

2014 Explanatory Notes
Rural Housing Service

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RURAL DEVELOPMENT HOUSING PROGRAMS

Purpose Statement

Rural Development Housing Programs provide affordable housing to rural communities. The agency goal is to improve the quality of life in Rural America by: 