent future homelessness. HUD estimates it will use \$1.95 billion for competitive renewals in the CoC program and \$346 million for the Emergency Solutions Grant Program, \$60 million of which shall be used for rapid re-housing in high need communities. The Budget also includes \$40 million for new competitive permanent supportive housing projects in the CoC program, and \$8 million for the Homeless Data Analysis Project.

In 2014, HUD will continue the implementation of the McKinney-Vento Act as amended by the HEARTH Act. HUD began implementation of the HEARTH Act with the Emergency Solutions Grants, Consolidated Plan, and Homeless Definition interim rules effective January 2012, and the Continuum of Care interim rule effective August 2012.

The 2014 Budget helps make progress toward ending homelessness by supporting the goals of "Opening Doors: the Federal Strategic Plan to Prevent and End Homelessness," which was published by the U.S. Interagency Council on Homelessness in 2010.

PERMANENT SUPPORTIVE HOUSING

Program and Financing (in millions of dollars)

Identification code 86-0342-0-1-604	2012 actual	2013 CR	2014 est.
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	46	36	24
3020 Outlays (gross)	-10	-12	-7
3050 Unpaid obligations, end of year	36	24	17
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	46	36	24
3200 Obligated balance, end of year	36	24	17

Budget authority and outlays, net:

Discretionary:			
Outlays, gross:			
4011 Outlays from discretionary balances	10	12	7
4190 Outlays, net (total)	10	12	7

This program was created by the Supplemental Appropriations Act, 2008 (P.L. 110-252), which provided \$73 million for permanent supportive housing assistance as referenced in the Road Home Program of the Louisiana Recovery Authority (LRA). Of the total amount appropriated, \$50 million is for permanent supportive housing, which serves approximately 1,000 homeless individuals and families living with disabilities. These grants are administered under the Shelter Plus Care program, as authorized under subtitle F of title IV of the McKinney-Vento Homeless Assistance Act (42 U.S.C. 11403 et seq.). The LRA will be eligible to apply for Homeless Assistance Grants to renew this assistance. Additionally, this account provides \$23 million in project-based rental assistance vouchers to LRA to support an estimated 2,000 elderly and disabled disaster victims, as authorized, under section 8(o)(13) of the United States Housing Act of 1937 (42 U.S.C. 1437f(o)(13)). Beginning in 2010, these vouchers have been renewed within the Tenant-Based Rental Assistance account upon the termination of the original subsidy.

RURAL HOUSING AND ECONOMIC DEVELOPMENT

Program and Financing (in millions of dollars)

Identification code 86-0324-0-1-604	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Rural Housing and Economic Development	3		
0002 Border Capital Community Initiative		3	1
0900 Total new obligations (object class 41.0)	3	3	1
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	4	3	1
1021 Recoveries of prior year unpaid obligations	2	1	
1050 Unobligated balance (total)	6	4	1
1930 Total budgetary resources available	6	4	1
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	3	1	
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	34	24	6
3010 Obligations incurred, unexpired accounts	3	3	1
3020 Outlays (gross)	-11	-20	-7
3040 Recoveries of prior year unpaid obligations, unexpired	-2	-1	
3050 Unpaid obligations, end of year	24	6	
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	34	24	6
3200 Obligated balance, end of year	24	6	

Budget authority and outlays, net:

Discretionary:			
Outlays, gross:			
4011 Outlays from discretionary balances	11	20	7
4190 Outlays, net (total)	11	20	7

The 2014 Budget does not provide funding for the Rural Housing and Economic Development (RHED) program. RHED was created to encourage innovative approaches to serving the housing and economic development needs of the nation's rural communities.

REVOLVING FUND (LIQUIDATING PROGRAMS)

Program and Financing (in millions of dollars)

Identification code 86-4015-0-3-451	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Revolving Fund	2	1	1
0900 Total new obligations (object class 32.0)	2	1	1

Budgetary Resources:			
Budget authority:			
Appropriations, mandatory:			
1200 Appropriation	2	1	1
1260 Appropriations, mandatory (total)	2	1	1
1900 Budget authority (total)	2	1	1
1930 Total budgetary resources available	2	1	1

Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	7	9	8
3010 Obligations incurred, unexpired accounts	2	1	1
3020 Outlays (gross)		-2	-2
3050 Unpaid obligations, end of year	9	8	7
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	7	9	8
3200 Obligated balance, end of year	9	8	7

Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	2	1	1
Outlays, gross:			
4100 Outlays from new mandatory authority		1	1
4101 Outlays from mandatory balances		1	1
4110 Outlays, gross (total)		2	2
4180 Budget authority, net (total)	2	1	1
4190 Outlays, net (total)		2	2

Status of Direct Loans (in millions of dollars)

Identification code 86-4015-0-3-451	2012 actual	2013 CR	2014 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	5	5	5
1263 Write-offs for default: Direct loans			
1290 Outstanding, end of year	5	5	5

The Revolving Fund (liquidating programs) was established by the Independent Offices Appropriations Act of 1955 for the efficient liquidation of assets acquired under a number of housing and urban development programs, all of which are no longer active. The operational expenses are financed from a permanent, indefinite appropriation to administer the remaining repayments of loans and recaptures in the portfolio. Annually, any remaining unobligated balances in the account are returned as a dividend to the Treasury.

The Section 312 loan program portfolio, which provided first and junior lien financing at below market interest rates for the rehabilitation of homes in low-income neighborhoods, constituted a large portion of the account activities. This program ceased to originate new loans over 20 years ago. Since the sale of the Section 312 loan portfolio to the private sector in 2001, activity in this account has been minimal.

Balance Sheet (in millions of dollars)

Identification code 86-4015-0-3-451	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	7	9
1601 Direct loans, gross	5	5
1603 Allowance for estimated uncollectible loans and interest (-)	-5	-5
1604 Direct loans and interest receivable, net		
1606 Foreclosed property	1	2

1699 Value of assets related to direct loans	1	2
1999 Total assets	8	11
LIABILITIES:		
2207 Non-Federal liabilities: Other	1	1
NET POSITION:		
3100 Unexpended appropriations	7	10
4999 Total liabilities and net position	8	11

COMMUNITY DEVELOPMENT LOAN GUARANTEES PROGRAM ACCOUNT

Subject to section 502 of the Congressional Budget Act of 1974, during fiscal year 2014 commitments to guarantee loans under section 108 of the Housing and Community Development Act of 1974, any part of which is guaranteed, shall not exceed a total principal amount of \$500,000,000, notwithstanding any aggregate limitation on outstanding obligations guaranteed in subsection (k) of such section 108: Provided, That the Secretary shall collect fees from borrowers, notwithstanding subsection (m) of such section 108, to result in a credit subsidy cost of zero, and such fees shall be collected in accordance with section 502(7) of the Congressional Budget Act of 1974.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0198-0-1-451	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0702 Loan guarantee subsidy	5	9	
0707 Reestimates of loan guarantee subsidy	7	7	
0708 Interest on reestimates of loan guarantee subsidy	1	1	
0900 Total new obligations (object class 33.0)	13	17	

Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	3	3	
1001 Discretionary unobligated balance brought fwd, Oct 1	3	3	
1021 Recoveries of prior year unpaid obligations	1		
1050 Unobligated balance (total)	4	3	
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	6	6	
1160 Appropriation, discretionary (total)	6	6	
Appropriations, mandatory:			
1200 Appropriation	7	8	
1260 Appropriations, mandatory (total)	7	8	
1900 Budget authority (total)	13	14	
1930 Total budgetary resources available	17	17	
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-1		
1941 Unexpired unobligated balance, end of year	3		

Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	14	14	15
3010 Obligations incurred, unexpired accounts	13	17	
3020 Outlays (gross)	-11	-16	-8
3040 Recoveries of prior year unpaid obligations, unexpired	-1		
3041 Recoveries of prior year unpaid obligations, expired	-1		
3050 Unpaid obligations, end of year	14	15	7
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	14	14	15
3200 Obligated balance, end of year	14	15	7

Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	6	6	
Outlays, gross:			
4010 Outlays from new discretionary authority		1	
4011 Outlays from discretionary balances	4	7	8
4020 Outlays, gross (total)	4	8	8

COMMUNITY DEVELOPMENT LOAN GUARANTEES PROGRAM
ACCOUNT—Continued

Program and Financing—Continued

Identification code 86-0198-0-1-451	2012 actual	2013 CR	2014 est.
Mandatory:			
4090 Budget authority, gross	7	8	.....
Outlays, gross:			
4100 Outlays from new mandatory authority	7	8	.....
4180 Budget authority, net (total)	13	14	.....
4190 Outlays, net (total)	11	16	8

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 86-0198-0-1-451	2012 actual	2013 CR	2014 est.
Guaranteed loan levels supportable by subsidy budget authority:			
215001 Community development loan guarantee levels	206	364	500
215999 Total loan guarantee levels	206	364	500
Guaranteed loan subsidy (in percent):			
232001 Community development loan guarantee levels	2.48	2.46	0.00
232999 Weighted average subsidy rate	2.48	2.46	0.00
Guaranteed loan subsidy budget authority:			
233001 Community development loan guarantee levels	5	9	.....
233999 Total subsidy budget authority	5	9	.....
Guaranteed loan subsidy outlays:			
234001 Community development loan guarantee levels	4	5	5
234999 Total subsidy outlays	4	5	5
Guaranteed loan upward reestimates:			
235001 Community development loan guarantee levels	7	8	.....
235999 Total upward reestimate budget authority	7	8	.....
Guaranteed loan downward reestimates:			
237001 Community development loan guarantee levels	-10	-3	.....
237999 Total downward reestimate subsidy budget authority	-10	-3	.....

The 2014 Budget increases the guaranteed loan limit to \$500 million, but does not request funding for the Community Development Loan Guarantee program (Section 108). Instead of subsidy, the Budget includes a legislative change to allow HUD to collect fees to offset credit subsidy costs and make related adjustments to the program. Carryover loan guarantee credit subsidy in this account will continue to be used until exhausted. The Budget requires that the program operate at a zero credit subsidy cost and provides for the collection of fees to fund program costs. Program activities include economic development projects, housing rehabilitation, public facilities rehabilitation, construction or installation for the benefit of low- to moderate-income persons, or to aid in the prevention of slums.

As required by the Federal Credit Reform Act of 1990, this account records the subsidy costs associated with the loan guarantees committed since 1992, including modifications of direct loans or loan guarantees that resulted from obligations or commitments in any year. The subsidy amounts are estimated on a present value basis.

COMMUNITY DEVELOPMENT LOAN GUARANTEES FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-4096-0-3-451	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0742 Downward reestimate paid to receipt account	5	2	.....
0743 Interest on downward reestimates	5	1	.....
0900 Total new obligations	10	3	.....
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	104	109	119

Financing authority:			
Spending authority from offsetting collections, mandatory:			
1800 Collected	15	13	9
1850 Spending auth from offsetting collections, mand (total)	15	13	9
1930 Total budgetary resources available	119	122	128
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	109	119	128

Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1			3
3010 Obligations incurred, unexpired accounts	10	3	.....
3020 Financing disbursements (gross)	-10	.....	.....
3050 Unpaid obligations, end of year		3	3
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-14	-14	-14
3090 Uncollected pymts, Fed sources, end of year	-14	-14	-14
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	-14	-14	-11
3200 Obligated balance, end of year	-14	-11	-11

Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	15	13	9
Financing disbursements:			
4110 Financing disbursements, gross	10	.....	.....
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal Sources: Payments from Program Account	-11	-12	-5
4122 Interest on uninvested funds	-4	-1	-4
4130 Offsets against gross financing auth and disbursements (total)	-15	-13	-9
4170 Financing disbursements, net (mandatory)	-5	-13	-9
4190 Financing disbursements, net (total)	-5	-13	-9

Status of Guaranteed Loans (in millions of dollars)

Identification code 86-4096-0-3-451	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders	240	240	500
2121 Limitation available from carry-forward	125	124	.....
2142 Uncommitted loan guarantee limitation	-34	.....	.....
2143 Uncommitted limitation carried forward	-124	.....	.....
2150 Total guaranteed loan commitments	207	364	500
2199 Guaranteed amount of guaranteed loan commitments	206	364	500
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	2,079	2,148	2,108
2231 Disbursements of new guaranteed loans	175	210	210
2251 Repayments and prepayments	-212	-250	-250
2264 Adjustments: Other adjustments, net	106	.....	.....
2290 Outstanding, end of year	2,148	2,108	2,068
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	2,148	1,999	1,999

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and beyond (including modifications of loan guarantees that resulted from commitments in any year). The amounts in this account are a means of financing and are not included in the budget totals. As required by the Federal Credit Reform Act of 1990, no administrative expenses can be recorded in the financing account.

Balance Sheet (in millions of dollars)

Identification code 86-4096-0-3-451	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	95	96
1999 Total assets	95	96
LIABILITIES:		
2204 Non-Federal liabilities: Liabilities for loan guarantees	95	96

4999	Total liabilities and net position	95	96
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COMMUNITY DEVELOPMENT LOAN GUARANTEES LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-4097-0-3-451	2012 actual	2013 CR	2014 est.	
Change in obligated balance:				
Uncollected payments:				
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-3	-3	-3
3090	Uncollected pymts, Fed sources, end of year	-3	-3	-3
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	-3	-3	-3
3200	Obligated balance, end of year	-3	-3	-3

Status of Guaranteed Loans (in millions of dollars)

Identification code 86-4097-0-3-451	2012 actual	2013 CR	2014 est.	
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	10	5	.....
2251	Repayments and prepayments	-5	-5	.....
2290	Outstanding, end of year	5	.....	.....
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	5	.....	.....

As required by the Federal Credit Reform Act of 1990, this liquidating account records all cash flows to and from the Government resulting from FFB direct loans for which loan guarantees were committed prior to 1992. This account is shown on a cash basis.

Balance Sheet (in millions of dollars)

Identification code 86-4097-0-3-451	2011 actual	2012 actual	
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	3	3
Investments in US securities:			
1106	Receivables, net	3	3
1999	Total assets	6	6

HOUSING PROGRAMS

Federal Funds

HOUSING FOR THE ELDERLY

For amendments to capital advance contracts for housing for the elderly, as authorized by section 202 of the Housing Act of 1959, as amended, and for project rental assistance for the elderly under section 202(c)(2) of such Act, including amendments to contracts for such assistance and renewal of expiring contracts for such assistance for up to a 1-year term, and for senior preservation rental assistance contracts, as authorized by section 811(e) of the American Housing and Economic Opportunity Act of 2000, as amended, and for supportive services associated with the housing, \$400,000,000 to remain available until September 30, 2017: Provided, That of the amount provided under this heading, up to \$70,000,000 shall be for service coordinators and the continuation of existing congregate service grants for residents of assisted housing projects: Provided further, That amounts under this heading shall be available for Real Estate Assessment Center inspections and inspection-related activities associated with section 202 projects: Provided further, That the Secretary may waive the provisions of section 202 governing the terms and conditions of project rental assistance, except that the initial contract term for such assistance shall not exceed 5 years in duration: Provided further, That upon the request of the Secretary of Housing and Urban Development, project funds that are held in residual receipts accounts for any project subject to a

section 202 project rental assistance contract and that upon termination of such contract are in excess of an amount to be determined by the Secretary shall be remitted to the Department and deposited in this account, to be available until expended: Provided further, That amounts deposited in this account pursuant to the previous proviso shall be available in addition to the amounts otherwise provided by this heading for the purposes authorized under this heading and, together with such other funds, may be used by the Secretary for demonstration programs to test housing with services models for the elderly: Provided further, That unobligated balances, including recaptures and carryover, remaining from funds transferred to or appropriated under this heading may be used for the current purposes authorized under this heading, notwithstanding the purposes for which such funds were originally appropriated.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0320-0-1-604	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
0001	Construction and Expansion	654	29	31
0002	PRAC Renewal/Amendment	228	285	310
0003	Service Coordinators/Congregate Services	127	81	70
0004	Conversion to Assisted Living Facilities	24	26	22
0005	Pre-Construction Demonstration	21	.....	.....
0006	Senior Preservation Rental Assistance Contracts .....	.....	.....	16
0007	Technical Assistance	2	.....	.....
0900	Total new obligations (object class 41.0)	1,056	421	449

Budgetary Resources:

Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	865	183	139
1021	Recoveries of prior year unpaid obligations	7	.....	.....
1050	Unobligated balance (total)	872	183	139
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	375	377	400
1120	Appropriations transferred to other accts [86-0402] .....	.....	.....	-2
1160	Appropriation, discretionary (total)	375	377	398
Spending authority from offsetting collections, discretionary:				
1700	Collected	8	.....	28
1750	Spending auth from offsetting collections, disc (total)	8	.....	28
1900	Budget authority (total)	383	377	426
1930	Total budgetary resources available	1,255	560	565
Memorandum (non-add) entries:				
1940	Unobligated balance expiring	-16	.....	.....
1941	Unexpired unobligated balance, end of year	183	139	116

Change in obligated balance:

Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	2,638	2,806	2,330
3010	Obligations incurred, unexpired accounts	1,056	421	449
3020	Outlays (gross)	-870	-897	-880
3040	Recoveries of prior year unpaid obligations, unexpired	-7	.....	.....
3041	Recoveries of prior year unpaid obligations, expired	-11	.....	.....
3050	Unpaid obligations, end of year	2,806	2,330	1,899
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	2,638	2,806	2,330
3200	Obligated balance, end of year	2,806	2,330	1,899

Budget authority and outlays, net:

Discretionary:				
4000	Budget authority, gross	383	377	426
Outlays, gross:				
4010	Outlays from new discretionary authority	71	117	126
4011	Outlays from discretionary balances	799	780	754
4020	Outlays, gross (total)	870	897	880
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4033	Non-Federal sources	-8	.....	-28
4180	Budget authority, net (total)	375	377	398
4190	Outlays, net (total)	862	897	852

HOUSING FOR THE ELDERLY—Continued

Since 1959, the Housing for the Elderly program (Section 202) has supported both the construction and operation of supportive housing for very low-income elderly households, including frail elderly. The Budget provides \$310 million to renew and amend operating subsidy contracts for existing Section 202 housing, \$70 million to support service coordinators who work on-site to help residents obtain critical services, such as benefit counseling, and \$20 million to support a demonstration program to test and implement housing with services models for seniors.

As proposed in the 2013 Budget, the Administration continues to support legislative and administrative changes to permit a new generation of Section 202 housing with supportive services targeted at populations most in need of affordable housing. Building off emerging research on best practices, HUD will provide Section 202 operating assistance to States to fund innovative supportive housing projects in line with state housing and health care priorities. Funded projects—new or existing multi-family housing complexes—must be fully leveraged with other capital resources, such as Low-Income Housing Tax Credits, HOME funds, and other Federal, state, and local programs, and only require Section 202 for operating assistance. This will result in long-term strategies to increase the supply of affordable permanent housing units with structured access to appropriate services, but also enables the program to better facilitate cost savings to state and federal health care budgets through reduced institutionalization and emergency room utilization.

In addition, the Budget provides HUD with new authorities to make better use of existing resources. In 2014, HUD will review residual receipts collections, recaptures, and other unobligated balances to increase the amount available for awards to support housing with services models that serve as a platform for seniors to live independently and age in place.

HOUSING FOR THE ELDERLY

	2012 actual	2013 est.	2014 est.
Units eligible for payment	115,112	119,698	125,661

HOUSING FOR PERSONS WITH DISABILITIES

For amendments to capital advance contracts for supportive housing for persons with disabilities, as authorized by section 811 of the Cranston-Gonzalez National Affordable Housing Act (42 U.S.C. 8013), for project rental assistance for supportive housing for persons with disabilities under section 811(d)(2) of such Act and for project assistance contracts pursuant to section 202(h) of the Housing Act of 1959 (Public Law 86–372; 73 Stat. 667), including amendments to contracts for such assistance and renewal of expiring contracts for such assistance for up to a 1-year term, for project rental assistance to State housing finance agencies and other appropriate entities as authorized under section 811(b)(3) of the Cranston-Gonzalez National Housing Act, and for supportive services associated with the housing for persons with disabilities as authorized by section 811(b)(1) of such Act, \$126,000,000 to remain available until September 30, 2017: Provided, That amounts made available under this heading shall be available for Real Estate Assessment Center inspections and inspection-related activities associated with section 811 Projects. Provided further, That, notwithstanding any other provision of law, upon the request of the Secretary of Housing and Urban Development, project funds that are held in residual receipts accounts for any project subject to a section 811 project rental assistance contract and that upon termination of such contract are in excess of an amount to be determined by the Secretary shall be remitted to the Department and deposited in this account, to be available until expended: Provided further, That amounts deposited in this account pursuant to the previous proviso shall be available in addition to the amounts otherwise provided by this heading for the purposes authorized under this heading: Provided further, That unobligated balances, including recaptures and carryover, remaining from funds transferred to or appropriated

under this heading may be used for the current purposes authorized under this heading notwithstanding the purposes for which such funds originally were appropriated.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86–0237–0–1–604	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Construction and Expansion	161	10	.....
0002 PRAC Renewals/Amendments	81	96	106
0003 Mainstream Voucher Renewals	1	1	.....
0004 State Housing Project Rental Assistance .....	.....	101	122
0900 Total new obligations (object class 41.0)	243	208	228
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	257	183	141
1021 Recoveries of prior year unpaid obligations	5	.....	.....
1050 Unobligated balance (total)	262	183	141
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	165	166	126
1120 Appropriations transferred to other accts [86–0402] .....	.....	.....	–1
1160 Appropriation, discretionary (total)	165	166	125
Spending authority from offsetting collections, discretionary:			
1700 Collected .....	.....	.....	12
1750 Spending auth from offsetting collections, disc (total) .....	.....	.....	12
1900 Budget authority (total)	165	166	137
1930 Total budgetary resources available	427	349	278
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	–1	.....	.....
1941 Unexpired unobligated balance, end of year	183	141	50
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	656	664	601
3010 Obligations incurred, unexpired accounts	243	208	228
3020 Outlays (gross)	–226	–271	–202
3040 Recoveries of prior year unpaid obligations, unexpired	–5	.....	.....
3041 Recoveries of prior year unpaid obligations, expired	–4	.....	.....
3050 Unpaid obligations, end of year	664	601	627
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	656	664	601
3200 Obligated balance, end of year	664	601	627
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	165	166	137
Outlays, gross:			
4010 Outlays from new discretionary authority	22	35	17
4011 Outlays from discretionary balances	204	236	185
4020 Outlays, gross (total)	226	271	202
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4033 Non-Federal sources .....	.....	.....	–12
4180 Budget authority, net (total)	165	166	125
4190 Outlays, net (total)	226	271	190

Since 1992, the Housing for Persons with Disabilities program (Section 811) has supported the development of supportive housing for very low-income people with disabilities. The Budget provides \$106 million to renew and amend operating subsidy contracts for existing Section 811 housing, and \$20 million for new Project Rental Assistance (PRA) awards.

In 2014, HUD will continue to fund supportive housing projects in line with state housing and health care priorities through the Section 811 PRA program. PRA projects must be fully leveraged with other capital resources, such as Low-Income Housing Tax Credits, HOME funds, and other Federal, state, and local programs, and only require Section 811 for operating assistance.

Section 811 allows for States to better leverage community-based care, to affirmatively address legal requirements for integrated housing, and to provide a platform for disabled persons to live independently in integrated community-based settings. Supportive housing can achieve significant savings for state and federal health care budgets through reduced institutionalization and emergency room utilization.

The inaugural competition of the Section 811 PRA program in 2012 provided funding to thirteen states to support 3,530 units specifically set-aside for persons with disabilities with appropriate community-based supports and services. The majority of state PRA programs are targeting persons with disabilities in institutions or at risk of institutionalization consistent with each State's Olmstead agreements or Olmstead plan.

The Budget also provides HUD with new authorities to make better use of existing resources. In 2014, HUD will review residual receipts collections, recaptures, and other unobligated balances to redirect available funds to make new additional investments in PRA awards.

HOUSING FOR PERSONS WITH DISABILITIES

	2012 actual	2013 est.	2014 est.
Units eligible for payment	32,187	33,469	36,040

HOUSING COUNSELING ASSISTANCE

For contracts, grants, and other assistance excluding loans, as authorized under section 106 of the Housing and Urban Development Act of 1968, as amended, \$55,000,000, including up to \$4,500,000 for administrative contract services, to remain available until September 30, 2015: Provided, That funds shall be used for providing counseling and advice to tenants and homeowners, both current and prospective, with respect to property maintenance, financial management/literacy, and such other matters as may be appropriate to assist them in improving their housing conditions, meeting their financial needs, and fulfilling the responsibilities of tenancy or homeownership; for program administration; and for housing counselor training.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86–0156–0–1–604	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Housing Counseling Assistance	43	42	50
0002 Administrative Contract Services	2	3	5
0900 Total new obligations	45	45	55
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	45	45	55
1160 Appropriation, discretionary (total)	45	45	55
1930 Total budgetary resources available	45	45	55
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	46	39	37
3010 Obligations incurred, unexpired accounts	45	45	55
3020 Outlays (gross)	-51	-47	-49
3041 Recoveries of prior year unpaid obligations, expired	-1		
3050 Unpaid obligations, end of year	39	37	43
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	46	39	37
3200 Obligated balance, end of year	39	37	43

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	45	45	55
Outlays, gross:			
4010 Outlays from new discretionary authority	15	15	19
4011 Outlays from discretionary balances	36	32	30
4020 Outlays, gross (total)	51	47	49
4180 Budget authority, net (total)	45	45	55
4190 Outlays, net (total)	51	47	49

The Housing Counseling Assistance Program provides comprehensive housing counseling services to eligible homeowners and tenants through grants to non-profit intermediaries, state governmental entities, and other agencies with local to national presences. Eligible counseling activities include pre- and post-purchase education, personal financial management, reverse mortgage product education, foreclosure prevention/mitigation, and rental counseling. The Housing Counseling Assistance Program supports the delivery of a wide variety of housing counseling services to homebuyers, homeowners, low- to moderate-income renters, and elderly citizens including the Administration's current foreclosure mitigation efforts. The primary objectives of the Housing Counseling program are to expand homeownership opportunities, improve access to affordable housing, prevent foreclosure, increase financial literacy, and aid in HUD's commitment to bridging the minority homeownership gap. Additionally, the program supports a significant number of individuals with FHA-insured loans, which helps maintain the financial soundness of the FHA insurance funds. The 2014 Budget includes \$55 million for this program, the bulk of which funds grants for the direct provision of counseling.

Object Classification (in millions of dollars)

Identification code 86–0156–0–1–604	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.2 Other services from non-Federal sources		3	5
41.0 Grants, subsidies, and contributions	45	42	50
99.9 Total new obligations	45	45	55

ENERGY INNOVATION FUND

Program and Financing (in millions of dollars)

Identification code 86–0401–0–1–272	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Energy Efficient Mortgage Innovation Pilot	6	6	
0002 Multifamily Energy Pilot	23	2	
0900 Total new obligations (object class 41.0)	29	8	
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	37	8	
1930 Total budgetary resources available	37	8	
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	8		
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	12	40	34
3010 Obligations incurred, unexpired accounts	29	8	
3020 Outlays (gross)	-1	-14	-19
3050 Unpaid obligations, end of year	40	34	15
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	12	40	34
3200 Obligated balance, end of year	40	34	15

ENERGY INNOVATION FUND—Continued
Program and Financing—Continued

Identification code 86-0401-0-1-272	2012 actual	2013 CR	2014 est.
Budget authority and outlays, net:			
Discretionary:			
Outlays, gross:			
4011 Outlays from discretionary balances	1	14	19
4190 Outlays, net (total)	1	14	19

The objective of the Energy Innovation Fund is to provide support for promising local initiatives that can be replicated across the nation and to stimulate and enhance private investment in cost-saving energy efficiency retrofits of existing housing, through improved use of FHA single family and multifamily mortgage products. In, 2010, \$50 million was appropriated for this initiative.

The single family Energy Efficient Mortgage Innovation Pilot provided up to \$25 million in incentive payments to support the new FHA PowerSaver loan guarantee program. PowerSaver is a partnership between HUD and 18 lenders that extends the benefits of Title I Energy Efficient Property Improvement loans to more homeowners and enabled them to borrow up to \$25,000 for terms as long as 20 years to make energy improvements of their choice, based on a list of proven measures developed by FHA and the U.S. Department of Energy (DOE).

The Multifamily Energy Innovation Fund Pilot provided \$25 million for financing and applied research demonstrations. The demonstrations will identify solutions to the primary and long-standing challenges to implementing energy efficiency and renewable energy improvements in existing affordable multifamily properties and leverage private capital and additional public funding to demonstrate proof of concept of specific models.

All funding for the program expires at the end of 2013. This schedule reflects the expenditure of prior year balances.

EMERGENCY HOMEOWNERS' RELIEF FUND

Program and Financing (in millions of dollars)

Identification code 86-0407-0-1-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0701 Direct loan subsidy	18	22	.....
0900 Total new obligations (object class 41.0)	18	22	.....
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	472	185	163
1021 Recoveries of prior year unpaid obligations	106	.....	.....
1029 Other balances withdrawn	-375	.....	.....
1050 Unobligated balance (total)	203	185	163
1930 Total budgetary resources available	203	185	163
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	185	163	163
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	492	215	107
3010 Obligations incurred, unexpired accounts	18	22	.....
3020 Outlays (gross)	-189	-130	-69
3040 Recoveries of prior year unpaid obligations, unexpired	-106	.....	.....
3050 Unpaid obligations, end of year	215	107	38
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	492	215	107
3200 Obligated balance, end of year	215	107	38

Budget authority and outlays, net:

Mandatory:			
Outlays, gross:			
4101 Outlays from mandatory balances	189	130	69
4190 Outlays, net (total)	189	130	69

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 86-0407-0-1-371	2012 actual	2013 CR	2014 est.
Direct loan levels supportable by subsidy budget authority:			
115001 Emergency Homeowners' Relief	19	23	.....
115999 Total direct loan levels	19	23	.....
Direct loan subsidy (in percent):			
132001 Emergency Homeowners' Relief	97.72	97.71	.....
132999 Weighted average subsidy rate	97.72	97.71	.....
Direct loan subsidy budget authority:			
133001 Emergency Homeowners' Relief	18	22	.....
133999 Total subsidy budget authority	18	22	.....
Direct loan subsidy outlays:			
134001 Emergency Homeowners' Relief	67	32	18
134999 Total subsidy outlays	67	32	18

The Emergency Homeowners' Loan Program (EHLPL), authorized by the Dodd-Frank Wall Street Reform and Consumer Protection Act (P.L. 111-203), provided emergency mortgage assistance to homeowners who were unemployed or underemployed due to economic or medical conditions. EHLPL offered an eligible homeowner a declining balance, deferred payment, non-recourse, zero interest subordinate loan of up to \$50,000 to assist with paying all arrearages on the homeowner's first mortgage and up to 24 consecutive months of first mortgage assistance payments. EHLPL provided assistance to homeowners in Puerto Rico and the 32 states not assisted by the Treasury Department's Innovation Fund for Hardest Hit Housing Markets program. States with existing programs that provided substantially similar assistance to homeowners received grants to provide EHLPL assistance through such programs. The program became effective October 1, 2010 and, per statute, stopped accepting applications on September 30, 2011. As required by the Federal Credit Reform Act of 1990, this account records the administrative expenses for EHLPL, as well as the subsidy costs, associated with the direct loans obligated. The subsidy amounts are estimated on a present value basis; the administrative expenses are estimated on a cash basis.

EMERGENCY HOMEOWNERS' RELIEF FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-4357-0-3-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0710 Direct loan obligations	19	23	.....
0900 Total new obligations	19	23	.....
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	18	1	11
1020 Adjustment of unobligated bal brought forward, Oct 1	-18	.....	.....
1021 Recoveries of prior year unpaid obligations	109	.....	.....
1050 Unobligated balance (total)	109	1	11
Financing authority:			
Spending authority from offsetting collections, mandatory:			
1800 Positive Subsidy	67	32	18
1800 Repayments .....	.....	1	1
1801 Change in uncollected payments, Federal sources	-156	.....	.....
1850 Spending auth from offsetting collections, mand (total)	-89	33	19
1900 Financing authority (total)	-89	33	19
1930 Total budgetary resources available	20	34	30

Memorandum (non-add) entries:			
1941	Unexpired unobligated balance, end of year	1	11 30
Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1	210	52 41
3010	Obligations incurred, unexpired accounts	19	23
3020	Financing disbursements (gross)	-68	-34 -19
3040	Recoveries of prior year unpaid obligations, unexpired	-109	
3050	Unpaid obligations, end of year	52	41 22
Uncollected payments:			
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-205	-49 -49
3070	Change in uncollected pymts, Fed sources, unexpired	156	
3090	Uncollected pymts, Fed sources, end of year	-49	-49 -49
Memorandum (non-add) entries:			
3100	Obligated balance, start of year	5	3 -8
3200	Obligated balance, end of year	3	-8 -27

Financing authority and disbursements, net:			
Mandatory:			
4090	Financing authority, gross	-89	33 19
Financing disbursements:			
4110	Financing disbursements, gross	68	34 19
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120	Federal sources	-67	-32 -18
4123	Repayments of principal, net		-1 -1
4130	Offsets against gross financing auth and disbursements (total)	-67	-33 -19
Additional offsets against financing authority only (total):			
4140	Change in uncollected pymts, Fed sources, unexpired	156	
4170	Financing disbursements, net (mandatory)	1	1
4190	Financing disbursements, net (total)	1	1

Status of Direct Loans (in millions of dollars)

Identification code 86-4357-0-3-371	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on obligations:			
1121	Limitation available from carry-forward	790	771 748
1143	Unobligated limitation carried forward (P.L. xx) (-)	-771	-748 -748
1150	Total direct loan obligations	19	23
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year	68	77
1231	Disbursements: Direct loan disbursements	68	34 19
1251	Repayments: Repayments and prepayments	-1	-1
1263	Write-offs for default: Direct loans	-24	-20
1290	Outstanding, end of year	68	77 75

This non-budgetary account records all cash flows to and from the Government resulting from the loan guarantees (including modifications of loan guarantees that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals. No administrative expenses can be recorded in the financing account.

Balance Sheet (in millions of dollars)

Identification code 86-4357-0-3-371	2011 actual	2012 actual
ASSETS:		
1101	Federal assets: Fund balances with Treasury	23 4
Net value of assets related to post-1991 direct loans receivable:		
1401	Direct loans receivable, gross	68
1405	Allowance for subsidy cost (-)	-68
1499	Net present value of assets related to direct loans	
1999	Total assets	23 4
LIABILITIES:		
2103	Federal liabilities: Debt payable to Treasury	23 4
4999	Total upward reestimate subsidy BA [86-0407]	23 4

OTHER ASSISTED HOUSING PROGRAMS

RENTAL HOUSING ASSISTANCE

For amendments to contracts under section 101 of the Housing and Urban Development Act of 1965 (12 U.S.C. 1701s) and section 236(f)(2) of the National Housing Act (12 U.S.C. 1715z-1) in State-aided, non-insured rental housing projects, \$21,000,000, to remain available until expended: Provided, That such amount, together with unobligated balances from recaptured amounts appropriated prior to fiscal year 2006 from terminated contracts under such sections of law, and any unobligated balances, including recaptures and carryover, remaining from funds appropriated under this heading after fiscal year 2005, shall also be available for extensions of up to one year for expiring contracts under such sections of law.

RENT SUPPLEMENT

(CANCELLATION)

Of the amounts recaptured from terminated contracts under section 101 of the Housing and Urban Development Act of 1965 (12 U.S.C. 1701s) and section 236 of the National Housing Act (12 U.S.C. 1715z-1) \$3,500,000 are hereby permanently cancelled: Provided, That no amounts may be cancelled from amounts that were designated by the Congress as an emergency requirement pursuant to the Concurrent Resolution on the Budget or the Balanced Budget and Emergency Deficit Control Act of 1985, as amended.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0206-0-1-999	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001	Rent supplement	12	16 19
0002	Homeownership and rental housing assistance (Sections 235 and 236)	20	21 25
0900	Total new obligations (object class 41.0)	32	37 44
Budgetary Resources:			
Unobligated balance:			
1000	Unobligated balance brought forward, Oct 1	327	70 11
1021	Recoveries of prior year unpaid obligations	112	
1025	Unobligated balance of contract authority withdrawn	-99	
1029	Other balances withdrawn	-8	
1050	Unobligated balance (total)	332	70 38
Budget authority:			
Appropriations, discretionary:			
1100	Appropriation	1	1 21
1131	Unobligated balance permanently reduced	-232	-23 -4
1160	Appropriation, discretionary (total)	-231	-22 17
Appropriations, mandatory:			
1200	Appropriation	444	444 444
1238	Appropriations applied to liquidate contract authority	-444	-444 -444
Spending authority from offsetting collections, discretionary:			
1700	Collected	1	
1750	Spending auth from offsetting collections, disc (total)	1	
1900	Budget authority (total)	-230	-22 17
1930	Total budgetary resources available	102	48 55
Memorandum (non-add) entries:			
1941	Unexpired unobligated balance, end of year	70	11 11
Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1	2,487	1,961 1,619
3010	Obligations incurred, unexpired accounts	32	37 44
3020	Outlays (gross)	-446	-379 -367
3040	Recoveries of prior year unpaid obligations, unexpired	-112	
3050	Unpaid obligations, end of year	1,961	1,619 1,269
Memorandum (non-add) entries:			
3100	Obligated balance, start of year	2,487	1,961 1,619
3200	Obligated balance, end of year	1,961	1,619 1,269

OTHER ASSISTED HOUSING PROGRAMS—Continued
Program and Financing—Continued

Identification code 86-0206-0-1-999	2012 actual	2013 CR	2014 est.
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	-230	-22	17
Outlays, gross:			
4010 Outlays from new discretionary authority	1	1	10
4011 Outlays from discretionary balances	445	378	357
4020 Outlays, gross (total)	446	379	367
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4033 Non-Federal sources	-1		
4180 Budget authority, net (total)	-231	-22	17
4190 Outlays, net (total)	445	379	367
Memorandum (non-add) entries:			
5052 Obligated balance, SOY: Contract authority	1,415	872	428
5053 Obligated balance, EOY: Contract authority	872	428	
5055 Fund balance in excess of liquidating requirements, EOY:			
Contract authority			16

The Other Assisted Housing Account contains the programs listed below:

Rent Supplement.—Rent Supplement assistance payments will continue to be made on behalf of qualified low-income tenants in approximately 6,120 units that have not converted to Section 8.

Section 235.—The Housing and Urban-Rural Recovery Act of 1983 (P.L. 98-181) authorized a restructured Section 235 (Homeownership Assistance) program that provided homeowners a 10-year interest reduction subsidy on their mortgages.

Section 236.—The Housing and Urban Development Act of 1968, as amended, authorizes the Section 236 Rental Housing Assistance Program, which subsidizes the monthly mortgage payment that an owner of a rental or cooperative project is required to make. This interest subsidy reduces rents for lower income tenants. Some Section 236 properties (approximately 11,300 units) also have rental assistance contracts with HUD through the Rental Assistance Payment (RAP) program.

When Rent Supplement and RAP contracts are terminated due to prepayments, remaining balances are recovered. HUD has identified \$3.5 million in Section 236 Interest Reduction Payment recaptures that may be cancelled in 2014 without impacting current contract amendment and extension activities.

As an increasing number of Rent Supplement and RAP rental assistance contracts reach the ends of their terms, the funding needs of the account have shifted from amendments to short-term extensions that help preserve this affordable housing stock. In order to meet the growing need for extensions, the Budget proposes appropriations language to allow recaptured funds to be used for these purposes. In addition, the Rental Assistance Demonstration (RAD) enables owners of properties with expiring Rent Supplement or RAP contracts to convert their assistance to long-term, project-based voucher contracts. More information on this Demonstration is available under the RAD heading.

The table below provides a summary of outlays by program.

SUMMARY OF OUTLAYS

(in millions of dollars)

	2012 actual	2013 est.	2014 est.
Total	446	379	367
Rent supplement	43	38	33
Homeownership assistance (Section 235)	1	1	1
Rental housing assistance (Section 236)	400	339	332
College housing grants	1	1	1

HOMEOWNERSHIP AND OPPORTUNITY FOR PEOPLE EVERYWHERE GRANTS (HOPE GRANTS)

Program and Financing (in millions of dollars)

Identification code 86-0196-0-1-604	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1	1	
1029 Other balances withdrawn		-1	
1050 Unobligated balance (total)	1		
1930 Total budgetary resources available	1		
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	1		

The Homeownership and Opportunity for People Everywhere Program, funded from 1992-1995, provided affordable homeownership opportunities for low-income families. Units were converted to homeownership from public and Indian housing properties in HOPE I, from FHA-insured and Government-held multifamily properties in HOPE II, and from Government-owned or -held single family properties in HOPE III. HOPE Grants were used for property acquisition, rehabilitation, mortgage subsidies, security measures, and technical assistance. In addition, grants have been devoted to counseling and training of residents, and other activities intended to help them become economically self-sufficient homeowners.

PAYMENT TO MANUFACTURED HOUSING FEES TRUST FUND

For necessary expenses as authorized by the National Manufactured Housing Construction and Safety Standards Act of 1974 (42 U.S.C. 5401 et seq.), up to \$7,530,000, to remain available until expended, of which \$6,530,000 is to be derived from the Manufactured Housing Fees Trust Fund: Provided, That not to exceed the total amount appropriated under this heading shall be available from the general fund of the Treasury to the extent necessary to incur obligations and make expenditures pending the receipt of collections to the Fund pursuant to section 620 of such Act: Provided further, That the amount made available under this heading from the general fund shall be reduced as such collections are received during fiscal year 2014 so as to result in a final fiscal year 2014 appropriation from the general fund estimated at not more than \$1,000,000 and fees pursuant to such section 620 shall be modified as necessary to ensure such a final fiscal year 2014 appropriation: Provided further, That for the dispute resolution and installation programs, the Secretary of Housing and Urban Development may assess and collect fees from any program participant: Provided further, That such collections shall be deposited into the Fund, and the Secretary, as provided herein, may use such collections, as well as fees collected under section 620, for necessary expenses of such Act: Provided further, That, notwithstanding the requirements of section 620 of such Act, the Secretary may carry out responsibilities of the Secretary under such Act through the use of approved service providers that are paid directly by the recipients of their services.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0234-0-1-376	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Payment to Trust Fund	3	3	1
0900 Total new obligations (object class 94.0)	3	3	1
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	3	3	1

1160	Appropriation, discretionary (total)	3	3	1
1930	Total budgetary resources available	3	3	1
Change in obligated balance:				
Unpaid obligations:				
3010	Obligations incurred, unexpired accounts	3	3	1
3020	Outlays (gross)	-3	-3	-1
Budget authority and outlays, net:				
Discretionary:				
4000	Budget authority, gross	3	3	1
Outlays, gross:				
4010	Outlays from new discretionary authority	3	3	1
4180	Budget authority, net (total)	3	3	1
4190	Outlays, net (total)	3	3	1

The Budget provides a total of \$7.53 million, including \$6.53 million in estimated fees, to support activities authorized by the National Manufactured Housing Construction and Safety Standards Act of 1974, as amended, including the development and enforcement of manufactured housing construction standards, as well as the development and implementation of new installation and dispute resolution programs required by the Manufactured Housing Improvement Act of 2000.

GREEN RETROFIT PROGRAM FOR MULTIFAMILY HOUSING, RECOVERY ACT

Program and Financing (in millions of dollars)

Identification code 86-0306-0-1-604	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0705	Reestimates of direct loan subsidy	1	
0900	Total new obligations (object class 99.5)	1	
Budgetary Resources:			
Budget authority:			
Appropriations, mandatory:			
1200	Appropriation	1	
1260	Appropriations, mandatory (total)	1	
1900	Budget authority (total)	1	
1930	Total budgetary resources available	1	
Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1	32	4
3010	Obligations incurred, unexpired accounts	1	1
3020	Outlays (gross)	-25	-1
3041	Recoveries of prior year unpaid obligations, expired	-3	-4
3050	Unpaid obligations, end of year	4	
Memorandum (non-add) entries:			
3100	Obligated balance, start of year	32	4
3200	Obligated balance, end of year	4	
Budget authority and outlays, net:			
Discretionary:			
Outlays, gross:			
4011	Outlays from discretionary balances	25	
Mandatory:			
4090	Budget authority, gross	1	
Outlays, gross:			
4100	Outlays from new mandatory authority	1	
4180	Budget authority, net (total)	1	
4190	Outlays, net (total)	25	1

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 86-0306-0-1-604	2012 actual	2013 CR	2014 est.
Direct loan upward reestimates:			
135001	Energy Retrofit Loans	1	
135999	Total upward reestimate budget authority	1	
Direct loan downward reestimates:			
137001	Energy Retrofit Loans	-1	

137999	Total downward reestimate budget authority	-1	
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The Green Retrofit Program (GRP) offered grants and loans to owners of eligible HUD-assisted multifamily housing properties to fund green retrofits, which are intended to reduce ongoing utility consumption, benefit resident health, and benefit the environment. This program was funded under Title XII of the American Recovery and Reinvestment Act of 2009 (P.L. 111-5). This account includes funds for grants, direct loan credit subsidy, and administrative expenses. All loan cash flows are recorded in the corresponding financing account (86-4589).

GREEN RETROFIT PROGRAM FOR MULTIFAMILY HOUSING FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-4589-0-3-604	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0713	Payment of interest to Treasury	1	
0743	Interest on downward reestimates	1	
0900	Total new obligations	1	1
Budgetary Resources:			
Unobligated balance:			
1000	Unobligated balance brought forward, Oct 1	3	3
Financing authority:			
Spending authority from offsetting collections, mandatory:			
1800	Collected	4	1
1850	Spending auth from offsetting collections, mand (total)	4	1
1900	Financing authority (total)	4	1
1930	Total budgetary resources available	4	4
Memorandum (non-add) entries:			
1941	Unexpired unobligated balance, end of year	3	3
Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1	1	2
3010	Obligations incurred, unexpired accounts	1	1
3050	Unpaid obligations, end of year	1	2
Memorandum (non-add) entries:			
3100	Obligated balance, start of year	1	2
3200	Obligated balance, end of year	1	2
Financing authority and disbursements, net:			
Mandatory:			
4090	Financing authority, gross	4	1
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120	Federal sources		-1
4123	Non-Federal sources	-4	
4130	Offsets against gross financing auth and disbursements (total)	-4	-1
4170	Financing disbursements, net (mandatory)	-4	-1
4190	Financing disbursements, net (total)	-4	-1

Status of Direct Loans (in millions of dollars)

Identification code 86-4589-0-3-604	2012 actual	2013 CR	2014 est.
Cumulative balance of direct loans outstanding:			
1210	Outstanding, start of year	83	80
1251	Repayments: Repayments and prepayments	-3	
1290	Outstanding, end of year	80	80

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans in the Green Retrofit Program, which received one-time funding in the Recovery Act (P.L. 111-5). The program account is displayed under "Green Retrofit Program for Multifamily Housing, Recovery Act" (86-0306).

GREEN RETROFIT PROGRAM FOR MULTIFAMILY HOUSING FINANCING
ACCOUNT—Continued

Balance Sheet (in millions of dollars)

Identification code 86-4589-0-3-604	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury		4
Net value of assets related to post-1991 direct loans receivable:		
1401 Direct loans receivable, gross	83	80
1402 Interest receivable	1	1
1405 Allowance for subsidy cost (-)	-69	-70
1499 Net present value of assets related to direct loans	15	11
1999 Total assets	15	15
LIABILITIES:		
2103 Federal liabilities: Debt	15	15
4999 Total liabilities and net position	15	15

RENTAL HOUSING ASSISTANCE FUND

Program and Financing (in millions of dollars)

Identification code 86-4041-0-3-604	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0801 Transfer to HUD's Flexible Subsidy Fund	3	4	.....
0900 Total new obligations (object class 94.0)	3	4	.....
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	3	4	3
Budget authority:			
Spending authority from offsetting collections, mandatory:			
1800 Collected	4	3	3
1850 Spending auth from offsetting collections, mand (total)	4	3	3
1930 Total budgetary resources available	7	7	6
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	4	3	6
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	3	4	.....
3020 Outlays (gross)	-3	-4	.....
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	4	3	3
Outlays, gross:			
4101 Outlays from mandatory balances	3	4	.....
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123 Non-Federal sources	-4	-3	-3
4190 Outlays, net (total)	-1	1	-3

The Housing and Urban Development Act of 1968 authorized the Secretary to establish a revolving fund into which rental collections in excess of the established basic rents for units in Section 236 subsidized projects would be deposited.

The Housing and Community Development Amendment of 1978 authorized the Secretary, subject to approval in appropriation acts, to transfer excess rent collections received after 1978 to the Troubled Projects Operating Subsidy program, renamed the Flexible Subsidy Fund. Prior to that time, collections were used for paying tax and utility increases in Section 236 projects. The Housing and Community Development Act of 1980 amended the 1978 Act by authorizing the transfer of excess rent collections regardless of when collected.

The Budget proposes appropriation language in the general provisions at the end of this budget chapter to fully eliminate any authorities which mandate the transfer of excess resources from the Rental Housing Assistance Fund to the Flexible Subsidy Fund.

Object Classification (in millions of dollars)

Identification code 86-4041-0-3-604	2012 actual	2013 CR	2014 est.
Reimbursable obligations:			
94.0 Financial transfers	3	4	.....
99.0 Reimbursable obligations	3	4	.....

FLEXIBLE SUBSIDY FUND

Program and Financing (in millions of dollars)

Identification code 86-4044-0-3-604	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	201	255	297
Budget authority:			
Spending authority from offsetting collections, discretionary:			
1700 Collected	54	42	38
1750 Spending auth from offsetting collections, disc (total)	54	42	38
1930 Total budgetary resources available	255	297	335
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	255	297	335
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	54	42	38
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4030 Federal sources	-3	-4	.....
4033 Non-Federal sources	-51	-38	-38
4040 Offsets against gross budget authority and outlays (total)	-54	-42	-38
4080 Outlays, net (discretionary)	-54	-42	-38
4190 Outlays, net (total)	-54	-42	-38

Status of Direct Loans (in millions of dollars)

Identification code 86-4044-0-3-604	2012 actual	2013 CR	2014 est.
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year	563	533	508
1251 Repayments: Repayments and prepayments	-41	-25	-25
1264 Write-offs for default: Writeoff for default: Other adjustments, net (+ or -)	11	.....	.....
1290 Outstanding, end of year	533	508	483

The Flexible Subsidy Fund assisted financially troubled subsidized projects under certain Federal Housing Administration (FHA) authorities. The subsidies were intended to prevent potential losses to the FHA fund resulting from project insolvency and to preserve these projects as a viable source of housing for low and moderate-income tenants. Priority was given to projects with Federal insurance-in-force and then to those with mortgages that had been assigned to the Department of Housing and Urban Development.

The Budget proposes appropriation language in the general provisions at the end of this budget chapter to fully eliminate any authorities which mandate the transfer of excess resources from the Rental Housing Assistance Fund to the Flexible Subsidy Fund.

Balance Sheet (in millions of dollars)

Identification code 86-4044-0-3-604	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	201	255
1601 Direct loans, gross	537	508
1602 Interest receivable	105	96
1603 Allowance for estimated uncollectible loans and interest (-)	-573	-44
1699 Value of assets related to direct loans	69	560
1999 Total assets	270	815

NET POSITION:

3100	Unexpended appropriations	201	255
3300	Cumulative results of operations	69	560
3999	Total net position	270	815
4999	Total liabilities and net position	270	815

HOME OWNERSHIP PRESERVATION EQUITY FUND PROGRAM ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-0343-0-1-371	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1000	Unobligated balance brought forward, Oct 1	459	10
1023	Unobligated balances applied to repay debt	-449	
1050	Unobligated balance (total)	459	10
1930	Total budgetary resources available	459	10
Memorandum (non-add) entries:			
1941	Unexpired unobligated balance, end of year	459	10
Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1	1	1
3050	Unpaid obligations, end of year	1	1
Memorandum (non-add) entries:			
3100	Obligated balance, start of year	1	1
3200	Obligated balance, end of year	1	1

The HOPE for Homeowners (H4H) program was created by the Housing and Economic Recovery Act of 2008 (Act) to help homeowners at risk of default and foreclosure refinance into more affordable, sustainable loans. Under the H4H Program, eligible homeowners refinanced their current mortgage loans into a new mortgage insured by FHA. The program ended on September 30, 2011.

As required by the Federal Credit Reform Act of 1990, this account records the administrative expenses for this program, as well as the subsidy costs, associated with the loan guarantees committed.

HOME OWNERSHIP PRESERVATION ENTITY FUND FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-4353-0-3-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0711	Default claim payments on principal	1	2
0712	Default claim payments on interest	1	1
0900	Total new obligations	1	3
Budgetary Resources:			
Unobligated balance:			
1000	Unobligated balance brought forward, Oct 1	19	20
Financing authority:			
Spending authority from offsetting collections, mandatory:			
1800	Collected	2	1
1850	Spending auth from offsetting collections, mand (total)	2	1
1930	Total budgetary resources available	21	21
Memorandum (non-add) entries:			
1941	Unexpired unobligated balance, end of year	20	18
Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1		1
3010	Obligations incurred, unexpired accounts	1	3
3020	Financing disbursements (gross)	-1	-2
3050	Unpaid obligations, end of year		1

Memorandum (non-add) entries:			
3100	Obligated balance, start of year		1
3200	Obligated balance, end of year	1	1

Financing authority and disbursements, net:

Mandatory:			
4090	Financing authority, gross	2	1
Financing disbursements:			
4110	Financing disbursements, gross	1	2
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4122	Interest on uninvested funds	-1	
4123	Premiums	-1	
4123	Recoveries on defaults		-1
4130	Offsets against gross financing auth and disbursements (total)	-2	-1
4170	Financing disbursements, net (mandatory)	-1	1
4190	Financing disbursements, net (total)	-1	1

Status of Guaranteed Loans (in millions of dollars)

Identification code 86-4353-0-3-371	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on commitments:			
2143	Uncommitted limitation carried forward		
2150	Total guaranteed loan commitments		
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year	120	122
2251	Repayments and prepayments	-1	-2
Adjustments:			
2262	Terminations for default that result in acquisition of property	-1	-2
2264	Other adjustments, net	4 ¹	
2290	Outstanding, end of year	122	118
Memorandum:			
2299	Guaranteed amount of guaranteed loans outstanding, end of year	122	112

¹Correction to start of year balance

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loans insured in 1992 and thereafter. The amounts in this account are considered a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 86-4353-0-3-371	2011 actual	2012 actual
ASSETS:		
1101	Federal assets: Fund balances with Treasury	16
1999	Total assets	16
LIABILITIES:		
2204	Non-Federal liabilities: Liabilities for loan guarantees	16
4999	Total liabilities and net position	16

NEHEMIAH HOUSING OPPORTUNITY FUND

Program and Financing (in millions of dollars)

Identification code 86-4071-0-3-604	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1021	Recoveries of prior year unpaid obligations	3	
1029	Other balances withdrawn	-3	
Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1	4	1
3040	Recoveries of prior year unpaid obligations, unexpired	-3	
3050	Unpaid obligations, end of year	1	1

NEHEMIAH HOUSING OPPORTUNITY FUND—Continued
Program and Financing—Continued

Identification code 86-4071-0-3-604	2012 actual	2013 CR	2014 est.
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	4	1	1
3200 Obligated balance, end of year	1	1	1

The Nehemiah Grants program was authorized by the Housing and Community Development Act of 1987 to provide loans to eligible families to assist in the purchase of new or substantially rehabilitated units.

FEDERAL HOUSING ADMINISTRATION

MUTUAL MORTGAGE INSURANCE PROGRAM ACCOUNT

(INCLUDING TRANSFERS OF FUNDS)

New commitments to guarantee single family loans insured under the Mutual Mortgage Insurance Fund shall not exceed \$400,000,000,000, to remain available until September 30, 2015: Provided, That during fiscal year 2014, obligations to make direct loans to carry out the purposes of section 204(g) of the National Housing Act, as amended, shall not exceed \$20,000,000: Provided further, That the foregoing amount in the previous proviso shall be for loans to nonprofit and governmental entities in connection with sales of single family real properties owned by the Secretary and formerly insured under the Mutual Mortgage Insurance Fund. For administrative contract expenses of the Federal Housing Administration, \$127,000,000, to remain available until September 30, 2015: Provided further, That to the extent guaranteed loan commitments exceed \$200,000,000,000 on or before April 1, 2013, an additional \$1,400 for administrative contract expenses shall be available for each \$1,000,000 in additional guaranteed loan commitments (including a pro rata amount for any amount below \$1,000,000), but in no case shall funds made available by this proviso exceed \$30,000,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0183-0-1-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0707 Reestimates of loan guarantee subsidy	10,983	22,744	.....
0708 Interest on reestimates of loan guarantee subsidy	2,885	4,929	.....
0709 Administrative expenses	120	211	138
0900 Total new obligations	13,988	27,884	138
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1		15	12
1001 Discretionary unobligated balance brought fwd, Oct 1		15	.....
1011 Unobligated balance transfer from other accts [86-0236]	4,685	3,299	.....
1050 Unobligated balance (total)	4,685	3,314	12
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation - Administrative Expenses	207	208	127
1120 Appropriations transferred to other accts [86-4586]	-72	.....	.....
1120 Appropriations transferred to other accts [86-0402] .....	.....	.....	-1
1160 Appropriation, discretionary (total)	135	208	126
Appropriations, mandatory:			
1200 Appropriation .....	.....	943	.....
1260 Appropriations, mandatory (total) .....	.....	943	.....
Spending authority from offsetting collections, mandatory:			
1811 Spending authority from offsetting collections transferred from other accounts [86-0236]	9,183	23,431	.....
1850 Spending auth from offsetting collections, mand (total)	9,183	23,431	.....
1900 Budget authority (total)	9,318	24,582	126
1930 Total budgetary resources available	14,003	27,896	138

1941 Memorandum (non-add) entries:			
Unexpired unobligated balance, end of year	15	12	.....

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	145	155	245
3010 Obligations incurred, unexpired accounts	13,988	27,884	138
3011 Obligations incurred, expired accounts	1	.....	.....
3020 Outlays (gross)	-13,969	-27,794	-188
3041 Recoveries of prior year unpaid obligations, expired	-10	.....	.....
3050 Unpaid obligations, end of year	155	245	195
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	145	155	245
3200 Obligated balance, end of year	155	245	195

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	135	208	126
Outlays, gross:			
4010 Outlays from new discretionary authority	11	21	13
4011 Outlays from discretionary balances	91	100	175
4020 Outlays, gross (total)	102	121	188
Mandatory:			
4090 Budget authority, gross	9,183	24,374	.....
Outlays, gross:			
4100 Outlays from new mandatory authority	9,182	24,374	.....
4101 Outlays from mandatory balances	4,685	3,299	.....
4110 Outlays, gross (total)	13,867	27,673	.....
4180 Budget authority, net (total)	9,318	24,582	126
4190 Outlays, net (total)	13,969	27,794	188

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 86-0183-0-1-371	2012 actual	2013 CR	2014 est.
Direct loan levels supportable by subsidy budget authority:			
115001 MMI Fund, Direct loans .....	.....	50	20
115999 Total direct loan levels .....	.....	50	20
Direct loan subsidy (in percent):			
132001 MMI Fund, Direct loans .....	.....	0.00	0.00
132999 Weighted average subsidy rate .....	.....	0.00	0.00
Guaranteed loan levels supportable by subsidy budget authority:			
215002 MMI Fund	213,126	248,000	178,000
215004 MMI HECM	13,164	11,723	6,397
215007 MMI Refi	233	10,457	14,939
215999 Total loan guarantee levels	226,523	270,180	199,336
Guaranteed loan subsidy (in percent):			
232002 MMI Fund	-2.53	-7.22	-7.25
232004 MMI HECM	-1.52	-2.29	-0.90
232007 MMI Refi	0.00	0.00	0.00
232999 Weighted average subsidy rate	-2.47	-6.73	-6.50
Guaranteed loan subsidy budget authority:			
233002 MMI Fund	-5,382	-17,908	-12,902
233004 MMI HECM	-200	-269	-57
233999 Total subsidy budget authority	-5,582	-18,177	-12,959
Guaranteed loan subsidy outlays:			
234002 MMI Fund	-5,382	-17,908	-12,902
234004 MMI HECM	-200	-269	-57
234999 Total subsidy outlays	-5,582	-18,177	-12,959
Guaranteed loan upward reestimates:			
235002 MMI Fund	13,802	22,156	.....
235004 MMI HECM	66	5,517	.....
235999 Total upward reestimate budget authority	13,868	27,673	.....
Guaranteed loan downward reestimates:			
237002 MMI Fund	-4,304	-5,241	.....
237004 MMI HECM	-1,352	.....	.....
237999 Total downward reestimate subsidy budget authority	-5,656	-5,241	.....
Administrative expense data:			
3510 Budget authority	135	136	127
3580 Outlays from balances	90	100	128
3590 Outlays from new authority	11	14	13

The Federal Housing Administration (FHA) provides mortgage insurance to encourage lenders to make credit available to borrowers for which the conventional market does not adequately

serve. These include first-time homebuyers, minorities, lower-income families, and residents of underserved areas (central cities and rural areas). In recent years, FHA has also served broader populations, providing access as conventional financing became scarce.

In 2014, the Budget requests a limitation of \$400 billion on loan guarantees for the Mutual Mortgage Insurance (MMI) Fund. The Budget projects insurance of \$178 billion in single family forward mortgages, \$14.9 billion in FHA short refinances, and \$6.4 billion in Home Equity Conversion Mortgages (HECMs) with additional commitment authority available in case these amounts are exceeded during execution. Since October 2010, FHA has increased its annual premium five times, the most recent increase announced in January of 2013. Additionally, FHA also announced at that time that it would reverse a prior policy whereby borrowers were permitted to stop paying annual insurance premiums when their loans amortized to a certain percentage of the original principal balance. Due to this policy, FHA was forfeiting prematurely substantial premium revenue to which it was entitled, while still maintaining responsibility for the outstanding insurance guarantee for these loans. Also, FHA is now requiring manual underwriting for loans with credit scores below 620 and debt-to-income ratios greater than 43% in order to ensure that such borrowers possess compensating factors that accord with FHA underwriting guidelines. Finally, in addition to the premium increases that have placed premiums for loans with values above \$625,500 at their statutory maximum, FHA will also require a minimum down payment of 5% percent for these loans. These increases will bolster FHA's capital reserves, accelerating the point at which FHA will regain compliance with its target capital reserve ratio. These increases also contribute to higher receipts generated by FHA's loan guarantee volume.

Apart from the Budget, HUD is pursuing a comprehensive legislative package which will give FHA the tools it needs to build upon the many administrative steps it has taken since 2009 to strengthen FHA Single Family Programs. These items will allow FHA to enhance enforcement authority, create certainty for FHA approved lenders, protect reverse mortgage consumers, and enhance loss mitigation opportunities for borrowers with FHA approved loans. In total, all these steps will reduce losses to the MMIF.

Enhanced Indemnification Authority to Obtain Indemnification for Direct Endorsement Lenders: In order to originate FHA insured loans, lenders must be approved by FHA to be either a Lender Insurance or a Direct Endorsement Lender. FHA can only seek indemnification from lenders with Lender Insurance approval. This authority would provide FHA the ability to treat both classes of FHA approved lenders equally with respect to non-compliant loans.

Authority to Terminate Origination and Underwriting Approval: In 2014, HUD will continue to seek authority to terminate lender approval on a broader geographic basis for institutions with default rates significantly higher than their peers.

Transfer of Servicing: This fiscal year, HUD will seek authority to approve servicers of FHA insured loans, enabling FHA to, on a case by case basis, transfer servicing of loans to institutions better equipped to reduce losses to the fund by assisting borrowers.

Additional Authority to manage the Reverse Mortgage Program: To address the expected losses to the MMIF from the Home Equity Conversation Mortgage Program, HUD intends to make significant revisions to the program including instituting a required financial assessment and establishing mandatory escrow accounts.

Revise FHA's Compare Ratio: In an effort to provide greater clarity and certainty to lenders while enabling FHA to more effectively minimize poor lender performance and resulting losses, HUD seeks legislative authority to revise the calculation for the Compare Ratio to better reflect the modern lending environment.

The Budget requests an appropriation of \$127 million in administrative expenses, which will allow FHA to implement improved risk management systems critical for FHA's oversight of its insured portfolio. The Budget discontinues the practice of transferring funds into the Information Technology Portfolio (formerly the Working Capital Fund) from this account.

As required by the Federal Credit Reform Act of 1990, this account records the subsidy costs, if any, associated with the loan guarantees committed in 1992 and thereafter. The subsidy amounts are estimated on a present value basis.

Object Classification (in millions of dollars)

Identification code 86-0183-0-1-371	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.2 Other services from non-Federal sources	120	211	138
41.0 Grants, subsidies, and contributions	10,983	22,744	.....
43.0 Interest and dividends	2,885	4,929	.....
99.9 Total new obligations	13,988	27,884	138

FHA-MUTUAL MORTGAGE INSURANCE DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-4242-0-3-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0003 Claims & other		4	4
Credit program obligations:			
0710 Direct loan obligations		50	20
0713 Payment of interest to Treasury		2	2
0791 Direct program activities, subtotal		52	22
0900 Total new obligations		56	26
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	5	5	54
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority		50	20
1440 Borrowing authority, mandatory (total)		50	20
Spending authority from offsetting collections, mandatory:			
1800 Collected		55	25
1850 Spending auth from offsetting collections, mand (total)		55	25
1900 Financing authority (total)		105	45
1930 Total budgetary resources available	5	110	99
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	5	54	73
Change in obligated balance:			
Unpaid obligations:			
3010 Obligations incurred, unexpired accounts		56	26
3020 Financing disbursements (gross)		-56	-26
Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross		105	45
Financing disbursements:			
4110 Financing disbursements, gross		56	26
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4122 Interest on uninvested funds		-1	-1
4123 Repayment of Principal		-50	-20
4123 Repayment of interest		-4	-4
4130 Offsets against gross financing auth and disbursements (total)		-55	-25

**FHA-MUTUAL MORTGAGE INSURANCE DIRECT LOAN FINANCING
ACCOUNT—Continued
Program and Financing—Continued**

Identification code 86-4242-0-3-371	2012 actual	2013 CR	2014 est.
4160 Financing authority, net (mandatory)		50	20
4170 Financing disbursements, net (mandatory)		1	1
4180 Financing authority, net (total)		50	20
4190 Financing disbursements, net (total)		1	1

Status of Direct Loans (in millions of dollars)

Identification code 86-4242-0-3-371	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on obligations:			
1111 Limitation on direct loans	50	50	20
1142 Unobligated direct loan limitation (-)	-50		
1150 Total direct loan obligations		50	20
Cumulative balance of direct loans outstanding:			
1210 Outstanding, start of year			
1231 Disbursements: Direct loan disbursements		50	20
1251 Repayments: Repayments and prepayments		-50	-20
1290 Outstanding, end of year			

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and thereafter (including modifications of direct loans that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals.

The 2014 direct loan limitation of \$20 million in the MMI Fund would permit the Department to use Purchase Money Mortgages (PMMs) to help finance the sale of acquired single family properties. HUD would extend credit for these single family homes to community non-profit organizations or local government entities, which would be expected to sell the properties to low- and moderate-income buyers. The use of PMMs provides a tool for State and local non-profit organizations to use in revitalizing communities, and creates enhanced homeownership opportunities for low- and moderate-income families.

Balance Sheet (in millions of dollars)

Identification code 86-4242-0-3-371	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	5	5
1999 Total assets	5	5
LIABILITIES:		
Federal liabilities:		
2103 Federal Liabilities - Debt	1	1
2104 Resources payable to Treasury	4	4
2999 Total liabilities	5	5
4999 Total liabilities and net position	5	5

**FHA-MUTUAL MORTGAGE INSURANCE GUARANTEED LOAN FINANCING
ACCOUNT**

Program and Financing (in millions of dollars)

Identification code 86-4587-0-3-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0003 Other capital investment & operating expenses	1,930	4,789	4,959
Credit program obligations:			
0711 Default claim payments on principal	15,835	45,438	32,103
0712 Default claim payments on interest	1,759	748	
0713 Payment of interest to Treasury	305	525	765
0740 Negative subsidy obligations	5,582	18,176	12,959
0742 Downward reestimate paid to receipt account	5,355	5,102	

0743 Interest on downward reestimates	301	139	
0791 Direct program activities, subtotal	29,137	70,128	45,827
0900 Total new obligations	31,067	74,917	50,786

Budgetary Resources:

Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	27,044	33,167	27,203
1021 Recoveries of prior year unpaid obligations	103		
1050 Unobligated balance (total)	27,147	33,167	27,203
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	5,200	13,000	9,400
1440 Borrowing authority, mandatory (total)	5,200	13,000	9,400
Spending authority from offsetting collections, mandatory:			
1800 Offsetting collections	32,017	57,003	32,928
1825 Spending authority from offsetting collections applied to repay debt	-130	-1,050	-2,100
1850 Spending auth from offsetting collections, mand (total)	31,887	55,953	30,828
1900 Financing authority (total)	37,087	68,953	40,228
1930 Total budgetary resources available	64,234	102,120	67,431
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	33,167	27,203	16,645

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	2,007	1,930	1,929
3010 Obligations incurred, unexpired accounts	31,067	74,917	50,786
3020 Financing disbursements (gross)	-31,041	-74,918	-50,786
3040 Recoveries of prior year unpaid obligations, unexpired	-103		
3050 Unpaid obligations, end of year	1,930	1,929	1,929
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	2,007	1,930	1,929
3200 Obligated balance, end of year	1,930	1,929	1,929

Financing authority and disbursements, net:

Mandatory:			
4090 Financing authority, gross	37,087	68,953	40,228
Financing disbursements:			
4110 Financing disbursements, gross	31,041	74,918	50,786
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Transfer of Reestimates from reserves in Capital Reserve account	-13,868	-27,673	
4122 Interest on uninvested funds	-1,474	-575	-575
4123 Fees and premiums	-16,675	-12,993	-13,290
4123 Recoveries on defaults		-15,762	-19,063
4130 Offsets against gross financing auth and disbursements (total)	-32,017	-57,003	-32,928
4160 Financing authority, net (mandatory)	5,070	11,950	7,300
4170 Financing disbursements, net (mandatory)	-976	17,915	17,858
4180 Financing authority, net (total)	5,070	11,950	7,300
4190 Financing disbursements, net (total)	-976	17,915	17,858

Status of Guaranteed Loans (in millions of dollars)

Identification code 86-4587-0-3-371	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders	400,000	400,000	400,000
2142 Uncommitted loan guarantee limitation	-173,477	-129,819	-200,664
2150 Total guaranteed loan commitments	226,523	270,181	199,336
2199 Guaranteed amount of guaranteed loan commitments	226,523	270,181	199,336
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	1,038,170	1,114,221	1,160,115
2231 Disbursements of new guaranteed loans	230,633	268,010	199,240
2251 Repayments and prepayments	-138,747	-176,678	-157,845
Adjustments:			
2261 Terminations for default that result in loans receivable	-2,813	-1,473	-1,786
2262 Terminations for default that result in acquisition of property	-12,412	-42,858	-29,861
2263 Terminations for default that result in claim payments	-610	-1,107	-897
2290 Outstanding, end of year	1,114,221	1,160,115	1,168,966
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	1,114,221	1,160,115	1,168,966

Addendum:

Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	1,142	1,744	2,492
2331	Disbursements for guaranteed loan claims	1,785	1,463	1,786
2351	Repayments of loans receivable	-1,183	-589	-499
2361	Write-offs of loans receivable		-126	-142
2390	Outstanding, end of year	1,744	2,492	3,637

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loans insured in 1992 and thereafter. The amounts in this account are considered a means of financing and are not included in the budget totals.

Balance Sheet (in millions of dollars)

Identification code 86-4587-0-3-371	2011 actual	2012 actual	
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	29,051	35,098
Investments in US securities:			
1106	Receivables, net	9,725	20,643
Non-Federal assets:			
1201	Investments in non-Federal securities, net	4	
1206	Receivables, net	505	621
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:			
1501	Defaulted guaranteed loans receivable, gross	1,142	1,744
1502	Interest receivable	4	41
1504	Foreclosed property	5,200	4,888
1505	Allowance for subsidy cost	-3,866	-4,482
1599	Net value of assets related to defaulted guaranteed loan	2,480	2,191
1901	Other Federal assets: Other assets	267	260
1999	Total assets	42,032	58,813
LIABILITIES:			
Federal liabilities:			
2101	Accounts payable	8,736	6,316
2103	Federal liabilities, Debt	3,585	8,655
Non-Federal liabilities:			
2201	Accounts payable	692	485
2204	Liabilities for loan guarantees	28,442	42,635
2207	Other	577	722
2999	Total liabilities	42,032	58,813
4999	Total liabilities and net position	42,032	58,813

FHA-MUTUAL MORTGAGE INSURANCE CAPITAL RESERVE ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-0236-0-1-371	2012 actual	2013 CR	2014 est.	
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	4,685	3,309	
1010	Unobligated balance transfer to other accts [86-0183]	-4,685	-3,299	
1010	Unobligated balance transfer to other accts [86-4070]		-10	
Budget authority:				
Spending authority from offsetting collections, mandatory:				
1800	Offsetting collections (negative subsidy)	5,582	18,176	12,959
1800	Offsetting collections (interest on investments)	1,273	14	208
1800	Offsetting collections (downward reestimate)	5,655	5,241	
1801	Change in uncollected payments, Federal sources	-18		
1810	Spending authority from offsetting collections transferred to other accounts [86-0183]	-9,183	-23,431	
1810	Spending authority from offsetting collections transferred to other accounts [86-4070]			-8
1850	Spending auth from offsetting collections, mand (total)	3,309		13,159
1930	Total budgetary resources available	3,309		13,159
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	3,309		13,159
Change in obligated balance:				
Uncollected payments:				
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-19	-1	-1
3070	Change in uncollected pymts, Fed sources, unexpired	18		

3090	Uncollected pymts, Fed sources, end of year	-1	-1	-1
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	-19	-1	-1
3200	Obligated balance, end of year	-1	-1	-1

Budget authority and outlays, net:

Discretionary:				
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4030	Federal sources	-5,582	-18,176	-12,959
Mandatory:				
4090	Budget authority, gross	3,309		13,159
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4120	Federal Sources: Downward Re-estimate	-5,655	-5,241	
4121	Interest on Federal securities	-1,273	-14	-208
4130	Offsets against gross budget authority and outlays (total) ...	-6,928	-5,255	-208
Additional offsets against gross budget authority only:				
4140	Change in uncollected pymts, Fed sources, unexpired	18		
4160	Budget authority, net (mandatory)	-3,601	-5,255	12,951
4170	Outlays, net (mandatory)	-6,928	-5,255	-208
4180	Budget authority, net (total)	-9,183	-23,431	-8
4190	Outlays, net (total)	-12,510	-23,431	-13,167

Memorandum (non-add) entries:

5000	Total investments, SOY: Federal securities: Par value	4,157	2,774	
5001	Total investments, EOY: Federal securities: Par value	2,774		13,166

In 2002, a Capital Reserve account was established for the Mutual Mortgage Insurance Fund. Financial reserves, including securities, of the MMI Fund were transferred from the liquidating account to the Capital Reserve account. The Liquidating account now only reflects cash flows related to pre-1992 books of business. In 2003, the Capital Reserve account started earning interest on Treasury investments, collecting negative subsidy and downward re-estimates from the Financing account, and paying upward re-estimates to the Program account. As such, this account is the ultimate depository for all resources collected by the MMI Fund. The amount of reserves held in this account fluctuates with changes in economic conditions, loan performance, and other factors that cause actual reserve levels in the future to vary from projections. The Budget estimates that reserves will be insufficient for the cost of the 2013 upward credit subsidy re-estimate. As a result, the Budget anticipates that FHA will use a permanent indefinite appropriation in the MMI Program Account of \$943 million in addition to \$26,730 million in reserves transferred from this account to pay for the upward re-estimate. Such use of permanent indefinite authority is authorized by the Federal Credit Reform Act. Based on the results of the 2012 FHA Actuarial Review, the capital reserve ratio will reach the target level of 2 percent in 2017.

Balance Sheet (in millions of dollars)

Identification code 86-0236-0-1-371	2011 actual	2012 actual	
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	266	537
Investments in US securities:			
1102	Treasury securities, net	4,127	2,772
1106	Receivables, net	6,908	21,051
1999	Total assets	11,301	24,360
LIABILITIES:			
2101	Federal liabilities: Accounts payable	3,542	20,643
NET POSITION:			
3300	Cumulative results of operations	7,759	3,717
4999	Total liabilities and net position	11,301	24,360

FHA-MUTUAL MORTGAGE AND COOPERATIVE HOUSING INSURANCE FUNDS
LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-4070-0-3-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0103 Acquisition of real properties	26	21	14
0107 Capitalized expenses	7	1	1
0108 Loss mitigation activities	1		
0191 Total capital investment	34	22	15
0202 Other Operation expenses	6	2	2
0900 Total new obligations	40	24	17
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	19	3	
1011 Unobligated balance transfer from other accts [86-0236]		10	
1021 Recoveries of prior year unpaid obligations	3		
1050 Unobligated balance (total)	22	13	
Budget authority:			
Spending authority from offsetting collections, mandatory:			
1800 Collected	21	11	9
1811 Spending authority from offsetting collections transferred from other accounts [86-0236]			8
1850 Spending auth from offsetting collections, mand (total)	21	11	17
1930 Total budgetary resources available	43	24	17
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	3		
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	155	156	95
3010 Obligations incurred, unexpired accounts	40	24	17
3020 Outlays (gross)	-36	-85	-82
3040 Recoveries of prior year unpaid obligations, unexpired	-3		
3050 Unpaid obligations, end of year	156	95	30
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	155	156	95
3200 Obligated balance, end of year	156	95	30
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	21	11	17
Outlays, gross:			
4100 Outlays from new mandatory authority	1	10	16
4101 Outlays from mandatory balances	35	75	66
4110 Outlays, gross (total)	36	85	82
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123 Non-Federal sources - Fees & Premiums	-21	-3	-2
4123 Non-Federal sources - Recoveries		-8	-7
4130 Offsets against gross budget authority and outlays (total)	-21	-11	-9
4160 Budget authority, net (mandatory)			8
4170 Outlays, net (mandatory)	15	74	73
4180 Budget authority, net (total)			8
4190 Outlays, net (total)	15	74	73
Status of Guaranteed Loans (in millions of dollars)			
Identification code 86-4070-0-3-371	2012 actual	2013 CR	2014 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	4,602	3,680	2,983
2251 Repayments and prepayments	-908	-676	-677
Adjustments:			
2262 Terminations for default that result in acquisition of property	-13	-19	-12
2263 Terminations for default that result in claim payments	-1	-2	-1
2290 Outstanding, end of year	3,680	2,983	2,293
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	3,680	2,983	2,293

Addendum:

Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	17	17	17
2390 Outstanding, end of year	17	17	17

The Federal Housing Administration Fund currently consists of four separate insurance funds.

In order to present more clearly the operations of the various funds, FHA's budget transactions are separated into two major business segments. The basic single family insurance programs, including the Condominium, Section 203(k) rehabilitation, and Home Equity Conversion Mortgage programs, in the Mutual Mortgage Insurance (MMI) fund and the multifamily Cooperative Management Housing Insurance (CMHI) funds form one segment. All other multifamily and other specialized insurance programs are in the General Insurance and Special Risk Insurance funds (GI/SRI).

The Federal Credit Reform Act of 1990 creates a structure of three accounts for existing credit programs. For each of the FHA business segments (MMI/CMHI and GI/SRI) there is a liquidating account, which records the revenues and costs associated with loan insurance committed prior to October 1, 1991; a financing account which records the revenues and costs associated with commitments to insure loans made after September 30, 1991; and, a program account which records the transactions associated with the program subsidy costs, if any, and the costs of administering the program.

This liquidating account records, for this program, all cash flows to and from the Government resulting from MMI/CMHI loans insured prior to 1992 and is shown on a cash basis. All new activity in this program in 1992 and thereafter (including modifications of loans insured in any year) is recorded in the corresponding program (86-0183) and financing (86-4587 and 86-4242) accounts.

In 2002, the MMI Capital Reserve account was established to maintain reserves required by statute that were previously deposited in the liquidating account.

Financial condition.—The following tables reflect the revenues, expenses and financial condition of the MMI/CMHI liquidating funds based on Generally Accepted Accounting Principles.

Balance Sheet (in millions of dollars)

Identification code 86-4070-0-3-371	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	174	159
1206 Non-Federal assets: Receivables, net	3	5
1701 Defaulted guaranteed loans, gross	17	17
1703 Allowance for estimated uncollectible loans and interest (-)	-15	-10
1799 Value of assets related to loan guarantees	2	7
1901 Other Federal assets: Other assets	1	1
1999 Total assets	180	172
LIABILITIES:		
Non-Federal liabilities:		
2201 Accounts payable	145	136
2204 Liabilities for loan guarantees	18	11
2207 Unearned revenue and advances, and other	11	14
2999 Total liabilities	174	161
NET POSITION:		
3300 Cumulative results of operations	6	11
4999 Total liabilities and net position	180	172

Object Classification (in millions of dollars)

Identification code 86-4070-0-3-371	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.2 Other services from non-Federal sources	13		2

32.0	Land and structures	26	22	14
42.0	Insurance claims and indemnities	1	2	1
99.9	Total new obligations	40	24	17

GENERAL AND SPECIAL RISK PROGRAM ACCOUNT

New commitments to guarantee loans insured under the General and Special Risk Insurance Funds, as authorized by sections 238 and 519 of the National Housing Act (12 U.S.C. 1715z-3 and 1735c), shall not exceed \$30,000,000,000 in total loan principal, any part of which is to be guaranteed, to remain available until September 30, 2015: Provided, That during fiscal year 2014, gross obligations for the principal amount of direct loans, as authorized by sections 204(g), 207(l), 238, and 519(a) of the National Housing Act, shall not exceed \$20,000,000, which shall be for loans to nonprofit and governmental entities in connection with the sale of single family real properties owned by the Secretary and formerly insured under such Act.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0200-0-1-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0707	Reestimates of loan guarantee subsidy	523	4,096
0708	Interest on reestimates of loan guarantee subsidy	223	1,586
0900	Total new obligations (object class 41.0)	746	5,682
Budgetary Resources:			
Unobligated balance:			
1000	Unobligated balance brought forward, Oct 1	17	17
Budget authority:			
Appropriations, mandatory:			
1200	Appropriation	746	5,682
1260	Appropriations, mandatory (total)	746	5,682
1900	Budget authority (total)	746	5,682
1930	Total budgetary resources available	763	5,699
Memorandum (non-add) entries:			
1941	Unexpired unobligated balance, end of year	17	17
Change in obligated balance:			
Unpaid obligations:			
3000	Unpaid obligations, brought forward, Oct 1	17	8
3010	Obligations incurred, unexpired accounts	746	5,682
3020	Outlays (gross)	-749	-5,690
3041	Recoveries of prior year unpaid obligations, expired	-6	
3050	Unpaid obligations, end of year	8	
Memorandum (non-add) entries:			
3100	Obligated balance, start of year	17	8
3200	Obligated balance, end of year	8	
Budget authority and outlays, net:			
Discretionary:			
Outlays, gross:			
4011	Outlays from discretionary balances	3	8
Mandatory:			
4090	Budget authority, gross	746	5,682
Outlays, gross:			
4100	Outlays from new mandatory authority	746	5,682
4180	Budget authority, net (total)	746	5,682
4190	Outlays, net (total)	749	5,690

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 86-0200-0-1-371	2012 actual	2013 CR	2014 est.
Direct loan levels supportable by subsidy budget authority:			
115001	GI/SRI Direct Loans	1	1
115999	Total direct loan levels	1	1
Direct loan subsidy (in percent):			
132001	GI/SRI Direct Loans	0.00	0.00

132999	Weighted average subsidy rate	0.00	0.00
Guaranteed loan levels supportable by subsidy budget authority:			
215001	Multifamily Development	2,584	2,500
215003	Tax Credit New Construction	1,283	1,252
215004	238(c) Military Impact Area	32	
215005	Apartments Refinance	11,144	12,802
215008	Housing Finance Authority Risk Sharing	166	170
215009	GSE Risk Sharing	128	135
215010	Health Care and Nursing Homes	266	256
215011	Health Care Refinances	5,688	5,486
215012	Hospitals	295	675
215013	Other Rental	331	242
215017	Title 1 Property Improvement	101	128
215018	Title 1 Manufactured Housing	32	24
215999	Total loan guarantee levels	22,050	23,670
Guaranteed loan subsidy (in percent):			
232001	Multifamily Development	-1.09	-2.51
232003	Tax Credit New Construction	-2.30	-3.15
232004	238(c) Military Impact Area	0.45	
232005	Apartments Refinance	-2.17	-4.65
232008	Housing Finance Authority Risk Sharing	-0.99	-3.41
232009	GSE Risk Sharing	-0.99	-2.15
232010	Health Care and Nursing Homes	-1.34	-3.15
232011	Health Care Refinances	-1.96	-4.29
232012	Hospitals	-3.82	-6.41
232013	Other Rental	-1.70	-1.08
232017	Title 1 Property Improvement	-0.67	0.00
232018	Title 1 Manufactured Housing	-2.14	-2.58
232999	Weighted average subsidy rate	-1.98	-4.21
Guaranteed loan subsidy budget authority:			
233001	Multifamily Development	-29	-63
233003	Tax Credit New Construction	-30	-39
233005	Apartments Refinance	-242	-595
233008	Housing Finance Authority Risk Sharing	-2	-6
233009	GSE Risk Sharing	-1	-3
233010	Health Care and Nursing Homes	-4	-8
233011	Health Care Refinances	-111	-235
233012	Hospitals	-11	-43
233013	Other Rental	-6	-3
233017	Title 1 Property Improvement	-1	
233018	Title 1 Manufactured Housing	-1	-1
233999	Total subsidy budget authority	-438	-996
Guaranteed loan subsidy outlays:			
234001	Multifamily Development	-26	-56
234003	Tax Credit New Construction	-26	-36
234005	Apartments Refinance	-227	-531
234007	Multifamily Operating Loss Loans	1	
234008	Housing Finance Authority Risk Sharing	-1	-6
234009	GSE Risk Sharing	-1	-2
234010	Health Care and Nursing Homes	-3	-8
234011	Health Care Refinances	-94	-206
234012	Hospitals	-12	-40
234013	Other Rental	-4	-4
234017	Title 1 Property Improvement	-1	
234018	Title 1 Manufactured Housing	-1	-1
234999	Total subsidy outlays	-395	-890
Guaranteed loan upward reestimates:			
235023	GI/SRI Reestimates	746	5,682
235999	Total upward reestimate budget authority	746	5,682
Guaranteed loan downward reestimates:			
237023	GI/SRI Reestimates	-2,216	-529
237999	Total downward reestimate subsidy budget authority	-2,216	-529

This account includes credit subsidy budget authority and outlays for FHA's General Insurance and Special Risk Insurance Fund programs, including reestimates and modifications. These programs provide mortgage insurance for a variety of purposes including financing for the development or rehabilitation of multifamily housing, nursing homes, and hospitals. The Budget does not request an appropriation of new credit subsidy funds and assumes that HUD will continue to suspend issuance of new insurance on the two types of loans that currently require positive credit subsidy: Section 221(d)(3) multifamily housing loans for projects with non-profit sponsors and Section 223(d) operating loss loans to multifamily housing projects with a primary FHA mortgage. Neither suspension is expected to have a detrimental impact on the production and preservation of rental housing.

GENERAL AND SPECIAL RISK PROGRAM ACCOUNT—Continued

Effective October 1, 2012, Section 223(d) operating loss loans to healthcare facilities with a primary 232 mortgage and Section 241(a) supplemental loans to FHA-financed multifamily housing loans are reported under the budget risk category of the primary FHA mortgage.

Credit subsidy rates for 2014 reflect a continuation of 2013 mortgage insurance premium increases for newly insured market rate multifamily housing and healthcare facility loans.

As required by the Federal Credit Reform Act of 1990, this account records the subsidy costs associated with loan guarantees committed or direct loans obligated in 1992 and thereafter. The subsidy amounts are estimated on a present value basis. This account no longer includes appropriations for administrative contract costs, which were moved to the MMI Fund in 2010.

FHA-GENERAL AND SPECIAL RISK GUARANTEED LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-4077-0-3-371	2012 actual	2013 CR	2014 est.
Capital investment, claims and other			
0003 Other capital investments and operating expenses	32	45	36
0014 Contract Costs	42	75	123
0091 Direct program activities, subtotal	74	120	159
Credit program obligations:			
0711 Default claim payments on principal	2,008	4,313	3,338
0712 Default claim payments on interest	223	431	334
0713 Payment of interest to Treasury	158	175	175
0740 Negative subsidy obligations	438	996	848
0742 Downward reestimate paid to receipt account	1,723	470	.....
0743 Interest on downward reestimates	494	59	.....
0791 Direct program activities, subtotal	5,044	6,444	4,695
0900 Total new obligations	5,118	6,564	4,854
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	9,181	7,083	9,104
1021 Recoveries of prior year unpaid obligations	19	.....	.....
1023 Unobligated balances applied to repay debt .....	.....	-200	-200
1050 Unobligated balance (total)	9,200	6,883	8,904
Financing authority:			
Borrowing authority, mandatory:			
1400 Borrowing authority	560	800	800
1440 Borrowing authority, mandatory (total)	560	800	800
Spending authority from offsetting collections, mandatory:			
1800 Collected	2,576	8,185	2,714
1825 Spending authority from offsetting collections applied to repay debt	-135	-200	-200
1850 Spending auth from offsetting collections, mand (total)	2,441	7,985	2,514
1900 Financing authority (total)	3,001	8,785	3,314
1930 Total budgetary resources available	12,201	15,668	12,218
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	7,083	9,104	7,364
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	313	542	2,144
3010 Obligations incurred, unexpired accounts	5,118	6,564	4,854
3020 Financing disbursements (gross)	-4,870	-4,962	-3,212
3040 Recoveries of prior year unpaid obligations, unexpired	-19	.....	.....
3050 Unpaid obligations, end of year	542	2,144	3,786
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-1	-1	-1
3090 Uncollected pymts, Fed sources, end of year	-1	-1	-1
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	312	541	2,143
3200 Obligated balance, end of year	541	2,143	3,785
Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	3,001	8,785	3,314

Financing disbursements:				
4110 Financing disbursements, gross	4,870	4,962	3,212	
Offsets against gross financing authority and disbursements:				
Offsetting collections (collected) from:				
4120 Subsidy reestimate from program account	-746	-5,682	.....
4120 Other payments from FHA Accounts	-1	-1	.....
4122 Interest on uninvested funds	-405	-405	-405	
4123 Fees and premiums	-796	-947	-1,015	
4123 Recoveries on HUD-Held Notes	-128	-312	-547	
4123 Title I recoveries	-10	.....	.....
4123 Single family property recoveries	-320	-659	-517	
4123 Gross Proceeds from Mortgage Note Sales	-160	-179	-230	
4123 Non-Federal Resources-other	-10	.....	.....
4130 Offsets against gross financing auth and disbursements (total)	-2,576	-8,185	-2,714	
4160 Financing authority, net (mandatory)	425	600	600	
4170 Financing disbursements, net (mandatory)	2,294	-3,223	498	
4180 Financing authority, net (total)	425	600	600	
4190 Financing disbursements, net (total)	2,294	-3,223	498	

Status of Guaranteed Loans (in millions of dollars)

Identification code 86-4077-0-3-371	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders	25,000	25,000	30,000
2142 Uncommitted loan guarantee limitation	-2,950	-1,330	-8,088
2150 Total guaranteed loan commitments	22,050	23,670	21,912
2199 Guaranteed amount of guaranteed loan commitments	21,613	23,559	21,750
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	136,016	141,710	156,238
2231 Disbursements of new guaranteed loans	19,957	26,708	23,937
2251 Repayments and prepayments	-12,032	-6,955	-5,965
Adjustments:			
2261 Terminations for default that result in loans receivable	-1,399	-2,816	-1,943
2262 Terminations for default that result in acquisition of property	-678	-1,141	-712
2263 Terminations for default that result in claim payments	-154	-1,268	-2,557
2290 Outstanding, end of year	141,710	156,238	168,998
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	138,455	152,650	165,117
Addendum:			
Cumulative balance of defaulted guaranteed loans that result in loans receivable:			
2310 Outstanding, start of year	2,120	2,458	4,197
2331 Disbursements for guaranteed loan claims	1,399	2,816	1,930
2351 Repayments of loans receivable	-231	-115	-551
2361 Write-offs of loans receivable	-830	-962	-1,166
2390 Outstanding, end of year	2,458	4,197	4,410

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and thereafter (including modifications of loan guarantees that resulted from commitments in any year) for FHA's General and Special Risk Insurance Fund programs. The amounts in this account are a means of financing and are not included in the budget totals. As required by the Federal Credit Reform Act of 1990, no administrative expenses can be recorded in the financing account.

Balance Sheet (in millions of dollars)

Identification code 86-4077-0-3-371	2011 actual	2012 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	9,493	7,624
Investments in US securities:		
1106 Receivables, net	562	6,452
Non-Federal assets:		
1201 Investments in non-Federal securities, net	56	57
1206 Receivables, net	45	47
Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable:		
1501 Defaulted guaranteed loans receivable, gross	2,120	2,458

1502	Interest receivable	503	846
1504	Foreclosed property	479	254
1505	Allowance for subsidy cost	-1,167	-1,531
1599	Net value of assets related to defaulted guaranteed loan	1,935	2,027
1901	Other Federal assets: Other assets	2,292	8
1999	Total assets	14,383	16,215
LIABILITIES:			
Federal liabilities:			
2101	Accounts payable Intragovernmental	1,801	609
2103	Debt	2,447	2,873
Non-Federal liabilities:			
2201	Accounts payable	126	330
2204	Liabilities for loan guarantees	7,608	12,311
2207	Other	115	92
2999	Total liabilities	12,097	16,215
NET POSITION:			
3300	Cumulative results of operations	2,286	
4999	Total liabilities and net position	14,383	16,215

FHA-GENERAL AND SPECIAL RISK DIRECT LOAN FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-4105-0-3-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Credit program obligations:			
0710	Direct loan obligations	1	1
0900	Total new obligations	1	1
Budgetary Resources:			
Financing authority:			
Borrowing authority, mandatory:			
1400	Borrowing authority	1	1
1440	Borrowing authority, mandatory (total)	1	1
Spending authority from offsetting collections, mandatory:			
1800	Collected	1	1
1825	Spending authority from offsetting collections applied to repay debt	-1	-1
1900	Financing authority (total)	1	1
1930	Total budgetary resources available	1	1
Change in obligated balance:			
Unpaid obligations:			
3010	Obligations incurred, unexpired accounts	1	1
3020	Financing disbursements (gross)	-1	-1
Financing authority and disbursements, net:			
Mandatory:			
4090	Financing authority, gross	1	1
Financing disbursements:			
4110	Financing disbursements, gross	1	1
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4123	Repayment of Principal	-1	-1

Status of Direct Loans (in millions of dollars)

Identification code 86-4105-0-3-371	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on obligations:			
1111	Limitation on direct loans	20	20
1142	Unobligated direct loan limitation (-)	-20	-19
1150	Total direct loan obligations	1	1

As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from direct loans obligated in 1992 and thereafter (including loan modifications) for FHA's General Insurance and Special Risk Insurance Fund programs. The amounts in this account are a means of financing and are not included in the budget

totals. As required by the Federal Credit Reform Act of 1990, no administrative expenses can be recorded in the financing account.

FHA-LOAN GUARANTEE RECOVERY FUND FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-4106-0-3-371	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1000	Unobligated balance brought forward, Oct 1	4	4
1930	Total budgetary resources available	4	4
Memorandum (non-add) entries:			
1941	Unexpired unobligated balance, end of year	4	4
Change in obligated balance:			
Uncollected payments:			
3060	Uncollected pymts, Fed sources, brought forward, Oct 1	-1	-1
3090	Uncollected pymts, Fed sources, end of year	-1	-1
Memorandum (non-add) entries:			
3100	Obligated balance, start of year	-1	-1
3200	Obligated balance, end of year	-1	-1

Status of Guaranteed Loans (in millions of dollars)

Identification code 86-4106-0-3-371	2012 actual	2013 CR	2014 est.
Cumulative balance of guaranteed loans outstanding:			
2210	Outstanding, start of year	6	6
2251	Repayments and prepayments	-1	-1
2290	Outstanding, end of year	6	5
Memorandum:			
2299	Guaranteed amount of guaranteed loans outstanding, end of year	6	4

Section 4 of the Church Arson Prevention Act of 1996 (P.L. 104-155), entitled "Loan Guarantee Recovery Fund," authorizes the Secretary of Housing and Urban Development to guarantee loans made by financial institutions to assist certain non-profit organizations that were damaged as a result of acts of arson or terrorism. As required by the Federal Credit Reform Act of 1990, this non-budgetary account records all cash flows to and from the Government resulting from loan guarantees committed in 1992 and thereafter. The amounts in this account are a means of financing and are not included in the budget totals. As required by the Federal Credit Reform Act of 1990, no administrative expenses can be recorded in the financing account.

Balance Sheet (in millions of dollars)

Identification code 86-4106-0-3-371	2011 actual	2012 actual
ASSETS:		
1101	Federal assets: Fund balances with Treasury	4
1999	Total assets	4
LIABILITIES:		
2204	Non-Federal liabilities: Liabilities for loan guarantees	4
4999	Total liabilities and net position	4

FHA-GENERAL AND SPECIAL RISK INSURANCE FUNDS LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-4072-0-3-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
Capital investment: Claims and other			
0101	Interest on Debentures	1	
0102	Assignment and Property Acquisition Claims	20	10
0104	Mark-To-Market Restructures	9	

FHA-GENERAL AND SPECIAL RISK INSURANCE FUNDS LIQUIDATING
ACCOUNT—Continued

Program and Financing—Continued

Identification code 86-4072-0-3-371	2012 actual	2013 CR	2014 est.
0110 Capitalized Expenses	4		
0111 HUD Held Notes Escrow Activity	58	58	53
0112 Upfront Grants	4		
0113 Other	4		
0900 Total new obligations	80	78	63
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	253	182	
1021 Recoveries of prior year unpaid obligations	8		
1022 Capital transfer of unobligated balances to general fund	-253	-182	
1050 Unobligated balance (total)	8		
Budget authority:			
Appropriations, mandatory:			
1200 Appropriation	30	30	30
1260 Appropriations, mandatory (total)	30	30	30
Spending authority from offsetting collections, mandatory:			
1800 Collected	234	105	57
1820 Capital transfer of spending authority from offsetting collections to general fund		-57	-24
1825 Spending authority from offsetting collections applied to repay debt	-10		
1850 Spending auth from offsetting collections, mand (total)	224	48	33
1900 Budget authority (total)	254	78	63
1930 Total budgetary resources available	262	78	63
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	182		
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	396	366	346
3010 Obligations incurred, unexpired accounts	80	78	63
3020 Outlays (gross)	-102	-98	-83
3040 Recoveries of prior year unpaid obligations, unexpired	-8		
3050 Unpaid obligations, end of year	366	346	326
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-1	-1	-1
3090 Uncollected pymts, Fed sources, end of year	-1	-1	-1
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	395	365	345
3200 Obligated balance, end of year	365	345	325
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	254	78	63
Outlays, gross:			
4100 Outlays from new mandatory authority	80	75	60
4101 Outlays from mandatory balances	22	23	23
4110 Outlays, gross (total)	102	98	83
Offsets against gross budget authority and outlays:			
Offsetting collections (collected) from:			
4123 Non-Federal sources - Other	-234	-105	-57
4180 Budget authority, net (total)	20	-27	6
4190 Outlays, net (total)	-132	-7	26
Memorandum (non-add) entries:			
5000 Total investments, SOY: Federal securities: Par value	3	3	
5001 Total investments, EOY: Federal securities: Par value	3		

Status of Guaranteed Loans (in millions of dollars)

Identification code 86-4072-0-3-371	2012 actual	2013 CR	2014 est.
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	2,332	1,755	1,477
2251 Repayments and prepayments	-566	-258	-176
Adjustments:			
2261 Terminations for default that result in loans receivable	-9	-19	-10
2262 Terminations for default that result in acquisition of property	-2	-1	-1
2290 Outstanding, end of year	1,755	1,477	1,290

Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	1,755	1,477	1,290
Addendum:				
Cumulative balance of defaulted guaranteed loans that result in loans receivable:				
2310	Outstanding, start of year	2,483	2,359	2,322
2331	Disbursements for guaranteed loan claims	9	19	10
2351	Repayments of loans receivable	-133	-56	-54
2390	Outstanding, end of year	2,359	2,322	2,278

The General and Special Risk Insurance funds provide insurance for a large number of specialized mortgage insurance programs, including insurance of loans for property improvements, cooperatives, condominiums, nursing homes, rental housing and nonprofit hospitals.

As required by the Federal Credit Reform Act of 1990, this account records, for this program, all cash flows to and from the Government resulting from loan guarantees committed and direct loans obligated prior to 1992. This account is shown on a cash basis. New insurance and direct loan activity in 1992 and thereafter in the GI/SRI programs are recorded in corresponding program (86-0200) and financing (86-4077 and 86-4105) accounts.

Balance Sheet (in millions of dollars)

Identification code 86-4072-0-3-371	2011 actual	2012 actual
ASSETS:		
Federal assets:		
1101 Fund balances with Treasury	645	544
Investments in US securities:		
1102 Treasury securities, par	3	3
Non-Federal assets:		
1201 Investments in non-Federal securities, net	3	3
1206 Receivables, net	11	3
1701 Defaulted guaranteed loans, gross	2,483	2,359
1702 Interest receivable	226	231
1703 Allowance for estimated uncollectible loans and interest (-)	-1,671	-1,371
1799 Value of assets related to loan guarantees	1,038	1,219
1901 Other Federal assets: Other assets	115	251
1999 Total assets	1,815	2,023
LIABILITIES:		
Non-Federal liabilities:		
2201 Accounts payable	13	7
2203 Debt	10	
2204 Liabilities for loan guarantees	16	7
2207 Other	192	165
2999 Total liabilities	231	179
NET POSITION:		
3100 Unexpended appropriations	68	89
3300 Cumulative results of operations	1,516	1,755
3999 Total net position	1,584	1,844
4999 Total liabilities and net position	1,815	2,023

Object Classification (in millions of dollars)

Identification code 86-4072-0-3-371	2012 actual	2013 CR	2014 est.
Direct obligations:			
32.0	Land and structures	2	1
33.0	Investments and loans	78	77
99.9	Total new obligations	80	78

HOUSING FOR THE ELDERLY OR HANDICAPPED FUND LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-4115-0-3-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0102	Loan Management, Liquidations and Property Dispositions	2	6
			6

0900	Total new obligations (object class 32.0)	2	6	6
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	6	35	
1022	Capital transfer of unobligated balances to general fund	-6	-35	
Budget authority:				
Spending authority from offsetting collections, mandatory:				
1800	Collected	572	550	400
1820	Capital transfer of spending authority from offsetting collections to general fund	-535	-544	-394
1850	Spending auth from offsetting collections, mand (total)	37	6	6
1930	Total budgetary resources available	37	6	6
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	35		

Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	5	5	8
3010	Obligations incurred, unexpired accounts	2	6	6
3020	Outlays (gross)	-2	-3	-5
3050	Unpaid obligations, end of year	5	8	9
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	5	5	8
3200	Obligated balance, end of year	5	8	9

Budget authority and outlays, net:				
Mandatory:				
4090	Budget authority, gross	37	6	6
Outlays, gross:				
4100	Outlays from new mandatory authority		2	2
4101	Outlays from mandatory balances	2	1	3
4110	Outlays, gross (total)	2	3	5
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4123	Non-Federal sources	-572	-550	-400
4180	Budget authority, net (total)	-535	-544	-394
4190	Outlays, net (total)	-570	-547	-395

Status of Direct Loans (in millions of dollars)

Identification code 86-4115-0-3-371	2012 actual	2013 CR	2014 est.	
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	2,846	2,493	2,155
1251	Repayments: Repayments and prepayments	-348	-332	-332
1264	Write-offs for default: Other adjustments, net (+ or -)	-5	-6	-6
1290	Outstanding, end of year	2,493	2,155	1,817

The Housing for the Elderly or Handicapped Loan Fund was established pursuant to section 202 of the Housing Act of 1959, as amended. The fund provided direct loans to non-profit organizations sponsoring the construction and management of rental housing for the elderly or non-elderly persons with disabilities. No new loan commitments were made after 1991; however, projects developed under it continue to operate. After April 1, 1992, all projects for which there were administrative reservations converted to the capital advance assistance program. Any remaining activity for the loan program includes amendments for projects reaching final endorsement.

As required by the Federal Credit Reform Act of 1990, this account records all cash flows to and from the Government resulting from this program.

Balance Sheet (in millions of dollars)

Identification code 86-4115-0-3-371	2011 actual	2012 actual	
ASSETS:			
1101	Federal assets: Fund balances with Treasury	11	40
1206	Non-Federal assets: Interest Receivable: Public	29	27
1601	Direct loans, gross	2,846	2,493
1603	Allowance for estimated uncollectible loans and interest (-)	-9	-21
1604	Direct loans and interest receivable, net	2,837	2,472
1606	Acquired Real Property	1	
1699	Value of assets related to direct loans	2,838	2,472

1999	Total assets	2,878	2,539
LIABILITIES:			
2207	Non-Federal liabilities: Other	6	3
NET POSITION:			
3100	Unexpended Appropriations	10	8
3300	Revolving Fund: Cumulative results of operations	2,862	2,528
3999	Total net position	2,872	2,536
4999	Total liabilities and net position	2,878	2,539

Trust Funds

MANUFACTURED HOUSING FEES TRUST FUND

Special and Trust Fund Receipts (in millions of dollars)

Identification code 86-8119-0-7-376	2012 actual	2013 CR	2014 est.	
0100	Balance, start of year	1	1	1
Receipts:				
0240	General Fund Payment, Manufactured Housing Fee Trust Fund	3	3	1
0260	Mobile Home Inspection and Monitoring Fees, Manufactured Housing Fee Trust Fund	3	3	7
0299	Total receipts and collections	6	6	8
0400	Total: Balances and collections	7	7	9
Appropriations:				
0500	Manufactured Housing Fees Trust Fund	-6	-6	-8
0799	Balance, end of year	1	1	1

Program and Financing (in millions of dollars)

Identification code 86-8119-0-7-376	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
0002	Manufactured Housing Program Costs — Fees	8	6	6
0004	Manufactured Housing Program Costs — Direct Appropriations	2	4	4
0900	Total new obligations	10	10	10
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	15	11	7
Budget authority:				
Appropriations, discretionary:				
1101	Appropriation (special or trust fund)	6	6	8
1160	Appropriation, discretionary (total)	6	6	8
1930	Total budgetary resources available	21	17	15
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	11	7	5

Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	2	5	6
3010	Obligations incurred, unexpired accounts	10	10	10
3020	Outlays (gross)	-7	-9	-8
3050	Unpaid obligations, end of year	5	6	8
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	2	5	6
3200	Obligated balance, end of year	5	6	8

Budget authority and outlays, net:				
Discretionary:				
4000	Budget authority, gross	6	6	8
Outlays, gross:				
4010	Outlays from new discretionary authority	1	2	3
4011	Outlays from discretionary balances	6	7	5
4020	Outlays, gross (total)	7	9	8
4180	Budget authority, net (total)	6	6	8
4190	Outlays, net (total)	7	9	8

The National Manufactured Housing Construction and Safety Standards Act of 1974, as amended, authorizes the development and enforcement of appropriate standards for the construction, design, and performance of manufactured homes to assure their

MANUFACTURED HOUSING FEES TRUST FUND—Continued

quality, durability, affordability, and safety. All manufactured homes produced, since the standards took effect in 1976, must comply with Federal construction and safety standards. A majority of States participate in the program under compliance plans approved by HUD. Program requirements mandated by the Manufactured Housing Improvement Act of 2000 include procurement of an Administering Organization, formation of a Consensus Committee to recommend revisions to and interpretations of the manufactured housing standards, development and implementation of standards for installation of manufactured housing, and development and implementation of a dispute resolution program.

Fees are charged to the manufacturers for each transportable section produced and may be charged to any dispute resolution and installation program participant. Prior to 2009, this fee income was sufficient to fully support program operations. However, due to a significant decline in manufactured housing production rates in recent years, fee collections have been insufficient to maintain program requirements. The 2014 Budget proposes to fund the costs of authorized activities necessary to carry out all aspects of the manufactured housing legislation with a direct appropriation of \$1 million and approximately \$6.53 million in estimated fees. In order to achieve this level of collections, HUD is also proposing to increase the label fee in 2014 from \$39 to up to \$100 per label. This fee increase is necessary to ensure that HUD can continue to fulfill its statutory responsibilities.

Object Classification (in millions of dollars)

Identification code 86-8119-0-7-376	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.2 Other services from non-Federal sources	7	7	7
41.0 Grants, subsidies, and contributions	3	3	3
99.9 Total new obligations	10	10	10

GOVERNMENT NATIONAL MORTGAGE ASSOCIATION

The Government National Mortgage Association (GNMA) was formed by Congress in 1968. It is a wholly owned government corporation within the U.S. Department of Housing and Urban Development (HUD). It was established to support Federal housing initiatives by providing liquidity to the secondary mortgage market and to attract capital from the global capital markets for the nation's mortgage markets. Its primary function is to guarantee the timely payment of principal and interest on Mortgage-Backed Securities (MBS) that are backed by loans insured or guaranteed by the Federal Housing Administration (FHA), the Department of Veterans Affairs (VA), Rural Development in the U.S. Department of Agriculture, and HUD's Office of Public and Indian Housing.

Federal Funds

GUARANTEES OF MORTGAGE-BACKED SECURITIES CAPITAL RESERVE ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-0238-0-1-371	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1			8,489
1010 Unobligated balance transfer to other accts [86-0186]			-100
1011 Unobligated balance transfer from other accts [86-4238]		1,576	
1011 Unobligated balance transfer from other accts [86-4240]		200	200

1050 Unobligated balance (total)	1,776	8,589
Budget authority:		
Appropriations, mandatory:		
1221 Appropriations transferred from other accts [86-0186]	6,083	
1260 Appropriations, mandatory (total)	6,083	
Spending authority from offsetting collections, mandatory:		
1800 Offsetting collections (negative subsidy)	580	542
1800 Offsetting collections (interest on investments)	50	130
1850 Spending auth from offsetting collections, mand (total)	630	672
1900 Budget authority (total)	6,713	672
1930 Total budgetary resources available	8,489	9,261
Memorandum (non-add) entries:		
1941 Unexpired unobligated balance, end of year	8,489	9,261

Budget authority and outlays, net:

Discretionary:		
Offsets against gross budget authority and outlays:		
Offsetting collections (collected) from:		
4030 Federal sources	-580	-542
Mandatory:		
4090 Budget authority, gross	6,713	672
Offsets against gross budget authority and outlays:		
Offsetting collections (collected) from:		
4121 Interest on Federal securities	-50	-130
4180 Budget authority, net (total)	6,083	
4190 Outlays, net (total)	-630	-672

Memorandum (non-add) entries:

5000 Total investments, SOY: Federal securities: Par value		7,659
5001 Total investments, EOY: Federal securities: Par value	7,659	7,678

In 2013, a Capital Reserve account was established for the Government National Mortgage Association. Financial reserves of the Association were transferred from the reserve receipt and liquidating accounts to the Capital Reserve account. This mandatory account earns interest on Treasury investments and is the eventual depository for all resources collected by the Association. The amount of reserves held in this account fluctuates with changes in economic conditions, issuer performance, and other factors that cause actual reserve levels in the future to vary from projections. The Liquidating account now only reflects cash flows related to pre-1998 books of business.

GUARANTEES OF MORTGAGE-BACKED SECURITIES LOAN GUARANTEE PROGRAM ACCOUNT

New commitments to issue guarantees to carry out the purposes of section 306 of the National Housing Act, as amended (12 U.S.C. 1721(g)), shall not exceed \$500,000,000, to remain available until September 30, 2015: Provided, That \$21,200,000 shall be available for necessary salaries and expenses of the Office of Government National Mortgage Association: Provided further, That to the extent that guaranteed loan commitments will and do exceed \$155,000,000,000 on or before April 1, 2014, an additional \$100 for necessary salaries and expenses shall be available until expended for each \$1,000,000 in additional guaranteed loan commitments (including a pro rata amount for any amount below \$1,000,000), but in no case shall funds made available by this proviso exceed \$3,000,000: Provided further, That receipts from Commitment and Multiclass fees collected pursuant to title III of the National Housing Act, as amended, shall be credited as offsetting collections to this account.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Special and Trust Fund Receipts (in millions of dollars)

Identification code 86-0186-0-1-371	2012 actual	2013 CR	2014 est.
0100 Balance, start of year	5,486	6,083	
Receipts:			
0220 GNMA-guarantees of Mortgage Backed Securities Guarantee			
Loans, Negative Subsidies	737		
0400 Total: Balances and collections	6,223	6,083	

Appropriations:			
0500	Guarantees of Mortgage-backed Securities Loan Guarantee Program Account	-140	
0501	Guarantees of Mortgage-backed Securities Loan Guarantee Program Account		-6,083
0599	Total appropriations	-140	-6,083
0799	Balance, end of year	6,083	

4180	Budget authority, net (total)	38	-59	-56
4190	Outlays, net (total)	32	-82	29

Memorandum (non-add) entries:

5090	Unavailable balance, SOY: Offsetting collections		102	161
5091	Unavailable balance, EOY: Offsetting collections	102	161	217

Summary of Loan Levels, Subsidy Budget Authority and Outlays by Program (in millions of dollars)

Identification code 86-0186-0-1-371	2012 actual	2013 CR	2014 est.	
Guaranteed loan levels supportable by subsidy budget authority:				
215001	Guarantees of Mortgage-Backed Securities	388,029	252,000	246,500
215999	Total loan guarantee levels	388,029	252,000	246,500
Guaranteed loan subsidy (in percent):				
232001	Guarantees of Mortgage-Backed Securities	-0.19	-0.23	-0.22
232999	Weighted average subsidy rate	-0.19	-0.23	-0.22
Guaranteed loan subsidy budget authority:				
233001	Guarantees of Mortgage-Backed Securities	-737	-580	-542
233999	Total subsidy budget authority	-737	-580	-542
Guaranteed loan subsidy outlays:				
234001	Guarantees of Mortgage-Backed Securities	-737	-580	-542
234999	Total subsidy outlays	-737	-580	-542
Guaranteed loan upward reestimates:				
235001	Guarantees of Mortgage-Backed Securities	140	102	
235999	Total upward reestimate budget authority	140	102	
Guaranteed loan downward reestimates:				
Administrative expense data:				
3510	Budget authority	20	20	21
3590	Outlays from new authority	13	18	18

The Budget requests loan commitment authority of \$500 billion in 2014. The Budget also requests \$21 million for the personnel costs of the Government National Mortgage Association (GNMA), to be offset by Commitment and Multiclass fees. Before 2012, personnel expenses were funded in the "Office of Government National Mortgage Association" appropriation under the Management and Administration section of the HUD budget.

Object Classification (in millions of dollars)

Identification code 86-0186-0-1-371	2012 actual	2013 CR	2014 est.	
Direct obligations:				
11.1	Personnel compensation: Full-time permanent	10	15	17
12.1	Civilian personnel benefits	3	4	3
21.0	Travel and transportation of persons		1	1
25.2	Other services from non-Federal sources	1		143
41.0	Grants, subsidies, and contributions	140	97	
43.0	Interest and dividends		5	
99.0	Direct obligations	154	122	164
99.0	Reimbursable obligations		72	62
99.9	Total new obligations	154	194	226

Employment Summary

Identification code 86-0186-0-1-371	2012 actual	2013 CR	2014 est.	
1001	Direct civilian full-time equivalent employment	89	122	130

GUARANTEES OF MORTGAGE-BACKED SECURITIES FINANCING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-4240-0-3-371	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
0003	Advances and other	2,808	5,259	4,056
0004	Preservation of collateral		245	265
0091	Subtotal - Advances and Operating Expenses	2,808	5,504	4,321
Credit program obligations:				
0740	Negative subsidy obligations	737	580	542

Program and Financing (in millions of dollars)

Identification code 86-0186-0-1-371	2012 actual	2013 CR	2014 est.
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Obligations by program activity:				
Credit program obligations:				
0707	Reestimates of loan guarantee subsidy	132	97	
0708	Interest on reestimates of loan guarantee subsidy	8	5	
0709	Administrative expenses	14	20	164
0799	Total direct obligations	154	122	164
0801	Servicing Expenses		72	62
0900	Total new obligations	154	194	226

Budgetary Resources:

Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1			21
1011	Unobligated balance transfer from other accts [86-0238]			100
1050	Unobligated balance (total)			121

Budget authority:				
Appropriations, mandatory:				
1201	Appropriation (special or trust fund)	140		
1201	Pre-2013 Accumulated GNMA Receipts		6,083	
1220	Appropriations transferred to other accts [86-0186]	-140		
1220	Receipts transferred to GNMA Capital Reserve [86-0238]		-6,083	
1221	Appropriations transferred from other accts [86-0186]	140		
1260	Appropriations, mandatory (total)	140		
Spending authority from offsetting collections, discretionary:				
1700	Collected	121	79	77
1725	Spending authority from offsetting collections precluded from obligation (limitation on obligations)	-102	-59	-56
1750	Spending auth from offsetting collections, disc (total)	19	20	21
Spending authority from offsetting collections, mandatory:				
1800	Collected		195	120
1850	Spending auth from offsetting collections, mand (total)		195	120
1900	Budget authority (total)	159	215	141
1930	Total budgetary resources available	159	215	262
Memorandum (non-add) entries:				
1940	Unobligated balance expiring	-5		
1941	Unexpired unobligated balance, end of year		21	36

Change in obligated balance:

Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1		1	3
3010	Obligations incurred, unexpired accounts	154	194	226
3020	Outlays (gross)	-153	-192	-226
3050	Unpaid obligations, end of year	1	3	3
Memorandum (non-add) entries:				
3100	Obligated balance, start of year		1	3
3200	Obligated balance, end of year	1	3	3

Budget authority and outlays, net:

Discretionary:				
4000	Budget authority, gross	19	20	21
Outlays, gross:				
4010	Outlays from new discretionary authority	13	18	19
4011	Outlays from discretionary balances			2
4020	Outlays, gross (total)	13	18	21
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4033	Non-Federal sources	-121	-79	-77
Mandatory:				
4090	Budget authority, gross	140	195	120
Outlays, gross:				
4100	Outlays from new mandatory authority	140	72	62
4101	Outlays from mandatory balances		102	143
4110	Outlays, gross (total)	140	174	205
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4123	Non-Federal sources		-195	-120

**GUARANTEES OF MORTGAGE-BACKED SECURITIES FINANCING
ACCOUNT—Continued
Program and Financing—Continued**

Identification code 86-4240-0-3-371	2012 actual	2013 CR	2014 est.
0900 Total new obligations	3,545	6,084	4,863
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	1,138	680	881
1010 Unobligated balance transfer to other accts [86-0238]		-200	-200
1050 Unobligated balance (total)	1,138	480	681
Financing authority:			
Spending authority from offsetting collections, mandatory:			
1800 Collected	3,082	6,485	4,234
1801 Change in uncollected payments, Federal sources	5		
1850 Spending auth from offsetting collections, mand (total)	3,087	6,485	4,234
1930 Total budgetary resources available	4,225	6,965	4,915
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	680	881	52
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	466	209	309
3010 Obligations incurred, unexpired accounts	3,545	6,084	4,863
3020 Financing disbursements (gross)	-3,802	-5,984	-4,786
3050 Unpaid obligations, end of year	209	309	386
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-2	-7	-7
3070 Change in uncollected pymts, Fed sources, unexpired	-5		
3090 Uncollected pymts, Fed sources, end of year	-7	-7	-7
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	464	202	302
3200 Obligated balance, end of year	202	302	379
Financing authority and disbursements, net:			
Mandatory:			
4090 Financing authority, gross	3,087	6,485	4,234
Financing disbursements:			
4110 Financing disbursements, gross	3,802	5,984	4,786
Offsets against gross financing authority and disbursements:			
Offsetting collections (collected) from:			
4120 Federal sources	-140	-102	
4122 Interest on uninvested funds	-35	-89	-31
4123 Guarantee Fees	-774	-724	-834
4123 Commitment and other fees	-3		
4123 Multiclass fees	-22		
4123 Repayment of advances	-2,051	-5,570	-3,369
4123 Servicing Fees	-57		
4130 Offsets against gross financing auth and disbursements (total)	-3,082	-6,485	-4,234
Additional offsets against financing authority only (total):			
4140 Change in uncollected pymts, Fed sources, unexpired	-5		
4170 Financing disbursements, net (mandatory)	720	-501	552
4190 Financing disbursements, net (total)	720	-501	552
Status of Guaranteed Loans (in millions of dollars)			
Identification code 86-4240-0-3-371	2012 actual	2013 CR	2014 est.
Position with respect to appropriations act limitation on commitments:			
2111 Limitation on guaranteed loans made by private lenders	500,000	500,000	500,000
2121 Limitation available from carry-forward	321,036	414,768	500,000
2142 Uncommitted loan guarantee limitation	-18,239	-162,768	-253,500
2143 Uncommitted limitation carried forward	-414,768	-500,000	-500,000
2150 Total guaranteed loan commitments	388,029	252,000	246,500
2199 Guaranteed amount of guaranteed loan commitments	388,029	252,000	246,500
Cumulative balance of guaranteed loans outstanding:			
2210 Outstanding, start of year	1,221,685	1,341,405	1,425,405
2231 Disbursements of new guaranteed loans	388,029	252,000	246,500
2251 Repayments and prepayments	-268,309	-168,000	-199,557
2290 Outstanding, end of year	1,341,405	1,425,405	1,472,348
Memorandum:			
2299 Guaranteed amount of guaranteed loans outstanding, end of year	1,341,405	1,425,405	1,472,348

This non-budgetary account records all cash flows to and from the Government resulting from the loan guarantees committed in 1992 and beyond (including modifications of loan guarantees that resulted from obligations in any year). The amounts in this account are a means of financing and are not included in the budget totals. No administrative expenses can be recorded in the financing account.

Balance Sheet (in millions of dollars)

Identification code 86-4240-0-3-371	2011 actual	2012 actual
ASSETS:		
1101 Federal assets: Fund balances with Treasury	1,602	882
1206 Non-Federal assets: Receivables, net	2,478	6,882
1401 Net value of assets related to post-1991 direct loans receivable:		
Direct loans receivable, gross	7,451	7,946
1505 Net value of assets related to post-1991 acquired defaulted guaranteed loans receivable: Allowance for subsidy cost (-)	-462	-342
1999 Total assets	11,069	15,368
LIABILITIES:		
Non-Federal liabilities:		
2201 Accounts payable	313	111
2207 Other	2,724	7,089
2999 Total liabilities	3,037	7,200
NET POSITION:		
3300 Cumulative results of operations	8,032	8,168
4999 Total liabilities and net position	11,069	15,368

GUARANTEES OF MORTGAGE-BACKED SECURITIES LIQUIDATING ACCOUNT

Program and Financing (in millions of dollars)

Identification code 86-4238-0-3-371	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Administrative contract expenses	243	353	
Operating expenses			
0003 Servicing expenses	24		
0091 Direct program activities, subtotal	267	353	
Capital investment			
0101 Advances of guaranty payments		4	3
0900 Total new obligations	267	357	3
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	2,199	1,991	107
1010 Unobligated balance transfer to other accts [86-0238]		-1,576	
1050 Unobligated balance (total)	2,199	415	107
Budget authority:			
Spending authority from offsetting collections, mandatory:			
1800 Collected	61	49	
1801 Change in uncollected payments, Federal sources	-2		
1850 Spending auth from offsetting collections, mand (total)	59	49	
1930 Total budgetary resources available	2,258	464	107
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	1,991	107	104
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	52	124	117
3010 Obligations incurred, unexpired accounts	267	357	3
3020 Outlays (gross)	-195	-364	-120
3050 Unpaid obligations, end of year	124	117	
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	-12	-10	-10
3070 Change in uncollected pymts, Fed sources, unexpired	2		
3090 Uncollected pymts, Fed sources, end of year	-10	-10	-10
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	40	114	107
3200 Obligated balance, end of year	114	107	-10
Budget authority and outlays, net:			
Mandatory:			
4090 Budget authority, gross	59	49	

4100	Outlays, gross:			
4101	Outlays from new mandatory authority	1	49	.....
4101	Outlays from mandatory balances	194	315	120
4110	Outlays, gross (total)	195	364	120
	Offsets against gross budget authority and outlays:			
	Offsetting collections (collected) from:			
4121	Interest on Federal securities	-60	-40	.....
4123	Non-Federal sources	-1	-9	.....
4130	Offsets against gross budget authority and outlays (total)	-61	-49	.....
	Additional offsets against gross budget authority only:			
4140	Change in uncollected pymts, Fed sources, unexpired	2	.....	.....
4170	Outlays, net (mandatory)	134	315	120
4190	Outlays, net (total)	134	315	120
Memorandum (non-add) entries:				
5000	Total investments, SOY: Federal securities: Par value	2,134	2,117	100
5001	Total investments, EOY: Federal securities: Par value	2,117	100	100

Status of Direct Loans (in millions of dollars)

Identification code 86-4238-0-3-371		2012 actual	2013 CR	2014 est.
Cumulative balance of direct loans outstanding:				
1210	Outstanding, start of year	8	8	7
1263	Write-offs for default: Direct loans .....	.....	-1	-1
1290	Outstanding, end of year	8	7	6

Status of Guaranteed Loans (in millions of dollars)

Identification code 86-4238-0-3-371		2012 actual	2013 CR	2014 est.
Cumulative balance of guaranteed loans outstanding:				
2210	Outstanding, start of year	4	2	.....
2251	Repayments and prepayments	-2	-2	.....
2290	Outstanding, end of year	2	.....	.....
Memorandum:				
2299	Guaranteed amount of guaranteed loans outstanding, end of year	2	.....	.....

This liquidating account records, for this program, all cash flows to and from the Government resulting from MMI/CMHI loans insured prior to 1992 and is shown on a cash basis. All new activity in this program in 1992 and thereafter (including modifications of loans insured in any year) is recorded in the corresponding program and financing accounts.

Balance Sheet (in millions of dollars)

Identification code 86-4238-0-3-371		2011 actual	2012 actual
ASSETS:			
Federal assets:			
1101	Fund balances with Treasury	119	.....
Investments in US securities:			
1102	Treasury securities, par	2,127	2,117
1106	Receivables, net	12	6
1601	Direct loans, gross	8	8
1603	Allowance for estimated uncollectible loans and interest (-)	-4	-4
1699	Value of assets related to direct loans	4	4
1901	Other Federal assets: Other assets	31	41
1999	Total assets	2,293	2,168
LIABILITIES:			
Non-Federal liabilities:			
2201	Accounts payable	52	123
2207	Other	1	1
2999	Total liabilities	53	124
NET POSITION:			
3300	Cumulative results of operations	2,240	2,044
4999	Total liabilities and net position	2,293	2,168

Object Classification (in millions of dollars)

Identification code 86-4238-0-3-371		2012 actual	2013 CR	2014 est.
Direct obligations:				
25.2	Other services from non-Federal sources	267	353	.....

33.0	Investments and loans .....	.....	4	3
99.9	Total new obligations	267	357	3

POLICY DEVELOPMENT AND RESEARCH
Federal Funds

RESEARCH AND TECHNOLOGY

For contracts, grants, and necessary expenses of programs of research and studies relating to housing and urban problems, not otherwise provided for, as authorized by title V of the Housing and Urban Development Act of 1970 (12 U.S.C. 1701z-1 et seq.), including carrying out the functions of the Secretary of Housing and Urban Development under section 1(a)(1)(i) of Reorganization Plan No. 2 of 1968, \$50,000,000, to remain available until September 30, 2015: Provided, That with respect to amounts made available under this heading, notwithstanding section 204 of this title, the Secretary may enter into cooperative agreements funded with philanthropic entities, other Federal agencies, or State or local governments and their agencies for research projects: Provided further, That with respect to the previous proviso, such partners to the cooperative agreements must contribute at least a 50 percent match toward the cost of the project.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0108-0-1-451		2012 actual	2013 CR	2014 est.
Obligations by program activity:				
0001	Contracts, Grants and Cooperative Agreements	51	46	50
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	3	5	5
1021	Recoveries of prior year unpaid obligations	7	.....	.....
1050	Unobligated balance (total)	10	5	5
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	46	46	50
1160	Appropriation, discretionary (total)	46	46	50
1930	Total budgetary resources available	56	51	55
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	5	5	5
Change in obligated balance:				
Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	46	30	20
3010	Obligations incurred, unexpired accounts	51	46	50
3020	Outlays (gross)	-59	-56	-56
3040	Recoveries of prior year unpaid obligations, unexpired	-7	.....	.....
3041	Recoveries of prior year unpaid obligations, expired	-1	.....	.....
3050	Unpaid obligations, end of year	30	20	14
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	46	30	20
3200	Obligated balance, end of year	30	20	14
Budget authority and outlays, net:				
Discretionary:				
4000	Budget authority, gross	46	46	50
Outlays, gross:				
4010	Outlays from new discretionary authority	34	34	37
4011	Outlays from discretionary balances	25	22	19
4020	Outlays, gross (total)	59	56	56
4180	Budget authority, net (total)	46	46	50
4190	Outlays, net (total)	59	56	56

The Housing and Urban Development Act of 1970 directs the Secretary to undertake programs of research, studies, testing, and demonstrations related to HUD's mission. These functions are carried out by HUD's Office of Policy Development and Re-

RESEARCH AND TECHNOLOGY—Continued

search, and through contracts with industry, nonprofit research organizations, educational institutions, and through non-competitive cooperative agreements with State and local governments, other Federal agencies, and philanthropic entities.

The Budget requests \$50 million for HUD's Research and Technology program. This request includes funding to restore and enhance various national housing surveys that are rich sources of data on the nation's housing stock, including the American Housing Survey, the Survey of New Home Sales and Completions, the Survey of Market Absorption of Multifamily Units, the Survey of New Manufactured Housing Placements, and the Rental Housing Finance Survey. Also included in the request is funding for research dissemination activities, for the Urban Data Systems, for housing finance studies, and for Research Partnerships. Research will also be conducted as part of HUD's Transformation Initiative and other set-asides.

Object Classification (in millions of dollars)

Identification code 86-0108-0-1-451	2012 actual	2013 CR	2014 est.
Direct obligations:			
25.2 Other services from non-Federal sources	9	7	10
25.3 Other goods and services from Federal sources	41	38	39
41.0 Grants, subsidies, and contributions	1	1	1
99.9 Total new obligations	51	46	50

FAIR HOUSING AND EQUAL OPPORTUNITY

Federal Funds

FAIR HOUSING ACTIVITIES

For contracts, grants, and other assistance, not otherwise provided for, as authorized by title VIII of the Civil Rights Act of 1968, as amended by the Fair Housing Amendments Act of 1988, and section 561 of the Housing and Community Development Act of 1987, as amended, \$71,000,000, to remain available until September 30, 2015, of which \$44,100,000 shall be to carry out activities pursuant to such section 561: Provided, That, notwithstanding 31 U.S.C. 3302, the Secretary may assess and collect fees to cover the costs of the Fair Housing Training Academy, and may use such funds to provide such training: Provided further, That no funds made available under this heading shall be used to lobby the executive or legislative branches of the Federal Government in connection with a specific contract, grant or loan: Provided further, That, of the funds made available under this heading, \$500,000 shall be available to the Secretary of Housing and Urban Development for the creation and promotion of translated materials and other programs that support the assistance of persons with limited English proficiency in utilizing the services provided by the Department of Housing and Urban Development.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0144-0-1-751	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Fair Housing Assistance	77	36	24
0002 Fair Housing Initiatives		43	44
0004 Limited English Proficiency Program		1	1
0005 National Fair Housing Training Academy			2
0900 Total new obligations (object class 41.0)	77	80	71
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	15	9	

Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	71	71	71
1160 Appropriation, discretionary (total)	71	71	71
1930 Total budgetary resources available	86	80	71
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	9		

Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	96	102	110
3010 Obligations incurred, unexpired accounts	77	80	71
3020 Outlays (gross)	-70	-72	-79
3041 Recoveries of prior year unpaid obligations, expired	-1		
3050 Unpaid obligations, end of year	102	110	102
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	96	102	110
3200 Obligated balance, end of year	102	110	102

Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	71	71	71
Outlays, gross:			
4010 Outlays from new discretionary authority	4	7	7
4011 Outlays from discretionary balances	66	65	72
4020 Outlays, gross (total)	70	72	79
4180 Budget authority, net (total)	71	71	71
4190 Outlays, net (total)	70	72	79

The Budget requests \$71 million for fair housing activities to support efforts to end housing discrimination. Of the amount requested, \$24.6 million is for the Fair Housing Assistance Program (FHAP), \$1.8 million is for the National Fair Housing Training Academy, \$44.1 million is for the Fair Housing Initiatives Program (FHIP), and \$500 thousand is for the Limited English Proficiency Initiative.

The National Fair Housing Training Academy (NFTHA) provides comprehensive fair housing and civil rights training for investigators, local agencies, educators, attorneys, industry representatives and other housing industry professionals.

FHAP, authorized by Title VIII of the Civil Rights Act of 1968, as amended, provides funding to State and local agencies to assure prompt and effective processing of Title VIII (Civil Rights Act of 1968) complaints under substantially equivalent State and local fair housing laws. To be eligible for assistance through FHAP, an agency must demonstrate that the fair housing law it administers is substantially equivalent to the Fair Housing Act. It is estimated that there will be a total of 100 FHAP jurisdictions in 2014. The funding requested for FHAP will support fair housing enforcement by funding State and local fair housing organizations to meet the needs of currently underserved populations. It will also address the persistently high rate of discrimination against minorities and people with disabilities as identified by HUD's 2000 Housing Discrimination Study and provide additional support to FHAP agencies on the heels of the State and local budget crisis.

FHIP, authorized by the Housing and Community Development Act of 1987, as amended by the Housing and Community Development Act of 1992, provides funding to States and local governments, and to public and private non-profit organizations that administer programs to prevent or eliminate discriminatory housing practices through enforcement, education, and outreach.

OFFICE OF LEAD HAZARD CONTROL AND HEALTHY HOMES

Federal Funds

LEAD HAZARD REDUCTION

For the Lead Hazard Reduction Program, as authorized by section 1011 of the Residential Lead-Based Paint Hazard Reduction Act of 1992, \$120,000,000, to remain available until September 30, 2015: Provided, That up to \$25,000,000 of that amount shall be for the Healthy Homes Initiative, pursuant to sections 501 and 502 of the Housing and Urban Development Act of 1970 that shall include research, studies, testing, and demonstration efforts, including education and outreach concerning lead-based paint poisoning and other housing-related diseases and hazards: Provided further, That for purposes of environmental review, pursuant to the National Environmental Policy Act of 1969 (42 U.S.C. 4321 et seq.) and other provisions of the law that further the purposes of such Act, a grant under the Healthy Homes Initiative or the Lead Technical Studies program under this heading or under prior appropriations Acts for such purposes under this heading, shall be considered to be funds for a special project for purposes of section 305(c) of the Multifamily Housing Property Disposition Reform Act of 1994: Provided further, That amounts made available under this heading in this or prior appropriations Acts, and that still remain available, may be used for any purpose under this heading notwithstanding the purpose for which such amounts were appropriated if a program competition is undersubscribed and there are other program competitions under this heading that are oversubscribed.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0174-0-1-451	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Lead Hazard Reduction Grants	73	67	90
0002 Lead Hazard Reduction Demonstration	32	45	.....
0003 Healthy Homes	13	11	25
0004 Lead Technical Studies	2	5	4
0900 Total new obligations (object class 41.0)	120	128	119
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	7	9	2
1021 Recoveries of prior year unpaid obligations	2	.....	.....
1050 Unobligated balance (total)	9	9	2
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	120	121	120
1120 Appropriations transferred to other accts [86-0402] .....	.....	.....	-1
1160 Appropriation, discretionary (total)	120	121	119
1930 Total budgetary resources available	129	130	121
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	9	2	2
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	410	371	369
3010 Obligations incurred, unexpired accounts	120	128	119
3020 Outlays (gross)	-148	-130	-130
3040 Recoveries of prior year unpaid obligations, unexpired	-2	.....	.....
3041 Recoveries of prior year unpaid obligations, expired	-9	.....	.....
3050 Unpaid obligations, end of year	371	369	358
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	410	371	369
3200 Obligated balance, end of year	371	369	358
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	120	121	119
Outlays, gross:			
4010 Outlays from new discretionary authority	1	2	2
4011 Outlays from discretionary balances	147	128	128
4020 Outlays, gross (total)	148	130	130

4180 Budget authority, net (total)	120	121	119
4190 Outlays, net (total)	148	130	130

Title X of the Housing and Community Development Act of 1992 (Public Law 102-550), known as the Residential Lead-Based Paint Hazard Reduction Act, authorized the Secretary to establish the Lead-Based Paint Hazard Control Grant Program. The primary purpose of the program is to reduce the exposure of young children to lead-based paint and other environmental hazards in their homes, including protecting them from permanent developmental problems and asthma, and exposure to pesticides and carbon monoxide.

The program plays a critical role in addressing the number one environmental disease impacting children: lead poisoning. The Budget includes \$90 million for HUD's Lead Hazard Control Program, \$25 million for the Healthy Homes Program, and \$4 million for Technical Studies. The 2014 Budget also includes a provision that would allow the transfer of unobligated balances and recaptured funds from undersubscribed competitive programs to other competitive programs experiencing oversubscription.

The Lead Hazard Control Grant Programs provides grants of \$1 million to \$4 million to State and local governments and Indian tribes for control of lead-based paint hazards in low-income rental and owner-occupied housing. The grants are also designed to facilitate the development of a housing maintenance and rehabilitation workforce trained in lead-safe work practices and a certified hazard evaluation and control industry. In awarding grants, HUD promotes the use of new, low-cost approaches to hazard control that can be replicated across the nation.

The Healthy Homes Program enables the Department to assess and control housing-related hazards that contribute to childhood diseases and injuries. With funding from this program, grantees implement and evaluate methods for controlling two or more housing-related diseases through a single intervention.

The Office of Healthy Homes and Lead Hazard Control will continue its Technical Support program, which includes public education; support for State and local agencies, private property owners, HUD programs and field offices and professional organizations; technical studies to improve program policy and implementation; quality control to ensure that the evaluation and control of lead-based paint hazards is done properly in HUD-assisted housing; and development of standards, technical guidance, regulations and improved testing and hazard control methods.

MANAGEMENT AND ADMINISTRATION

Federal Funds

EXECUTIVE OFFICES

For necessary salaries and expenses for Executive Offices, which shall be comprised of the offices of the Secretary, Deputy Secretary, Hearings and Appeals, Congressional and Intergovernmental Relations, Public Affairs, and Center for Faith-Based and Community Initiatives, \$14,540,000: Provided, That not to exceed \$25,000 of the amount made available under this heading shall be available to the Secretary for official reception and representation expenses as the Secretary may determine.

Program and Financing (in millions of dollars)

Identification code 86-0332-0-1-604	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Personnel costs	14
0002 Non-Personnel cost	1
0900 Total new obligations	15

EXECUTIVE OFFICES—Continued
Program and Financing—Continued

Identification code 86-0332-0-1-604	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100	Appropriation		15
1160	Appropriation, discretionary (total)		15
1930	Total budgetary resources available		15
Change in obligated balance:			
Unpaid obligations:			
3010	Obligations incurred, unexpired accounts		15
3020	Outlays (gross)		-15
Budget authority and outlays, net:			
Discretionary:			
4000	Budget authority, gross		15
Outlays, gross:			
4010	Outlays from new discretionary authority		15
4180	Budget authority, net (total)		15
4190	Outlays, net (total)		15

The 2014 Budget proposes to streamline HUD's salaries and expenses accounts to provide greater flexibility in funding the executive and support offices. Funding for these functions is proposed to be consolidated in two accounts, Executive Offices and Administrative Support Offices. The Executive Offices account supports the total salaries and expenses of various high level management offices, including the immediate offices of the Secretary; Deputy Secretary; Congressional and Intergovernmental Relations; Public Affairs; Hearing and Appeals; and the Center for Faith-Based and Community Initiatives.

Object Classification (in millions of dollars)

Identification code 86-0332-0-1-604	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1	Personnel compensation: Full-time permanent		11
12.1	Civilian personnel benefits		3
25.2	Other services from non-Federal sources		1
99.9	Total new obligations		15

Employment Summary

Identification code 86-0332-0-1-604	2012 actual	2013 CR	2014 est.
1001	Direct civilian full-time equivalent employment		89

[ADMINISTRATION, OPERATIONS, AND MANAGEMENT] ADMINISTRATIVE SUPPORT OFFICES

For necessary salaries and expenses for Administrative Support Offices, which shall be comprised of the offices of Chief Financial Officer, General Counsel, Administration, Chief Human Capital Officer, Field Policy and Management, Chief Procurement Officer, Departmental Equal Employment Opportunity, Strategic Planning and Management, and Chief Information Officer, \$505,313,000: Provided, That funds provided under this heading may be used for necessary administrative and non-administrative expenses of the Department of Housing and Urban Development, not otherwise provided for, including purchase of uniforms, or allowances therefore, as authorized by 5 U.S.C. 5901-5902; hire of passenger motor vehicles; services as authorized by 5 U.S.C. 3109: Provided further, That notwithstanding any other provision of law, funds appropriated under this heading may be used for advertising and promotional activities that support the Department's mission.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The

amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0335-0-1-999	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
0001	Personnel compensation & benefits	321	331	302
0002	Non-personnel costs	211	210	203
0003	Recovery Act Administrative Costs	4		
0900	Total new obligations	536	541	505
Budgetary Resources:				
Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	7	2	2
1011	Unobligated balance transfer from other accts [86-0344]	2		
1011	Unobligated balance transfer from other accts [86-0338]	2		
1011	Unobligated balance transfer from other accts [86-0337]	1		
1012	Unobligated balance transfers between expired and unexpired accounts	3		
1050	Unobligated balance (total)	15	2	2
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	538	541	505
1120	Appropriations transferred to other accts [86-4586]	-4		
1160	Appropriation, discretionary (total)	534	541	505
1930	Total budgetary resources available	549	543	507
Memorandum (non-add) entries:				
1940	Unobligated balance expiring	-11		
1941	Unexpired unobligated balance, end of year	2	2	2

Change in obligated balance:

Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	158	153	154
3010	Obligations incurred, unexpired accounts	536	541	505
3011	Obligations incurred, expired accounts	18		
3020	Outlays (gross)	-539	-540	-570
3041	Recoveries of prior year unpaid obligations, expired	-20		
3050	Unpaid obligations, end of year	153	154	89
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	158	153	154
3200	Obligated balance, end of year	153	154	89

Budget authority and outlays, net:

Discretionary:				
4000	Budget authority, gross	534	541	505
Outlays, gross:				
4010	Outlays from new discretionary authority	427	460	429
4011	Outlays from discretionary balances	112	80	141
4020	Outlays, gross (total)	539	540	570
4180	Budget authority, net (total)	534	541	505
4190	Outlays, net (total)	539	540	570

The proposed Administrative Support Offices (ASO) account funds central Departmental functions, including the offices of the Chief Human Capital Officer, Chief Financial Officer, Chief Procurement Officer, General Counsel, Field Policy and Management, Strategic Planning and Management, Departmental Equal Employment Opportunity, and Administration. The newly created Office of Administration reflects a grouping of similar functions, such as facilities and security, which were transferred from the Office of the Chief Human Capital Officer. The ASO account supports all personnel and non-personnel expenses for these offices.

Object Classification (in millions of dollars)

Identification code 86-0335-0-1-999	2012 actual	2013 CR	2014 est.	
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent	257	265	238
11.3	Other than full-time permanent	2	2	2
11.5	Other personnel compensation	2	2	2
11.9	Total personnel compensation	261	269	242
12.1	Civilian personnel benefits	60	62	60

21.0	Travel and transportation of persons	6	5	8
23.1	Rental payments to GSA	107	104	104
23.3	Communications, utilities, and miscellaneous charges	26	26	26
24.0	Printing and reproduction	1	1	1
25.2	Other services from non-Federal sources	61	58	53
25.4	Operation and maintenance of facilities	3	5	3
25.7	Operation and maintenance of equipment	5	5	2
26.0	Supplies and materials	3	3	3
31.0	Equipment	2	2	2
42.0	Insurance claims and indemnities	1	1	1
99.9	Total new obligations	536	541	505

Employment Summary

Identification code 86-0335-0-1-999	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	2,239	2,341	2,109

**PROGRAM OFFICE SALARIES AND EXPENSES
PUBLIC AND INDIAN HOUSING**

For necessary salaries and expenses of the Office of Public and Indian Housing, \$220,299,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0337-0-1-604	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Personnel costs	153	153	159
0002 Benefits	41	42	44
0003 Recovery Act - Personnel costs	2	.....	.....
0004 Non-personnel expenses	6	6	17
0900 Total new obligations	202	201	220
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	3	.....	.....
1010 Unobligated balance transfer to other accts [86-0335]	-1	.....	.....
1050 Unobligated balance (total)	2	.....	.....
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	200	201	220
1121 Appropriations transferred from other accts [86-0334]	2	.....	.....
1160 Appropriation, discretionary (total)	202	201	220
1930 Total budgetary resources available	204	201	220
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-2	.....	.....
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	3	8	6
3010 Obligations incurred, unexpired accounts	202	201	220
3011 Obligations incurred, expired accounts	9	.....	.....
3020 Outlays (gross)	-198	-203	-222
3041 Recoveries of prior year unpaid obligations, expired	-8	.....	.....
3050 Unpaid obligations, end of year	8	6	4
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	3	8	6
3200 Obligated balance, end of year	8	6	4
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	202	201	220
Outlays, gross:			
4010 Outlays from new discretionary authority	192	199	217
4011 Outlays from discretionary balances	6	4	5
4020 Outlays, gross (total)	198	203	222
4180 Budget authority, net (total)	202	201	220
4190 Outlays, net (total)	198	203	222

This account provides funding for all salaries and expenses of the Office of Public and Indian Housing, including the Office of the Assistant Secretary. The Office's mission is to ensure safe, decent, and affordable housing for low-income families; create opportunities for residents' self-sufficiency and economic independence; reduce improper payments; and support mixed-income developments to replace distressed public housing.

Object Classification (in millions of dollars)

Identification code 86-0337-0-1-604	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	154	152	158
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	155	153	159
12.1 Civilian personnel benefits	41	42	44
21.0 Travel and transportation of persons	4	4	6
25.2 Other services from non-Federal sources	2	2	11
99.9 Total new obligations	202	201	220

Employment Summary

Identification code 86-0337-0-1-604	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	1,542	1,493	1,551

COMMUNITY PLANNING AND DEVELOPMENT

For necessary salaries and expenses of the Office of Community Planning and Development, \$109,740,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution as well as amounts from P.L. 113-2, the Disaster Relief Appropriations Act, 2013 (no language shown).

Program and Financing (in millions of dollars)

Identification code 86-0338-0-1-451	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Personnel costs	77	75	81
0002 Benefits	21	24	26
0003 Recovery Act - Personnel costs	4	.....	.....
0004 Disaster Supplemental - PS	2	1	1
0005 Disaster Supplemental - NPS .....	.....	3	1
0006 Non-personnel expenses .....	.....	2	3
0900 Total new obligations	104	105	112
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	6	3	9
1010 Unobligated balance transfer to other accts [86-0335]	-2	.....	.....
1011 Unobligated balance transfer from other accts [86-0344]	3	.....	.....
1050 Unobligated balance (total)	7	3	9
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	100	101	110
1121 Appropriations transferred from other accts [86-0334]	1	.....	.....
1121 Appropriations transferred from other accts [86-0340]	1	.....	.....
1121 Appropriations transferred from other accts [86-0162] .....	.....	10	.....
1160 Appropriation, discretionary (total)	102	111	110
1930 Total budgetary resources available	109	114	119
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-2	.....	.....
1941 Unexpired unobligated balance, end of year	3	9	7
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	2	3	5
3010 Obligations incurred, unexpired accounts	104	105	112
3011 Obligations incurred, expired accounts	3	.....	.....
3020 Outlays (gross)	-103	-103	-114

COMMUNITY PLANNING AND DEVELOPMENT—Continued
Program and Financing—Continued

Identification code 86-0338-0-1-451	2012 actual	2013 CR	2014 est.
3041 Recoveries of prior year unpaid obligations, expired	-3		
3050 Unpaid obligations, end of year	3	5	3
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	2	3	5
3200 Obligated balance, end of year	3	5	3
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	102	111	110
Outlays, gross:			
4010 Outlays from new discretionary authority	97	101	109
4011 Outlays from discretionary balances	6	2	5
4020 Outlays, gross (total)	103	103	114
4180 Budget authority, net (total)	102	111	110
4190 Outlays, net (total)	103	103	114

This account provides funding for all salaries and expenses of the Office of Community Planning and Development, including the Office of the Assistant Secretary. The Office provides funding to a broad array of state and local governments, non-profit and for-profit organizations to administer a wide range of housing, economic development, homeless assistance, infrastructure, disaster recovery, and other community development activities in urban and rural areas across the country. In partnership, the Office and its local funding recipients develop viable communities by providing decent housing, a suitable living environment, and expanded economic opportunities for low- and moderate-income persons.

Object Classification (in millions of dollars)

Identification code 86-0338-0-1-451	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	80	74	80
11.5 Other personnel compensation	1	2	2
11.9 Total personnel compensation	81	76	82
12.1 Civilian personnel benefits	21	24	26
21.0 Travel and transportation of persons	1	1	1
25.2 Other services from non-Federal sources	1	4	3
99.9 Total new obligations	104	105	112

Employment Summary

Identification code 86-0338-0-1-451	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	828	792	845

HOUSING

For necessary salaries and expenses of the Office of Housing, \$383,375,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0334-0-1-604	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Personnel costs	298	304	296
0002 Benefits	80	82	80
0003 Non-Personnel Service	7	8	7

0900 Total new obligations	385	394	383
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1		1	1
1010 Unobligated balance transfer to other accts [86-4586]	-3		
1012 Unobligated balance transfers between expired and unexpired accounts	3		
1050 Unobligated balance (total)		1	1
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	392	394	383
1120 Appropriations transferred to other accts [86-0337]	-2		
1120 Appropriations transferred to other accts [86-0338]	-1		
1120 Appropriations transferred to other accts [86-4586]	-1		
1120 Appropriations transferred to other accts [86-0339]	-1		
1160 Appropriation, discretionary (total)	387	394	383
1930 Total budgetary resources available	387	395	384
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	-1		
1941 Unexpired unobligated balance, end of year	1	1	1

Change in obligated balance:

Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	8	11	10
3010 Obligations incurred, unexpired accounts	385	394	383
3011 Obligations incurred, expired accounts	13		
3020 Outlays (gross)	-382	-395	-387
3041 Recoveries of prior year unpaid obligations, expired	-13		
3050 Unpaid obligations, end of year	11	10	6
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	8	11	10
3200 Obligated balance, end of year	11	10	6

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	387	394	383
Outlays, gross:			
4010 Outlays from new discretionary authority	375	389	378
4011 Outlays from discretionary balances	7	6	9
4020 Outlays, gross (total)	382	395	387
4180 Budget authority, net (total)	387	394	383
4190 Outlays, net (total)	382	395	387

This account provides funding for all salaries and expenses of the Office of Housing, including the Office of the Federal Housing Commissioner. The mission of the Office is to maintain and expand homeownership, rental housing and healthcare opportunities; stabilize credit markets in times of economic disruption; contribute to building and preserving healthy neighborhoods and communities; operate with a high degree of public and fiscal accountability; and recognize and value its customers, staff, constituents, and partners.

Object Classification (in millions of dollars)

Identification code 86-0334-0-1-604	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	296	302	294
11.5 Other personnel compensation	2	2	2
11.9 Total personnel compensation	298	304	296
12.1 Civilian personnel benefits	80	82	80
21.0 Travel and transportation of persons	3	4	3
25.2 Other services from non-Federal sources	4	4	4
99.9 Total new obligations	385	394	383

Employment Summary

Identification code 86-0334-0-1-604	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	3,142	3,155	3,020

OFFICE OF THE GOVERNMENT NATIONAL MORTGAGE ASSOCIATION PERSONNEL
COMPENSATION AND BENEFITS

Program and Financing (in millions of dollars)

Identification code 86-0336-0-1-371	2012 actual	2013 CR	2014 est.
Change in obligated balance:			
Unpaid obligations:			
3011 Obligations incurred, expired accounts	1		
3041 Recoveries of prior year unpaid obligations, expired	-1		

The 2012 Appropriations Act eliminated the Personnel Compensation and Benefits account for the Office of Government National Mortgage Association (GNMA) and approved funding for GNMA salaries and expenses under the "Guarantees of Mortgage-backed Securities Loan Guarantee Program" account, as requested. This funding structure allows GNMA to maintain sufficient staffing, to strengthen risk management and oversight, and to move in-house some functions performed by contractors.

POLICY DEVELOPMENT AND RESEARCH

For necessary salaries and expenses of the Office of Policy Development and Research, \$21,687,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0339-0-1-451	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Personnel costs	16	16	16
0002 Benefits	4	4	4
0003 Non-personnel expenses	2	2	2
0900 Total new obligations	22	22	22
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	22	22	22
1120 Appropriations transferred to other accts [86-4586]	-1		
1121 Appropriations transferred from other accts [86-0334]	1		
1160 Appropriation, discretionary (total)	22	22	22
1930 Total budgetary resources available	22	22	22
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1		1	
3010 Obligations incurred, unexpired accounts	22	22	22
3011 Obligations incurred, expired accounts	1		
3020 Outlays (gross)	-21	-23	-22
3041 Recoveries of prior year unpaid obligations, expired	-1		
3050 Unpaid obligations, end of year	1		
Memorandum (non-add) entries:			
3100 Obligated balance, start of year		1	
3200 Obligated balance, end of year	1		
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	22	22	22
Outlays, gross:			
4010 Outlays from new discretionary authority	21	22	22
4011 Outlays from discretionary balances		1	
4020 Outlays, gross (total)	21	23	22
4180 Budget authority, net (total)	22	22	22
4190 Outlays, net (total)	21	23	22

This account provides funding for all salaries and expenses of the Office of Policy Development and Research, including the Office of the Assistant Secretary. The Office is responsible for

conducting research on priority housing and community development issues and maintaining current information on housing needs, market conditions, and existing programs. The Office also provides reliable and objective data, technical and statistical sampling support, and analysis to help inform policy decisions.

Object Classification (in millions of dollars)

Identification code 86-0339-0-1-451	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	16	16	16
12.1 Civilian personnel benefits	4	4	4
25.2 Other services from non-Federal sources	2	2	2
99.9 Total new obligations	22	22	22

Employment Summary

Identification code 86-0339-0-1-451	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	147	147	145

FAIR HOUSING AND EQUAL OPPORTUNITY

For necessary salaries and expenses of the Office of Fair Housing and Equal Opportunity, \$76,504,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0340-0-1-751	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Personnel costs	55	57	60
0002 Benefits	14	14	15
0003 Non-personnel expenses	2	2	2
0900 Total new obligations	71	73	77
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1		1	1
1010 Unobligated balance transfer to other accts [86-4586]	-1		
1012 Unobligated balance transfers between expired and unexpired accounts	1		
1050 Unobligated balance (total)		1	1
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	73	73	77
1120 Appropriations transferred to other accts [86-0338]	-1		
1160 Appropriation, discretionary (total)	72	73	77
1930 Total budgetary resources available	72	74	78
Memorandum (non-add) entries:			
1941 Unexpired unobligated balance, end of year	1	1	1
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	2	2	1
3010 Obligations incurred, unexpired accounts	71	73	77
3011 Obligations incurred, expired accounts	3		
3020 Outlays (gross)	-71	-74	-78
3041 Recoveries of prior year unpaid obligations, expired	-3		
3050 Unpaid obligations, end of year	2	1	
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	2	2	1
3200 Obligated balance, end of year	2	1	

Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	72	73	77
Outlays, gross:			
4010 Outlays from new discretionary authority	70	72	76

FAIR HOUSING AND EQUAL OPPORTUNITY—Continued
Program and Financing—Continued

Identification code 86-0340-0-1-751	2012 actual	2013 CR	2014 est.
4011 Outlays from discretionary balances	1	2	2
4020 Outlays, gross (total)	71	74	78
4180 Budget authority, net (total)	72	73	77
4190 Outlays, net (total)	71	74	78

This account provides funding for all salaries and expenses of the Office of Fair Housing and Equal Opportunity, including the Office of the Assistant Secretary. The Office administers and enforces the Fair Housing Act and other civil rights laws and establishes policies to ensure all Americans have equal access to the housing of their choice.

Object Classification (in millions of dollars)

Identification code 86-0340-0-1-751	2012 actual	2013 CR	2014 est.
Direct obligations:			
Personnel compensation:			
11.1 Full-time permanent	54	56	59
11.5 Other personnel compensation	1	1	1
11.9 Total personnel compensation	55	57	60
12.1 Civilian personnel benefits	14	14	15
21.0 Travel and transportation of persons	1	1	1
25.2 Other services from non-Federal sources	1	1	1
99.9 Total new obligations	71	73	77

Employment Summary

Identification code 86-0340-0-1-751	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	583	573	595

OFFICE OF HEALTHY HOMES AND LEAD HAZARD CONTROL

For necessary salaries and expenses of the Office of Healthy Homes and Lead Hazard Control, \$7,642,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86-0341-0-1-451	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Personnel costs	6	6	7
0002 Benefits	1	1	1
0900 Total new obligations	7	7	8
Budgetary Resources:			
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	7	7	8
1160 Appropriation, discretionary (total)	7	7	8
1930 Total budgetary resources available	7	7	8

Change in obligated balance:

Unpaid obligations:			
3010 Obligations incurred, unexpired accounts	7	7	8
3020 Outlays (gross)	-7	-7	-8

Budget authority and outlays, net:

Discretionary:			
4000 Budget authority, gross	7	7	8
Outlays, gross:			
4010 Outlays from new discretionary authority	7	7	8
4180 Budget authority, net (total)	7	7	8

4190 Outlays, net (total)	7	7	8
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This account provides funding for all salaries and expenses of the Office of Healthy Homes and Lead Hazard Control. The Office seeks to eliminate lead-based paint hazards in America's privately-owned and low-income housing and to lead the nation in addressing other housing-related health hazards that threaten vulnerable residents.

Object Classification (in millions of dollars)

Identification code 86-0341-0-1-451	2012 actual	2013 CR	2014 est.
Direct obligations:			
11.1 Personnel compensation: Full-time permanent	6	6	7
12.1 Civilian personnel benefits	1	1	1
99.9 Total new obligations	7	7	8

Employment Summary

Identification code 86-0341-0-1-451	2012 actual	2013 CR	2014 est.
1001 Direct civilian full-time equivalent employment	57	56	59

EXECUTIVE DIRECTION

Program and Financing (in millions of dollars)

Identification code 86-0333-0-1-604	2012 actual	2013 CR	2014 est.
Budgetary Resources:			
Unobligated balance:			
1010 Unobligated balance transfer to other accts [86-4586]	-2		
1012 Unobligated balance transfers between expired and unexpired accounts	2		
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	1		
3011 Obligations incurred, expired accounts	1		
3020 Outlays (gross)	-1		
3041 Recoveries of prior year unpaid obligations, expired	-1		
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	1		
Budget authority and outlays, net:			
Discretionary:			
Outlays, gross:			
4011 Outlays from discretionary balances	1		
4190 Outlays, net (total)	1		

The Executive Direction account previously supported the salaries and expenses of various high level management offices including the immediate offices of the Secretary and Deputy Secretary, and offices of Assistant Secretaries. The 2012 Appropriations Act eliminated this account and funded these offices under administrative and program office accounts.

SALARIES AND EXPENSES

Program and Financing (in millions of dollars)

Identification code 86-0143-0-1-999	2012 actual	2013 CR	2014 est.
Direct program:			
0001 PL 109-234	2	1	1
0801 Gulf Coast Disaster related activities		1	1
0802 Sandy Task Force		6	2
0899 Total reimbursable obligations		7	3
0900 Total new obligations	2	8	4

Budgetary Resources:

Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	6	9	9
Budget authority:				
Spending authority from offsetting collections, discretionary:				
1700	Collected	5	8	
1750	Spending auth from offsetting collections, disc (total)	5	8	
1900	Budget authority (total)	5	8	
1930	Total budgetary resources available	11	17	9
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	9	9	5

Change in obligated balance:

Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	6		
3010	Obligations incurred, unexpired accounts	2	8	4
3011	Obligations incurred, expired accounts	1		
3020	Outlays (gross)	-3	-8	-4
3041	Recoveries of prior year unpaid obligations, expired	-6		
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	6		

Budget authority and outlays, net:

Discretionary:				
4000	Budget authority, gross	5	8	
Outlays, gross:				
4010	Outlays from new discretionary authority		6	
4011	Outlays from discretionary balances	3	2	4
4020	Outlays, gross (total)	3	8	4
Offsets against gross budget authority and outlays:				
Offsetting collections (collected) from:				
4030	Federal sources	-5	-8	
4190	Outlays, net (total)	-2		4

Beginning with the passage of the Consolidated Appropriations Act, 2008, this account no longer receives annual appropriations for Departmental administrative expenses. Instead, salary and expense funds are distributed across multiple accounts, achieving greater transparency and accountability within the Department. Resources in this account reflect prior-year appropriations, as well as funds for disaster-related administrative expenses and certain interagency agreements.

Object Classification (in millions of dollars)

Identification code 86-0143-0-1-999	2012 actual	2013 CR	2014 est.
25.3 Direct obligations: Other goods and services from Federal sources	2	1	1
99.0 Reimbursable obligations		7	3
99.9 Total new obligations	2	8	4

OFFICE OF INSPECTOR GENERAL

For necessary salaries and expenses of the Office of Inspector General in carrying out the Inspector General Act of 1978, as amended, \$127,672,000.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112-175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution as well as amounts from P.L. 113-2, the Disaster Relief Appropriations Act, 2013 (no language shown).

Program and Financing (in millions of dollars)

Identification code 86-0189-0-1-451	2012 actual	2013 CR	2014 est.	
Obligations by program activity:				
0001	0IG Salaries and Expenses	124	125	128
0002	Gulf States Disaster related activities	2	1	
0003	Recovery Act related activities	4	3	
0004	Hurricane Sandy and Other Disaster related activities		1	2
0900	Total new obligations	130	130	130

Budgetary Resources:

Unobligated balance:				
1000	Unobligated balance brought forward, Oct 1	10	4	9
Budget authority:				
Appropriations, discretionary:				
1100	Appropriation	124	125	128
1121	Appropriations transferred from other accts [86-0162]		10	
1160	Appropriation, discretionary (total)	124	135	128
1930	Total budgetary resources available	134	139	137
Memorandum (non-add) entries:				
1941	Unexpired unobligated balance, end of year	4	9	7

Change in obligated balance:

Unpaid obligations:				
3000	Unpaid obligations, brought forward, Oct 1	17	17	26
3010	Obligations incurred, unexpired accounts	130	130	130
3011	Obligations incurred, expired accounts	5		
3020	Outlays (gross)	-129	-121	-134
3041	Recoveries of prior year unpaid obligations, expired	-6		
3050	Unpaid obligations, end of year	17	26	22
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	17	17	26
3200	Obligated balance, end of year	17	26	22

Budget authority and outlays, net:

Discretionary:				
4000	Budget authority, gross	124	135	128
Outlays, gross:				
4010	Outlays from new discretionary authority	109	105	106
4011	Outlays from discretionary balances	20	16	28
4020	Outlays, gross (total)	129	121	134
4180	Budget authority, net (total)	124	135	128
4190	Outlays, net (total)	129	121	134

The Office of the Inspector General (OIG) provides independent and objective reviews of the integrity, efficiency and effectiveness of Departmental programs and operations. Through various activities, the OIG seeks to promote efficiency and effectiveness in programs and operations, detect and deter fraud and abuse, investigate allegations of misconduct by HUD employees, and review and make recommendations regarding existing and proposed legislation and regulations affecting HUD. The Budget includes \$127.6 million to support agency-wide audit and investigative functions.

Object Classification (in millions of dollars)

Identification code 86-0189-0-1-451	2012 actual	2013 CR	2014 est.	
Direct obligations:				
Personnel compensation:				
11.1	Full-time permanent	72	81	81
11.5	Other personnel compensation	1	1	
11.9	Total personnel compensation	73	82	81
12.1	Civilian personnel benefits	24	20	21
21.0	Travel and transportation of persons	5	5	5
23.1	Rental payments to GSA	9	9	9
25.2	Other services from non-Federal sources	18	13	14
26.0	Supplies and materials		1	
31.0	Equipment	1		
99.9	Total new obligations	130	130	130

Employment Summary

Identification code 86-0189-0-1-451	2012 actual	2013 CR	2014 est.	
1001	Direct civilian full-time equivalent employment	660	665	665

[WORKING CAPITAL FUND] INFORMATION TECHNOLOGY PORTFOLIO

For the development of, modifications to, and infrastructure for Department-wide and program-specific information technology systems, for the continuing operation and maintenance of both Department-wide and program-specific information systems, and for program-related mainten-

INFORMATION TECHNOLOGY PORTFOLIO—Continued

ance activities, \$285,100,000, to remain available until September 30, 2015.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86–4586–0–4–451	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Information Technology Expenses	240	267	275
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	63	110	44
1011 Unobligated balance transfer from other accts [86–0333]	2		
1011 Unobligated balance transfer from other accts [86–0334]	3		
1011 Unobligated balance transfer from other accts [86–0340]	1		
1011 Unobligated balance transfer from other accts [86–0344]	5		
1021 Recoveries of prior year unpaid obligations	1	1	1
1050 Unobligated balance (total)	75	111	45
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	199	200	285
1121 Appropriations transferred from other accts [86–0183]	72		
1121 Appropriations transferred from other accts [86–0334]	1		
1121 Appropriations transferred from other accts [86–0335]	4		
1121 Appropriations transferred from other accts [86–0339]	1		
1160 Appropriation, discretionary (total)	277	200	285
Spending authority from offsetting collections, discretionary:			
1701 Change in uncollected payments, Federal sources	–1		
1750 Spending auth from offsetting collections, disc (total)	–1		
1900 Budget authority (total)	276	200	285
1930 Total budgetary resources available	351	311	330
Memorandum (non-add) entries:			
1940 Unobligated balance expiring	–1		
1941 Unexpired unobligated balance, end of year	110	44	55
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1	204	210	160
3010 Obligations incurred, unexpired accounts	240	267	275
3020 Outlays (gross)	–232	–316	–324
3040 Recoveries of prior year unpaid obligations, unexpired	–1	–1	–1
3041 Recoveries of prior year unpaid obligations, expired	–1		
3050 Unpaid obligations, end of year	210	160	110
Uncollected payments:			
3060 Uncollected pymts, Fed sources, brought forward, Oct 1	–2	–1	–1
3070 Change in uncollected pymts, Fed sources, unexpired	1		
3090 Uncollected pymts, Fed sources, end of year	–1	–1	–1
Memorandum (non-add) entries:			
3100 Obligated balance, start of year	202	209	159
3200 Obligated balance, end of year	209	159	109
Budget authority and outlays, net:			
Discretionary:			
4000 Budget authority, gross	276	200	285
Outlays, gross:			
4010 Outlays from new discretionary authority	36	150	214
4011 Outlays from discretionary balances	196	166	110
4020 Outlays, gross (total)	232	316	324
Additional offsets against gross budget authority only:			
4050 Change in uncollected pymts, Fed sources, unexpired	1		
4180 Budget authority, net (total)	277	200	285
4190 Outlays, net (total)	232	316	324

The Information Technology Portfolio (formerly the Working Capital Fund) funds the information technology (IT) systems that support Departmental programs and operations, including FHA Mortgage Insurance, housing assistance, grant and disaster relief programs, as well as core financial and general operations. The Budget provides \$285.1 million for the development, modernization, enhancement, operation and maintenance of HUD's IT infrastructure and systems. The Budget renames the Working

Capital Fund to more accurately describe the account, and consolidates all IT funding within the IT Portfolio to align to the integrated IT investment strategy and governance processes that HUD has instituted in recent years.

Object Classification (in millions of dollars)

Identification code 86–4586–0–4–451	2012 actual	2013 CR	2014 est.
Direct obligations:			
23.3 Communications, utilities, and miscellaneous charges	148	177	183
25.3 Other goods and services from Federal sources	2	1	1
25.7 Operation and maintenance of equipment	89	86	88
31.0 Equipment	1	3	3
99.9 Total new obligations	240	267	275

TRANSFORMATION INITIATIVE

(INCLUDING TRANSFER OF FUNDS)

Of the amounts made available in this Act under each of the following headings under this title, the Secretary may transfer to, and merge with, this account up to 0.5 percent from each such account, and such transferred amounts shall be available until September 30, 2016, for (1) research, evaluation, and program metrics; (2) program demonstrations; and (3) technical assistance and capacity building: "Capacity Building", "Choice Neighborhoods Initiative", "Community Development Fund", "Fair Housing Activities", "Family Self-Sufficiency", "HOME Investment Partnerships Program", "Homeless Assistance Grants", "Housing Counseling Assistance", "Housing for Persons with Disabilities", "Housing for the Elderly", "Housing Opportunities for Persons with AIDS", "Lead Hazard Reduction", "Mutual Mortgage Insurance Program Account", "Native American Housing Block Grants", "Native Hawaiian Housing Block Grant", "Payment to the Manufactured Housing Fees Trust Fund", "Project-Based Rental Assistance", "Public Housing Capital Fund", "Public Housing Operating Fund", "Rental Assistance Demonstration", "Rental Housing Assistance", and "Tenant-Based Rental Assistance": Provided, That any such amounts, or portion thereof, transferred to this account, may be transferred back to be merged with any such other account and to be available for the same purpose and same time period as provided under this Act: Provided further, That with respect to amounts made available under this heading, notwithstanding section 204 of this title, the Secretary may enter into cooperative agreements funded with philanthropic entities, other Federal agencies, or State or local governments and their agencies for projects: Provided further, That with respect to the previous proviso, such partners to the cooperative agreements must contribute at least a 50 percent match toward the cost of the project.

Note.—A full-year 2013 appropriation for this account was not enacted at the time the budget was prepared; therefore, the budget assumes this account is operating under the Continuing Appropriations Resolution, 2013 (P.L. 112–175). The amounts included for 2013 reflect the annualized level provided by the continuing resolution.

Program and Financing (in millions of dollars)

Identification code 86–0402–0–1–451	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 TI Research and Demonstrations	38	19	12
0002 TI Technical Assistance and Capacity Building	60	33	28
0003 TI Information Technology	108	71	
0004 Combat Mortgage Fraud	2	1	
0900 Total new obligations (object class 25.2)	208	124	40
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	278	126	52
1021 Recoveries of prior year unpaid obligations	9		
1050 Unobligated balance (total)	287	126	52
Budget authority:			
Appropriations, discretionary:			
1100 Appropriation	50	50	
1121 Appropriations transferred from other accts [86–0162]			15
1121 Appropriations transferred from other accts [86–0205]			5

1121	Appropriations transferred from other accts [86-0308]			2
1121	Appropriations transferred from other accts [86-0163]			8
1121	Appropriations transferred from other accts [86-0320]			2
1121	Appropriations transferred from other accts [86-0237]			1
1121	Appropriations transferred from other accts [86-0273]			1
1121	Appropriations transferred from other accts [86-0174]			1
1121	Appropriations transferred from other accts [86-0303]			15
1121	Appropriations transferred from other accts [86-0304]			10
1121	Appropriations transferred from other accts [86-0313]			3
1121	Appropriations transferred from other accts [86-0349]			2
1121	Appropriations transferred from other accts [86-0302]			15
1121	Appropriations transferred from other accts [86-0183]			1
1160	Appropriation, discretionary (total)	50	50	80
1930	Total budgetary resources available	337	176	132
Memorandum (non-add) entries:				
1940	Unobligated balance expiring	-3		
1941	Unexpired unobligated balance, end of year	126	52	92

Change in obligated balance:

Unpaid obligations:

3000	Unpaid obligations, brought forward, Oct 1	106	210	233
3010	Obligations incurred, unexpired accounts	208	124	40
3020	Outlays (gross)	-95	-101	-103
3040	Recoveries of prior year unpaid obligations, unexpired	-9		
3050	Unpaid obligations, end of year	210	233	170
Memorandum (non-add) entries:				
3100	Obligated balance, start of year	106	210	233
3200	Obligated balance, end of year	210	233	170

Budget authority and outlays, net:

Discretionary:

4000	Budget authority, gross	50	50	80
Outlays, gross:				
4010	Outlays from new discretionary authority		1	1
4011	Outlays from discretionary balances	95	100	102
4020	Outlays, gross (total)	95	101	103
4180	Budget authority, net (total)	50	50	80
4190	Outlays, net (total)	95	101	103

Initiated in 2010, the Transformation Initiative (TI) is an ongoing effort aimed at increasing the effectiveness of program and service delivery, facilitating an evidence-based approach to improving program outcomes, and enabling innovative approaches to address the nation's housing and urban development problems. The 2014 Budget proposes TI transfers up to a maximum of 0.5 percent per program or \$15 million, whichever is less, and approximately \$80 million in total. The Budget proposes to use these funds for three complementary purposes: (1) research, evaluation and program metrics, (2) program demonstrations, and (3) technical assistance and capacity building.

Through an extensive consultation and prioritization process, HUD's Office of Policy Development and Research (PD&R) has developed the "Research Roadmap 2014–2018," which identifies research and evaluation priorities that will set HUD on a path to address the most pressing housing and urban development challenges. The TI provides a predictable stream of funding for these high quality research and evaluation projects and program demonstrations that will inform sound policymaking. The TI supplements HUD's Research and Technology appropriations, which are mainly dedicated to funding housing data, such as the American Housing Survey.

The TI also enables HUD to design and execute a series of major research demonstrations that rigorously test new program innovations. Demonstrations can be used to explore fundamental questions about housing market dynamics and their impact on economic, social and environmental objectives. The demonstrations will improve programs, help State and local governments, non-profits, and for profit organizations to develop more effective strategies for housing and community and economic development, and improve the delivery and reduce the cost of public services.

Traditionally, HUD has delivered program-oriented technical assistance to ensure that HUD grantees are fully aware of the rules governing the disparate programs. While awareness of rules

is necessary, effective responses to urban and housing challenges increasingly require coordination and awareness of diverse areas of knowledge: housing finance as well as land use, energy efficiency as well as healthy homes, community development as well as transportation planning, and accessibility as well as job creation. The TI enables HUD to develop enhanced and focused support to deliver cross-program technical assistance for States, local governments, and other HUD grantees for integrated management and planning across programs and jurisdictions, including improved use of data to drive decision-making and results. In 2014, HUD will strengthen its focus on using TI to deliver comprehensive capacity building to help distressed communities position themselves for revitalization and economic growth.

The following table illustrates the *maximum* and *estimated* transfers from HUD's programs into the Transformation Initiative account in 2014.

Program Name (amounts in thousands)	Treasury Account	2014 Maximum Transfer	2014 Estimated Transfer
Capacity Building	86-0405	100	100
Choice Neighborhoods	86-0349	2,000	2,000
Community Development Fund	86-0162	15,716	15,000
Fair Housing Activities	86-0144	355	355
Family Self Sufficiency	86-0350	375	375
HOME Investment Partnerships Program	86-0205	4,750	4,750
Homeless Assistance Grants	86-0192	11,905	0
Housing Counseling Assistance	86-0156	275	275
Housing for Persons with Disabilities	86-0237	630	630
Housing for the Elderly	86-0320	2,000	2,000
Housing Opportunities for Persons with AIDS	86-0308	1,660	1,660
Lead Hazard Reduction	86-0174	600	600
Mutual Mortgage Insurance Program Account	86-0183	635	635
Native American Housing Block Grants	86-0313	3,250	3,250
Native Hawaiian Housing Block Grants	86-0235	65	65
Payment to the Manufactured Housing Fees Trust Fund	86-0234	5	5
Project-Based Rental Assistance	86-0303	51,360	15,000
Public Housing Capital Fund	86-0304	10,000	10,000
Public Housing Operating Fund	86-0163	23,000	8,162
Rental Assistance Demonstration	86-0406	50	50
Rental Housing Assistance	86-0148	88	88
Tenant-Based Rental Assistance	86-0302	99,946	15,000
Transfer Total		228,764 ¹	80,000 ²

¹Amount represents maximum TI transfers in 2014 - 0.5% of program funding.

²Amount represents estimated TI transfers based on the 2014 Budget priorities and program requirements. Estimated TI transfers from CDF, HAG, PBRA, Operating Fund, and TBRA are less than the maximum.

Trust Funds

GIFTS AND BEQUESTS

Program and Financing (in millions of dollars)

Identification code 86-8093-0-7-451	2012 actual	2013 CR	2014 est.
Obligations by program activity:			
0001 Gifts and bequests	3		
0900 Total new obligations (object class 41.0)	3		
Budgetary Resources:			
Unobligated balance:			
1000 Unobligated balance brought forward, Oct 1	3		
1930 Total budgetary resources available	3		
Change in obligated balance:			
Unpaid obligations:			
3000 Unpaid obligations, brought forward, Oct 1		3	2
3010 Obligations incurred, unexpired accounts	3		
3020 Outlays (gross)		-1	-1
3050 Unpaid obligations, end of year	3	2	1
Memorandum (non-add) entries:			
3100 Obligated balance, start of year		3	2
3200 Obligated balance, end of year	3	2	1

GIFTS AND BEQUESTS—Continued
Program and Financing—Continued

Identification code 86-8093-0-7-451	2012 actual	2013 CR	2014 est.
Budget authority and outlays, net:			
Mandatory:			
Outlays, gross:			
4101 Outlays from mandatory balances		1	1
4190 Outlays, net (total)		1	1

GENERAL FUND RECEIPT ACCOUNTS

(in millions of dollars)

	2012 actual	2013 CR	2014 est.
Offsetting receipts from the public:			
86-271910 FHA-general and Special Risk, Negative Subsidies	395	890	885
86-271930 FHA-general and Special Risk, Downward Reestimates of Subsidies	2,216	529	
86-274330 Indian Housing Loan Guarantees, Downward Reestimates of Subsidies	1	12	
86-276230 Title VI Indian Loan Guarantee Downward Reestimate	3	3	
86-277330 Community Development Loan Guarantees, Downward Reestimates	10	3	
86-279930 Native Hawaiian Housing Loan Guarantees, Downward Reestimates of Subsidies		1	
86-322000 All Other General Fund Proprietary Receipts Including Budget Clearing Accounts	34	12	12
General Fund Offsetting receipts from the public	2,659	1,450	897
Intragovernmental payments:			
86-388510 Undistributed Intragovernmental Payments	23	7	7
General Fund Intragovernmental payments	23	7	7

GENERAL PROVISIONS—DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

(INCLUDING CANCELLATION AND TRANSFER OF FUNDS)

SEC. 201. Fifty percent of the amounts of budget authority, or in lieu thereof 50 percent of the cash amounts associated with such budget authority, that are recaptured from projects described in section 1012(a) of the Stewart B. McKinney Homeless Assistance Amendments Act of 1988 (42 U.S.C. 1437 note) shall be cancelled or in the case of cash, shall be remitted to the Treasury, and such amounts of budget authority or cash recaptured and not cancelled or remitted to the Treasury shall be used by State housing finance agencies or local governments or local housing agencies with projects approved by the Secretary of Housing and Urban Development for which settlement occurred after January 1, 1992, in accordance with such section. Notwithstanding the previous sentence, the Secretary may award up to 15 percent of the budget authority or cash recaptured and not cancelled or remitted to the Treasury to provide project owners with incentives to refinance their project at a lower interest rate.

SEC. 202. None of the amounts made available under this Act may be used during fiscal year 2014 to investigate or prosecute under the Fair Housing Act any otherwise lawful activity engaged in by one or more persons, including the filing or maintaining of a nonfrivolous legal action, that is engaged in solely for the purpose of achieving or preventing action by a Government official or entity, or a court of competent jurisdiction.

SEC. 203. Sections 203 and 209 of division C of Public Law 112-55 (125 Stat. 693-694) shall apply during fiscal year 2014 as if such sections were included in this title, except that during such fiscal year such sections shall be applied by substituting fiscal year 2014 for fiscal year 2011 and fiscal year 2012, each place such terms appear.

SEC. 204. Except as explicitly provided in law, any grant, cooperative agreement or other assistance made pursuant to title II of this Act shall be made on a competitive basis and in accordance with section 102 of the Department of Housing and Urban Development Reform Act of 1989 (42 U.S.C. 3545).

SEC. 205. Funds of the Department of Housing and Urban Development subject to the Government Corporation Control Act or section 402 of the

Housing Act of 1950 shall be available, without regard to the limitations on administrative expenses, for legal services on a contract or fee basis, and for utilizing and making payment for services and facilities of the Federal National Mortgage Association, Government National Mortgage Association, Federal Home Loan Mortgage Corporation, Federal Financing Bank, Federal Reserve banks or any member thereof, Federal Home Loan banks, and any insured bank within the meaning of the Federal Deposit Insurance Corporation Act, as amended (12 U.S.C. 1811-1).

SEC. 206. Corporations and agencies of the Department of Housing and Urban Development which are subject to the Government Corporation Control Act are hereby authorized to make such expenditures, within the limits of funds and borrowing authority available to each such corporation or agency and in accordance with law, and to make such contracts and commitments without regard to fiscal year limitations as provided by section 104 of such Act as may be necessary in carrying out the programs set forth in the budget for 2014 for such corporation or agency except as hereinafter provided: Provided, That collections of these corporations and agencies may be used for new loan or mortgage purchase commitments only to the extent expressly provided for in this Act (unless such loans are in support of other forms of assistance provided for in this or prior appropriations Acts), except that this proviso shall not apply to the mortgage insurance or guaranty operations of these corporations, or where loans or mortgage purchases are necessary to protect the financial interest of the United States Government.

SEC. 207. The Secretary of Housing and Urban Development shall provide quarterly reports to the House and Senate Committees on Appropriations regarding all uncommitted, unobligated, recaptured and excess funds in each program and activity within the jurisdiction of the Department.

SEC. 208. A public housing agency or such other entity that administers Federal housing assistance for the Housing Authority of the county of Los Angeles, California, the States of Alaska, Iowa, and Mississippi shall not be required to include a resident of public housing or a recipient of assistance provided under section 8 of the United States Housing Act of 1937 on the board of directors or a similar governing board of such agency or entity as required under section (2)(b) of such Act. Each public housing agency or other entity that administers Federal housing assistance under section 8 for the Housing Authority of the county of Los Angeles, California and the States of Alaska, Iowa and Mississippi that chooses not to include a resident of public housing or a recipient of section 8 assistance on the board of directors or a similar governing board shall establish an advisory board of not less than six residents of public housing or recipients of section 8 assistance to provide advice and comment to the public housing agency or other administering entity on issues related to public housing and section 8. Such advisory board shall meet not less than quarterly.

SEC. 209. (a) Notwithstanding any other provision of law, subject to the conditions listed in subsections (c) and (e), for fiscal years 2014 and 2015, the Secretary of Housing and Urban Development may authorize the transfer of some or all project-based assistance, debt held or insured by the Secretary, and statutorily required low-income and very low-income use restrictions if any, associated with one or more multifamily housing project to another multifamily housing project or projects.

(b) PHASED TRANSFERS.—Transfers of project-based assistance under this section may be done in phases to accommodate the financing and other requirements related to rehabilitating or constructing the project or projects to which the assistance is transferred, to ensure that such project or projects meet the standards under section (c).

(c) The transfer authorized in subsection (a) is subject to the following conditions:

(1) NUMBER AND BEDROOM SIZE OF UNITS.—

(A) For occupied units in the transferring project: the number of low-income and very low-income units and the configuration (i.e. bedroom size) provided by the transferring project shall be no less than when transferred to the receiving project or projects and the net dollar amount of Federal assistance provided to the transferring project shall remain the same in the receiving project or projects.

(B) For unoccupied units in the transferring project: the Secretary may authorize a reduction in the number of dwelling units in the receiving project or projects to allow for a reconfiguration of bedroom sizes to meet current market demands, as determined by the Secretary and provided there is no increase in the project-based assistance budget authority.

(2) The transferring project shall, as determined by the Secretary, be either physically obsolete or economically nonviable.

(3) The receiving project or projects shall meet or exceed applicable physical standards established by the Secretary.

(4) The owner or mortgagor of the transferring project shall notify and consult with the tenants residing in the transferring project and provide a certification of approval by all appropriate local governmental officials.

(5) The tenants of the transferring project who remain eligible for assistance to be provided by the receiving project or projects shall not be required to vacate their units in the transferring project or projects until new units in the receiving project are available for occupancy.

(6) The Secretary determines that this transfer is in the best interest of the tenants.

(7) If either the transferring project or the receiving project or projects meets the condition specified in subsection (d)(2)(A), any lien on the receiving project resulting from additional financing obtained by the owner shall be subordinate to any FHA-insured mortgage lien transferred to, or placed on, such project by the Secretary, except that the Secretary may waive this requirement upon determination that such a waiver is necessary to facilitate the financing of acquisition, construction, and/or rehabilitation of the receiving project or projects.

(8) If the transferring project meets the requirements of subsection (d)(2)(F), the owner or mortgagor of the receiving project or projects shall execute and record either a continuation of the existing use agreement or a new use agreement for the project where, in either case, any use restrictions in such agreement are of no lesser duration than the existing use restrictions.

(9) The transfer does not increase the cost (as defined in section 502 of the Congressional Budget Act of 1974, as amended) of any FHA-insured mortgage, except to the extent that appropriations are provided in advance for the amount of any such increased cost.

(d) For purposes of this section—

(1) the terms "low-income" and "very low-income" shall have the meanings provided by the statute and/or regulations governing the program under which the project is insured or assisted;

(2) the term "multifamily housing project" means housing that meets one of the following conditions—

(A) housing that is subject to a mortgage insured under the National Housing Act;

(B) housing that has project-based assistance attached to the structure including projects undergoing mark to market debt restructuring under the Multifamily Assisted Housing Reform and Affordability Housing Act;

(C) housing that is assisted under section 202 of the Housing Act of 1959 as amended by section 801 of the Cranston-Gonzales National Affordable Housing Act;

(D) housing that is assisted under section 202 of the Housing Act of 1959, as such section existed before the enactment of the Cranston-Gonzales National Affordable Housing Act;

(E) housing that is assisted under section 811 of the Cranston-Gonzales National Affordable Housing Act; or

(F) housing or vacant land that is subject to a use agreement;

(3) the term "project-based assistance" means—

(A) assistance provided under section 8(b) of the United States Housing Act of 1937;

(B) assistance for housing constructed or substantially rehabilitated pursuant to assistance provided under section 8(b)(2) of such Act (as such section existed immediately before October 1, 1983);

(C) rent supplement payments under section 101 of the Housing and Urban Development Act of 1965;

(D) interest reduction payments under section 236 and/or additional assistance payments under section 236(f)(2) of the National Housing Act;

(E) assistance payments made under section 202(c)(2) of the Housing Act of 1959; and

(F) assistance payments made under section 811(d)(2) of the Cranston-Gonzales National Affordable Housing Act;

(4) the term "receiving project or projects" means the multifamily housing project or projects to which some or all of the project-based assistance, debt, and statutorily required low-income and very low-income use restrictions are to be transferred;

(5) the term "transferring project" means the multifamily housing project which is transferring some or all of the project-based assistance, debt and the statutorily required low-income and very low-income use restrictions to the receiving project or projects; and

(6) the term "Secretary" means the Secretary of Housing and Urban Development.

(e) Public Notice and Research Report.—

(1) The Secretary shall publish by notice in the Federal Register the terms and conditions, including criteria for HUD approval, of transfers pursuant to this section no later than 30 days before the effective date of such notice.

(2) The Secretary shall conduct an evaluation of the transfer authority under this section, including the effect of such transfers on the operational efficiency, contract rents, physical and financial conditions, and long-term preservation of the affected properties.

SEC. 210. Section 255(g) of the National Housing Act (12 U.S.C. 1715z-20(g)) is amended by striking the sentence beginning "The aggregate number of mortgages".

SEC. 211. During fiscal year 2014, in the provision of rental assistance under section 8(o) of the United States Housing Act of 1937 (42 U.S.C. 1437f(o)) in connection with a program to demonstrate the economy and effectiveness of providing such assistance for use in assisted living facilities that is carried out in the counties of the State of Michigan notwithstanding paragraphs (3) and (18)(B)(iii) of such section 8(o), a family residing in an assisted living facility in any such county, on behalf of which a public housing agency provides assistance pursuant to section 8(o)(18) of such Act, may be required, at the time the family initially receives such assistance, to pay rent in an amount exceeding 40 percent of the monthly adjusted income of the family by such a percentage or amount as the Secretary of Housing and Urban Development determines to be appropriate.

SEC. 212. The commitment authority funded by fees as provided under the subheading "Program Account" under the heading "Community Development Loan Guarantees" may be used to guarantee, or make commitments to guarantee, notes, or other obligations issued by any State on behalf of non-entitlement communities in the State in accordance with the requirements of section 108 of the Housing and Community Development Act of 1974: Provided, That any State receiving such a guarantee or commitment shall distribute all funds subject to such guarantee to the units of general local government in non-entitlement areas that received the commitment.

SEC. 213. No official or employee of the Department of Housing and Urban Development shall be designated as an allotment holder unless the Office of the Chief Financial Officer has determined that such allotment holder has implemented an adequate system of funds control and has received training in funds control procedures and directives. The Chief Financial Officer shall ensure that there is a trained allotment holder for each HUD office under the accounts "Executive Offices" and "Administrative Support Offices," as well as each account receiving appropriations for "Program Office Salaries and Expenses" within the Department of Housing and Urban Development.

SEC. 214. The Secretary of the Department of Housing and Urban Development shall for fiscal year 2014 and subsequent fiscal years, notify the public through the Federal Register and other means, as determined appropriate, of the issuance of a notice of the availability of assistance or notice of funding availability (NOFA) for any program or discretionary fund administered by the Secretary that is to be competitively awarded. Notwithstanding any other provision of law, for fiscal year 2014 and subsequent fiscal years, the Secretary may make the NOFA available only on the Internet at the appropriate Government Web site or through other electronic media, as determined by the Secretary.

SEC. 215. The Secretary of the Department of Housing and Urban Development is authorized to transfer up to 5 percent or \$10,000,000, whichever is less, of the funds appropriated under any account under the headings "Management and Administration", "Program Office Salaries and Expenses", and "Government National Mortgage Association" to any other account funded under such headings: Provided, That no appropriation for any account funded under such headings shall be increased or decreased by more than 5 percent or \$10,000,000, whichever is less, without prior written notification to the House and Senate Committees on Appropriations.

SEC. 216. The Disaster Housing Assistance Programs, administered by the Department of Housing and Urban Development, shall be considered

a "program of the Department of Housing and Urban Development" under section 904 of the McKinney Act for the purpose of income verifications and matching.

SEC. 217. Of the amounts made available for salaries and expenses under all accounts under this title (except for the Office of Inspector General account), a total of up to \$10,000,000 may be transferred to and merged with amounts made available in the "Information Technology Portfolio" account under this title.

SEC. 218. Title II of Division K of Public Law 110–161 is amended by striking the item related to "Flexible Subsidy Fund".

SEC. 219. Paragraph (1) of section 242(i) of the National Housing Act (12 U.S.C. 1715z-7(i)(1)) is amended by striking "July 31, 2011" and inserting "July 31, 2016".

SEC. 220. Subparagraph (A) of Section 3(b)(6) of the U.S. Housing Act of 1937 (42 U.S.C. 1437a(b)(6)(A)) is amended by inserting before the period at the end the following: ", or a consortium of such entities or bodies as approved by the Secretary".

SEC. 221. FLAT RENTS.—

(a) Section 3(a) of the United States Housing Act of 1937 (42 U.S.C. 1437a(a)) is amended—

(1) in paragraph (2)(B)(i)—

(A) in the matter preceding subclause (I)—

(i) by striking "Except as otherwise provided under this clause, each" and inserting "Each";

(ii) by inserting after "which shall" the following: "not be lower than 80 percent of the applicable fair market rental established under section 8(c) of this Act and which shall";

(B) by striking the undesignated matter following subclause (II) and inserting the following: "Public housing agencies must comply by June 1, 2014, with the requirement of this clause, except that if a new flat rental amount for a dwelling unit will increase a family's existing rental payment by more than 35 percent, the new flat rental amount shall be phased in as necessary to ensure that the family's existing rental payment does not increase by more than 35 percent annually. The preceding sentence shall not be construed to require establishment of rental amounts equal to 80 percent of the fair market rental in years when the fair market rental falls from the prior year.";

SEC. 222. Notwithstanding any provision of the United States Housing Act of 1937 concerning the determination of tenant rent obligations, and of section 23 of such Act (42 U.S.C. 1437u) concerning deposits to escrow accounts, the Secretary may, during the 5-year period beginning on the date of enactment of this Act, allow the use of funds made available by the Secretary to public housing agencies to carry out rent policy demonstrations involving a limited number of families assisted under the 1937 Act, for the purpose of determining the effectiveness of different rent policies in encouraging families to obtain employment, increase their incomes, and achieve economic self-sufficiency, while reducing administrative burdens and maintaining housing stability. Such demonstrations shall include public housing agencies of various sizes, and may include providing income disregards, family self-sufficiency accounts, and policies under which families pay rent in amounts different from 30 percent of their adjusted income. The Secretary shall publish a report regarding the results and effectiveness of any demonstrations conducted under the authority of this section.

SEC. 223. INSPECTIONS.—

(a) Section 8(o)(8) of the United States Housing Act of 1937 (42 U.S.C. 1437f(o)(8)) is amended—

(1) by redesignating subparagraph (E) as subparagraph (G); and

(2) by striking subparagraph (D) and inserting the following new subparagraphs:

"(D) BIENNIAL INSPECTIONS.

"(i) REQUIREMENT.—Each public housing agency providing assistance under this subsection (or other entity, as provided in paragraph (11)) shall, for each assisted dwelling unit, make inspections not less often than biennially during the term of the housing assistance payments contract for the unit to determine whether the unit is maintained in accordance with the requirements under subparagraph (A).

"(ii) USE OF ALTERNATIVE INSPECTION METHOD.—The requirements under clause (i) may be complied with by use of inspections that qualify as an alternative inspection method pursuant to subparagraph (E).

"(iii) RECORDS.—The public housing agency (or other entity) shall retain the records of the inspection for a reasonable time, as determined by the Secretary, and shall make the records available upon request to the Secretary, the Inspector General for the Department of Housing and Urban Development, and any auditor conducting an audit under section 5(h).

"(iv) MIXED-FINANCE PROPERTIES.—The Secretary may adjust the frequency of inspections for mixed-finance properties assisted with vouchers under paragraph (13) to facilitate the use of the alternative inspections in subparagraph (E).

"(E) ALTERNATIVE INSPECTION METHOD.—An inspection of a property shall qualify as an alternative inspection method for purposes of this subparagraph if—

"(i) the inspection was conducted pursuant to requirements under a Federal, State, or local housing program (including the Home investment partnership program under title II of the Cranston-Gonzalez National Affordable Housing Act and the low-income housing tax credit program under section 42 of the Internal Revenue Code of 1986); and

"(ii) pursuant to such inspection, the property was determined to meet the standards or requirements regarding housing quality or safety applicable to properties assisted under such program, and, if a non-Federal standard or requirement was used, the public housing agency has certified to the Secretary that such standard or requirement provides the same (or greater) protection to occupants of dwelling units meeting such standard or requirement as would the housing quality standards under subparagraph (B).

"(F) INTERIM INSPECTIONS.—Upon notification to the public housing agency, by a family (on whose behalf tenant-based rental assistance is provided under this subsection) or by a government official, that the dwelling unit for which such assistance is provided does not comply with the housing quality standards under subparagraph (B), the public housing agency shall inspect the dwelling unit—

"(i) in the case of any condition that is life-threatening, within 24 hours after the agency's receipt of such notification, unless waived by the Secretary in extraordinary circumstances; and

"(ii) in the case of any condition that is not life-threatening, within a reasonable time frame as determined by the Secretary."

(b) EFFECTIVE DATE.—The amendments in subsection (a) shall take effect upon such date as the Secretary determines, in the Secretary's sole discretion, through the Secretary's publication of such date in the Federal Register, as part of regulations promulgated, or a notice issued, by the Secretary to implement such amendments.

SEC. 224. Notwithstanding any other provision of the United States Housing Act of 1937 (42 U.S.C. 1437f et seq.) and any provision in this Act under the headings "Public Housing Operating Fund", "Public Housing Capital Fund", "Tenant-Based Rental Assistance", and "General Provisions, Department of Housing and Urban Development" (except for provisions establishing the amount of funding made available), of the funds provided by this Act under the headings "Public Housing Operating Fund" and "Public Housing Capital Fund", and of the administrative fees in this Act under the heading "Tenant-Based Rental Assistance", a percentage of such funds and fees (which percentage the Secretary shall establish by notice published in the Federal Register) may be set aside and used by a public housing agency for the Consolidated Opportunities for Resident Enrichment (CORE) Flexibility program: Provided, That a public housing agency shall use such set-aside funds and fees to provide flexibility for supportive services activities for families that receive assistance under either section 8(o) or 9 of the United States Housing Act of 1937 (42 U.S.C. 1437f(o) or 42 U.S.C. 1437g), including activities such as service coordination, case management, direct services, services to keep the elderly or persons with disabilities successfully housed, and other activities that promote positive resident outcomes related to education, health, safety, economic security and self-sufficiency, and quality of life: Provided further, That funds and fees may be set aside pursuant to this section for a period of up to two years, after which any unexpended funds shall be used only for the original purposes for which such funds and fees were made available: Provided further, That the Secretary shall develop and publish, in the Federal Register, a notice regarding the use of such set-aside funds and fees, in which the Secretary shall provide program guidelines that include (but are not limited to) eligibility threshold, eligible activities, reporting and accountability, and other matters as determined by the Secretary.

SEC. 225. Subsection (d) of section 184 of the Housing and Community Development Act of 1992 (12 U.S.C. 1715z-13a) is amended to read as follows:

"(d) *Guarantee fee.* The Secretary shall establish and collect, at the time of issuance of the guarantee, a fee for the guarantee of loans under this section, in an amount not exceeding 3 percent of the principal obligation of the loan. The Secretary may also establish and collect annual premium payments in an amount not exceeding 1 percent of the remaining guaranteed balance (excluding the portion of the remaining balance attributable to the fee collected at the time of issuance of the guarantee). The Secretary shall establish the amount of the fees and premiums by publishing a notice in the Federal Register. The Secretary shall deposit any fees and premiums collected under this subsection in the Indian Housing Loan Guarantee Fund established under subsection (i)."

SEC. 226. (Subsection (g) of section 9 of the United States Housing Act of 1937 (42 U.S.C. 1437g(g)) is amended by striking paragraphs (1) and (2) and inserting the following new paragraph:

"(1) **FULL FLEXIBILITY OF CAPITAL AND OPERATING FUND AMOUNTS.**—The Secretary shall provide, by notice published in the Federal Register, that of any amounts allocated for any fiscal year from the funds under subsections (d) and (e) for any public housing agency that is not designated pursuant to section 6(j)(2) as a troubled public housing agency and that, in the determination of the Secretary is operating and maintaining its public housing in a safe, clean, and healthy condition, the agency may use any such amounts for any eligible activities under subsections (d)(1) and (e)(1), regardless of the fund from which the amounts were allocated and provided."; and

(2) by redesignating paragraph (3) as paragraph (2).

SEC. 227. **GINNIE MAE SECURITIZATION.**—

(a) Paragraph (8) of section 542(b) of the Housing and Community Development Act of 1992 (12 U.S.C. 1715z-22(b)) is amended in its title by deleting "Prohibition on" and by revising the text of paragraph (8) to read as follows:

"The Government National Mortgage Association shall not securitize any multifamily loans insured or reinsured under this subsection, except as provided herein. The Government National Mortgage Association may, at the discretion of the Secretary, securitize any multifamily loan, provided that—

"(A) the Federal Housing Administration provides mortgage insurance based on the unpaid principal balance of the loan, as shall be described in the Risk Share Agreement

"(B) the Federal Housing Administration shall not require an assignment fee for mortgage insurance claims related to the securitized mortgages and

"(C) any successors and assigns of the risk share partner (including the holders of credit instruments issued under a trust mortgage or deed of trust pursuant to which such holders act by and through a trustee therein named) shall not assume any obligation under the risk-sharing agreement and may assign any defaulted loan to the Federal Housing Administration in exchange for payment of the mortgage insurance claim.

"The risk-sharing agreement must provide for reimbursement to the Secretary by the risk share partner(s) for either all or a portion of the losses incurred on the loans insured."

(b) Paragraph (6) of section 542(c) of the Housing and Community Development Act of 1992 (12 U.S.C. 1715z-22(c)) is amended in its title by deleting "Prohibition on" and by revising the text of paragraph (6) to read as follows:

"The Government National Mortgage Association may, at the discretion of the Secretary, securitize any multifamily loan insured under this subsection, provided that—

"(A) the Federal Housing Administration provides mortgage insurance based on the unpaid principal balance of the loan, as shall be described by regulation,

"(B) the Federal Housing Administration shall not require an assignment fee for mortgage insurance claims related to the securitized mortgages, and

"(C) any successors and assigns of the risk share partner (including the holders of credit instruments issued under a trust mortgage or deed of trust pursuant to which such holders act by and through a trustee therein named) shall not assume any obligation under the risk-sharing agreement and may assign any defaulted loan to the Federal Housing

Administration in exchange for payment of the mortgage insurance claim.

"The risk-sharing agreement must provide for reimbursement to the Secretary by the risk share partner(s) for either all or a portion of the losses incurred on the loans insured."

(c) Clause (ii) of the first sentence of section 306(g)(1) of the National Housing Act (12 U.S.C. 1721(g)(1)) is amended by striking the semicolon and inserting a comma, and by inserting before the period at the end the following: ", or which are insured under subsection (b) or (c) of section 542 of the Housing and Community Development Act of 1992 (12 U.S.C. 1715z-22), subject to the terms of paragraph (8) and (6), respectively, of such subsection".

SEC. 228. **EXCEPTION TO AFFORDABLE HOUSING QUALIFICATION FOR MULTIFAMILY HOUSING SECURING LOANS MADE BY CERTAIN ENTITIES.**—Section 542(b)(9) of the Housing and Community Development Act of 1992 (12 U.S.C. 1715z-22(b)(9)) is amended by inserting after the period at the end the following: "This requirement does not apply to housing securing loans made to increase the availability of capital to small multifamily rental properties by entities approved by the Secretary as having demonstrated experience in making loans for low and moderate income multifamily housing."

SEC. 229. (a) Subsection (b) of section 225 of the Cranston-Gonzalez National Affordable Housing Act (42 U.S.C. 12755) is amended by inserting at the end the following sentence: "Such 30 day waiting period is not required if the grounds for the termination or refusal to renew involve a direct threat to the safety of the tenants or employees of the housing, or an imminent and serious threat to the property (and the termination or refusal to renew is in accordance with the requirements of State or local law)."

(b) Section 231 of the Cranston-Gonzalez National Affordable Housing Act (42 U.S.C. 12771) is amended—

(1) in subsection (b) by striking "make such funds available by direct reallocation" and all that follows through "were recaptured" and inserting "reallocate the funds by formula in accordance with section 217(d) of this Act (42 U.S.C. 12747(d))"; and

(2) by striking subsection (c).

(c) Section 104(6) of the Cranston-Gonzalez National Affordable Housing Act (42 U.S.C. 12704) is amended by inserting at the end of the undesignated matter after subparagraph (D) the following sentence: "In the case of an organization funded by the State under title II of this Act, the organization may serve all counties within the State."

(d) Section 216 of the Cranston-Gonzalez National Affordable Housing Act (42 U.S.C. 12746) is amended—

(1) in paragraph (3) by striking "Except as provided in paragraph (10), a" and inserting "A";

(2) in paragraph (8) by striking "subsequent" and inserting "five";

(3) by amending paragraph (9) to read as follows:

"(9) **REVOCATION.**—

"(A) The Secretary may revoke the designation of a jurisdiction as a participating jurisdiction if the Secretary finds, after reasonable notice and opportunity for hearing, that the jurisdiction is unwilling or unable to carry out the provisions of this title. Any remaining line of credit in the HOME Investment Trust Fund established for the jurisdiction under section 218 shall be reallocated in accordance with paragraph (6) of this section.

"(B) The Secretary shall revoke the designation of a jurisdiction as a participating jurisdiction if the allocation for the jurisdiction falls below \$500,000 for 3 years during the period in paragraph (8)."; and

(4) by striking paragraph (10).

(e) Section 217(b) of the Cranston-Gonzalez National Affordable Housing Act (42 U.S.C. 12747(b)) is amended—

(1) in paragraph (3) by striking ", except as provided in paragraph (4)"; and

(2) by striking paragraph (4).

SEC. 230. (a) Section 3(b) of the United States Housing Act of 1937 (42 U.S.C. 1437a) is amended—

(1) in paragraph (2),

(A) by designating the first sentence as subparagraph (A), the second sentence as subparagraph (B), and the remaining sentences as subparagraph (D);

(B) by inserting after subparagraph (B) the following new subparagraph (C):

"(C) The term *extremely low-income families* means very low-income families whose incomes do not exceed the higher of—

"(i) the poverty guidelines updated periodically by the Department of Health and Human Services under the authority of section 673(2) of the Community Services Block Grant Act applicable to a family of the size involved (except that this clause shall not apply in the case of public housing agencies located in Puerto Rico or any other territory or possession of the United States); or

"(ii) 30 percent of the median family income for the area, as determined by the Secretary, with adjustments for smaller and larger families (except that the Secretary may establish income ceilings higher or lower than 30 percent of the median for the area on the basis of the Secretary's findings that such variations are necessary because of unusually high or low family incomes)."; and

(C) in subparagraph (D), as so designated by this subsection, by striking the second sentence and all that follows through the end of the subparagraph; and

(2) in paragraph 5(A), by revising subparagraph (ii) to read as follows:

"(ii) Health and medical expenses. The amount, if any, by which 10 percent of annual family income is exceeded by the sum of

"(I) in the case of any elderly or disabled family, any unreimbursed health and medical care expenses; and

"(II) any unreimbursed reasonable attendant care and auxiliary apparatus expenses for each handicapped member of the family, to the extent necessary to enable any member of such family to be employed.".

(b) Section 16 of the United States Housing Act of 1937 (42 U.S.C. 1437n) is amended—

(1) in subsection (a)(2)(A),

(2) in subsection (b)(1), and

(3) in subsection (c)(3),

by striking "families whose incomes" and all that follows through "low family incomes" and inserting "extremely low-income families".

SEC. 231. Notwithstanding Section 24(o) of the United States Housing Act of 1937 (42 U.S.C. 1437v(o)), amounts made available in prior appropriations Acts under the heading "Revitalization of Severely Distressed Public Housing (HOPE VI)" or under the heading "Choice Neighborhoods Initiative" may continue to be provided as assistance pursuant to such Section 24.

SEC. 232. PROJECT RENTAL ASSISTANCE AUTHORITY. —Section 202(f)(2) of the Housing Act of 1959 (12 U.S.C. 1701q(f)(2)) is amended—

(a) in paragraph (A)—

(1) by striking the matter before clause (i) and inserting the following: "The Secretary shall establish procedures to delegate the award, review and processing of projects to a State or local housing agency that—"; and

(2) in clause (iii), by striking "capital advance" and inserting "funding", and by replacing the comma with a semi-colon;

(b) in subparagraph (B), by striking "capital advances" and inserting "funding under this section";

(c) in subparagraph (C), by striking the first sentence;

(d) by redesignating subparagraph (D) as subparagraph (E), and in the redesignated subparagraph (E)—

(1) by striking "a capital advance" and inserting "funding under this section"; and

(2) by striking "capital advance amounts or project rental assistance" and inserting "funding under this section"; and

(e) by inserting the following new subparagraph after subparagraph (C):

"(D) Assistance under subsection (c)(2) may be provided for projects for which the applicable State agency responsible for health and human services programs, and the applicable State agency designated to administer or supervise the administration of the State plan for medical assistance under title XIX of the Social Security Act, have entered into such agreements as the Secretary considers appropriate—

"(i) to identify the target populations to be served by the project;

"(ii) to set forth methods for outreach and referral; and

"(iii) to make available appropriate services for tenants of the project.".

SEC. 233. The proviso under the "Community Development Fund" heading in Public Laws 109–148, 109–234, 110–252, and 110–329 which requires the Secretary to establish procedures to prevent duplication of benefits and to report to the Committees on Appropriations on all steps to

prevent fraud and abuse is amended by striking "quarterly" and inserting "annually".

SEC. 234. Section 11 of the Housing Opportunity Program Extension Act of 1996 (42 U.S.C. 12805 note) is amended—

(1) in subsection (d)(2) by inserting at the end the following new subparagraph:

"(C) PLANNING, ADMINISTRATION, AND MANAGEMENT. Planning, administration, and management of grant programs and activities, provided that such expenses do not exceed 20 percent of any grant made under this section.";

(2) in subsection (i)(5) by—

(A) striking "24" and inserting "36"; and

(B) striking "except that" and all that follow through "such grant amounts";

(3) in subsection (j) by—

(A) inserting after the heading "(1) REDISTRIBUTION OF FUNDS.";

(B) striking "24" and inserting "36";

(C) striking "(or, in the case" and all that follow through "within 36 months"); and

(D) inserting at the end the following new paragraph:

"(2) DEADLINE FOR COMPLETION AND CONVEYANCE.—The Secretary shall establish a deadline (which may be extended for good cause as determined by the Secretary) by which time all units that have been assisted with grant funds under this section must be completed and conveyed."; and

(4) by striking subsection (q).

SEC. 235. RENTAL ASSISTANCE DEMONSTRATION AMENDMENTS—

The language under the heading *Rental Assistance Demonstration* in the Department of Housing and Urban Development Appropriations Act, 2012 (Public Law 112–55) is amended—

(1) by striking "(except for funds allocated under such section for single room occupancy dwellings as authorized by title IV of the McKinney-Vento Homeless Assistance Act)" in both places such language appears;

(2) in the third proviso by inserting "in excess of amounts made available under this heading" after "associated with such conversion";

(3) in the fourth proviso—

(A) by striking "60,000" and inserting "150,000"; and

(B) by striking "or section 8(e)(2)"; and

(4) in the penultimate proviso by striking "and 2013," and inserting "through 2015".

SEC. 236. PHA COMPENSATION—

(a) Section 2(b) of the United States Housing Act of 1937 (42 U.S.C. 1437(b)) is amended by adding the following new paragraph at the end:

"(4) SALARY.—

"(A) GENERAL.—This paragraph establishes the maximum salary that a public housing agency may provide to its employees and the maximum annual contract amounts that may be paid to its contract personnel using funds provided under this Act. A public housing agency shall use the same salary structure as described in this paragraph and follow the requirements of uniform administrative rules for Federal grants and cooperative agreements and principles and standards for determining costs for Federal awards for all payments that it makes to its employees and for personnel hired as contractors when funds provided under this Act are used for such payments.

"(B) SALARY STRUCTURE.—

"(i) The base salary of public housing agency employees and the contract amount paid to contracted personnel from funds provided under this Act shall be based on the Federal General Schedule (GS) basic rate of pay, including locality adjustment, established under sections 5303 and 5304 of title 5, United States Code as follows:

"(I) For public housing agencies with fewer than 250 total units (public housing and section 8 housing vouchers), the base salary of a public housing agency employee or total annual payment to each contracted personnel shall not exceed the basic rate of pay, including a locality adjustment, for GS-11, step 10;

"(II) For public housing agencies with 250 to 1249 total units (public housing and section 8 housing vouchers), the base salary of a public housing employee or total annual payment to each contracted personnel shall not exceed the basic rate of pay, including locality adjustment, for GS-13, step 10;

(III) For public housing agencies with 1250 or more total units (public housing and section 8 housing vouchers), the base salary of a public housing agency employee or total annual payment to each contracted personnel shall not exceed the basic rate of pay, including locality adjustment, for GS-15, step 10.

"(ii) Any amount of salary paid to an employee or of total annual payment to each contracted personnel that exceeds the amount provided under the structure of this paragraph must be from non-Federal non-Act sources.

"(iii) The salary structure provided in subparagraph (B)(i) shall be subject to any requirements that may be established for the General Schedule by an appropriations Act or by Presidential executive order for any Federal fiscal year.

"(iv) A public housing agency must certify that it has established detailed performance measures that describe how public housing agency employees or personnel hired as contractors may receive a salary or contract increase within the limits of subparagraph (B)(i). The certification shall be transmitted to the Secretary in a format as determined by the Secretary.

"(C) DEFINITIONS.—For purposes of this section—

"(i) Employee includes any member of a public housing agency organization whose salary is paid in whole or in part from funds provided under this Act, and regardless of whether such employee is full-time or part-time, temporary or permanent.

"(ii) Contracted personnel includes any member of a public housing agency organization whose position is procured under uniform administrative rules for Federal grants and cooperative agreements and who is paid in whole or in part from funds provided under this Act, and regardless of whether such individual is full-time or part-time, hourly, temporary or permanent. No such position shall be for a period beyond 5 years without re-procurement.

"(iii) Salary includes the annual basic rate of pay, including a locality adjustment, as provided in sub-paragraph (B) and any additional adjustments, such as may be provided for overtime or shift differentials, bonuses, or contract payments including bonuses. Salary does not include fringe benefits as defined in principles and standards for determining costs for Federal awards.

"(D) DISCLOSURE OF RECORDS.— Each public housing agency shall make available to the Secretary upon request such financial and other records as the Secretary deems necessary for purpose of review and monitoring compliance with this section."

(b) EFFECTIVE DATE.—The amendment made by subsection (a) shall take effect on January 1, 2014 except that for contract personnel the amendment should be effective upon the expiration of any contract in effect on the date of enactment of the amendment.

SEC. 237. UTILITY ALLOWANCE.—Section 8(o)(2) of the United States Housing Act of 1937 (42 U.S.C. 1437f(o)(2)), is amended—

by adding at the end the following new subparagraph:

"(D) UTILITY ALLOWANCE.

"(1) GENERAL.—In determining the monthly assistance payment for a family under subparagraphs (A) and (B), the amount allowed for tenant-paid utilities shall not exceed the appropriate utility allowance for the family unit size as determined by the public housing agency regardless of the size of the dwelling unit leased by the family.

"(2) EXCEPTION FOR FAMILIES INCLUDING PERSONS WITH DISABILITIES.—Notwithstanding subparagraph (A), upon request by a family that includes a person with disabilities, the public housing agency shall approve a utility allowance that is higher than the applicable amount on the utility allowance schedule if a higher utility allowance is needed as a reasonable accommodation to make the program accessible to and usable by the family member with a disability."

SEC. 238. FAIR MARKET RENTALS.—Paragraph (1) of section 8(c) of the United States Housing Act of 1937 (42 U.S.C. 1437) is amended—

(a) by inserting "(A)" after the paragraph designation;

(b) by striking the fourth, seventh, eighth, ninth sentences; and

(c) by adding at the end the following:

"(B) Publication of Fair Market Rentals—Not less than annually:

"(1) The Secretary shall publish a notice in the Federal Register that proposed fair market rentals for an area have been published on the site of the Department on the Internet and in any other manner specified by the Secretary. Such notice shall describe proposed material changes in

the methodology for estimating fair market rentals and shall provide reasonable time for public comment.

"(2) The Secretary shall publish a notice in the Federal Register that final fair market rentals have been published on the site of the Department on the internet and in any other manner specified by the Secretary. Such notice shall include the final decisions regarding proposed substantial methodological changes for estimating fair market rentals and responses to public comments."

SEC. 239. Section 314 of the Department of Housing and Urban Development Appropriations Act, 2006 is repealed.

SEC. 240. Section 255 of the National Housing Act (12 U.S.C. 1715z-20) is amended—

(a) in subsection (b)(1) by inserting before the period ", except that the term mortgage shall not include the successors and assigns of the original borrower under a mortgage"; and

(b) in subsection (j) to read as follows: "(j) SAFEGUARD TO PREVENT DISPLACEMENT OF HOMEOWNER.—In order for a mortgage to be eligible for insurance under this section, the mortgage shall provide that the obligation of the mortgagor, to satisfy the loan obligation is deferred until the death of the mortgagor, the sale of the home, or the occurrence of other events specified in regulations of the Secretary. Section 1647(b) of title 15 and any implementing regulations issued by the Board of Governors of the Federal Reserve System shall not apply to a mortgage insured under this section."

SEC. 241. HOUSING COUNSELING AMENDMENTS—

(a) Section 106 of the Housing and Urban Development Act of 1968 (12 U.S.C. 1701x) is amended—

(1) by adding at the end of the section the following new subsection: "(j) FINANCIAL ASSISTANCE.—For purposes of this section, the Secretary may enter into multiyear agreements as is appropriate, subject to the availability of annual appropriations."

(2) in subsection (e)(2) by adding the following undesignated matter at the end of paragraph (2): "These standards may provide that an individual may also show competence to provide counseling by having successfully completed training in each of the six areas."; and

(3) in subsection (f)—

(A) in paragraph (1), by inserting "or entities" after "(which may be a nonprofit organization)"; and

(B) in paragraphs (3) through (6), by inserting "or entities" after the word "entity" each place such word appears.

(b) Section 4(g)(3)(A) of the Department of Housing and Urban Development Act (42 U.S.C. 3533(g)(3)(A)) is amended by—

(1) by striking "and" in clause (i);

(2) in clause (ii), by striking the period at the end, and inserting "; and"; and

(3) by adding the following clause at the end: "(iii) to accept and retain, on behalf of the Secretary, and subject to procedures established by the Secretary, funds from private entities, including mortgage lenders and servicers, and any funds made available to the Director pursuant to the settlement of any legal proceedings, to be distributed and used for housing counseling activities under section 106 of the Housing and Urban Development Act of 1968."

SEC. 242. COMMUNITY DEVELOPMENT BLOCK GRANT AMENDMENTS—

(a) Section 102 of the Housing and Community Development Act of 1974 (42 U.S.C. 5302) is amended—

(1) in subsection (a)(4)—

(A) in the second sentence, by striking "Any" and inserting "Through September 30, 2013, but not thereafter, any";

(B) by amending the fourth sentence to read, "A city may elect not to maintain its classification as a metropolitan city."; and

(C) by striking the fifth sentence; and

(2) in subsection (a)(6)(B) by striking "Any" and inserting "Through September 30, 2013, but not thereafter, any".

(b) Section 106 of the Housing and Community Development Act of 1974 (42 U.S.C. 5306) is amended by adding at the end the following new subsection:

"(g) QUALIFICATION FOR A GRANT.—

"(1) In general, in fiscal year 2014 and for subsequent fiscal years, once a metropolitan city or urban county receives a formula allocation, it shall receive an allocation for five years regardless of its classification

as a metropolitan city, whether it meets the population criteria under section 102(a)(6)(A)(ii), or any decrease in its formula allocation.

"(2) Notwithstanding section 106(a)(4)—

"(A) except as provided in (B), the Secretary will not make an allocation—

"(i) to a metropolitan city or urban county if its allocation falls below 0.0125 percent of the appropriation for three years during the five year period in paragraph (1);

"(ii) for a city, if it does not meet the definition of a metropolitan city in section 102(a)(4) after the five year period; or

"(iii) for a county, if it no longer maintains the population under section 102(a)(6)(A)(ii) after the five year period; and

"(B) any metropolitan city or urban county that does not receive a grant in any fiscal year after September 30, 2012, shall only receive a grant in fiscal year 2014 and any subsequent year if its formula allocation is \$500,000 or greater."

SEC. 243. PERFORMANCE PARTNERSHIP PILOTS—

(a) DEFINITIONS. In this section,

(1) "Performance Partnership Pilot" (or "Pilot") is a project that seeks to identify, through a demonstration, cost-effective strategies for providing services at the state, regional, or local level that—

(A) involve two or more Federal programs (administered by one or more Federal agencies)—

(i) which have related policy goals, and

(ii) at least one of which is administered (in whole or in part) by a state, local, or tribal government; and

(B) achieve better results for regions, communities, or specific at risk populations through making better use of the budgetary resources that are available for supporting such programs.

(2) "To improve outcomes for disconnected youth" means to increase the rate at which individuals between the ages of 14 and 24 (who are homeless, in foster care, involved in the juvenile justice system, or are neither employed nor enrolled in an educational institution) achieve success in meeting educational, employment or other key goals.

(3) The "lead Federal administering agency" is the Federal agency, to be designated by the Director of the Office of Management and Budget (from among the participating Federal agencies that have statutory responsibility for the Federal discretionary funds that will be used in a Performance Partnership Pilot) that will enter into and administer the particular Performance Partnership Agreement on behalf of that agency and the other participating Federal agencies.

(b) USE OF DISCRETIONARY FUNDS IN FISCAL YEAR 2014 APPROPRIATIONS ACT. Federal agencies may use Federal discretionary funds, that are made available in this act or any other appropriations act providing funds for Fiscal Year 2014 and corresponding authority to enter into Performance Partnership Pilots, to carry out up to a total of 13 Performance Partnership Pilots involving up to a total of \$130,000,000 in aggregate Federal discretionary budget authority. Such Pilots shall:

(1) be designed to improve outcomes for disconnected youth, and

(2) involve Federal programs targeted on disconnected youth, or designed to prevent youth from disconnecting from school or work, that provide education, training and employment, and other related social services; and

(c) PERFORMANCE PARTNERSHIP AGREEMENTS. Federal agencies may use Federal discretionary funds, as authorized in subsection (b), to participate in a Performance Partnership Pilot only in accordance with the terms of a Performance Partnership Agreement that—

(1) is entered into between—

(A) the head of the lead Federal administering agency, on behalf of all of the participating Federal agencies (subject to the head of the lead Federal administering agency having received from the heads of each of the other participating agencies their written concurrence for entering into the Agreement), and

(B) the respective representatives of all of the state, local or tribal governments that are participating in the Agreement; and

(2) specifies, at a minimum, the following information:

(A) the length of the Agreement (which shall not extend beyond September 30, 2018);

(B) the Federal programs and federally-funded services that are involved in the Pilot;

(C) the Federal discretionary funds that are being used in the Pilot (by the respective Federal account identifier, and the total amount from

such account that is being used in the Pilot), and the period (or periods) of availability for obligation (by the Federal Government) of such funds;

(D) the non-Federal funds that are involved in the Pilot, by source (which can include private funds as well as governmental funds) and by amount;

(E) the state, local, or tribal programs that are involved in the Pilot;

(F) the populations to be served by the Pilot;

(G) the cost-effective Federal oversight procedures that will be used for the purpose of maintaining the necessary level of accountability for the use of the Federal discretionary funds;

(H) the cost-effective State, local or tribal oversight procedures that will be used for the purpose of maintaining the necessary level of accountability for the use of the Federal discretionary funds;

(I) the outcome (or outcomes) that the Pilot is designed to achieve;

(J) the appropriate, reliable, and objective outcome-measurement methodology that the Federal Government and the participating state, local, or tribal governments will use, in carrying out the Pilot, to determine whether the Pilot is achieving, and has achieved, the specified outcomes that the Pilot is designed to achieve; and

(K) in cases where, during the course of the Pilot, it is determined that the Pilot is not achieving the specified outcomes that it is designed to achieve,

(i) the consequences that will result from such deficiencies with respect to the Federal discretionary funds that are being used in the Pilot, and

(ii) the corrective actions that will be taken in order to increase the likelihood that the Pilot, upon completion, will have achieved such specified outcomes.

(d) AGENCY HEAD DETERMINATIONS. A Federal agency may participate in a Performance Partnership Pilot (including by providing Federal discretionary funds that have been appropriated to such agency) only upon the written determination by the head of such agency that the agency's participation in such Pilot—

(1) will not result in denying or restricting the eligibility of any individual for any of the services that (in whole or in part) are funded by the agency's programs and Federal discretionary funds that are involved in the Pilot, and

(2) based on the best available information, will not otherwise adversely affect vulnerable populations that are the recipients of such services. In making this determination, the head of the agency may take into consideration the other Federal discretionary funds that will be used in the Pilot as well as any non-Federal funds (including from private sources as well as governmental sources) that will be used in the Pilot.

(e) TRANSFER AUTHORITY. For the purpose of carrying out the Pilot in accordance with the Performance Partnership Agreement, and subject to the written approval of the Director of the Office of Management and Budget, the head of each participating Federal agency may transfer Federal discretionary funds that are being used in the Pilot to an account of the lead Federal administering agency that includes Federal discretionary funds that are being used in the Pilot. Subject to the waiver authority under subsection (g), such transferred funds shall remain available for the same purposes for which such funds were originally appropriated: Provided, That such transferred funds shall remain available for obligation by the Federal Government until the expiration of those Federal discretionary funds (which are being used in the Pilot) that have the longest period of availability, except that any such transferred funds shall not remain available beyond September 30, 2018.

(f) WAIVER AUTHORITY. In connection with a Federal agency's participation in a Performance Partnership Pilot, and subject to the other provisions of this section (including subsection (e)), the head of the Federal agency to which the Federal discretionary funds were appropriated may waive (in whole or in part) the application, solely to such discretionary funds that are being used in the Pilot, of any statutory, regulatory, or administrative requirement that such agency head—

(1) is otherwise authorized to waive (in accordance with the terms and conditions of such other authority), and

(2) is not otherwise authorized to waive, provided that in such case the agency head, prior to granting the waiver, shall—

(A) not waive any requirement related to nondiscrimination, wage and labor standards, or allocation of funds to State and substate levels;

(B) issue a written determination with respect to such discretionary funds that the granting of such waiver for purposes of the Pilot—

(i) is consistent with both—

(I) the statutory purposes of the Federal program for which such discretionary funds were appropriated, and

(II) the other provisions of this section, including the written determination by the agency head issued under subsection (e);

(ii) is necessary to achieve the outcomes of the Pilot as specified in the Performance Partnership Agreement, and is no broader in scope than is necessary to achieve such outcomes; and

(iii) will result in either—

(I) realizing efficiencies by simplifying reporting burdens or reducing administrative barriers with respect to such discretionary funds, or

(II) increasing the ability of individuals to obtain access to services that are provided by such discretionary funds; and

(C) provide at least 60 days advance written notice to the Committees on Appropriations and other committees of jurisdiction in the House of Representatives and the Senate.

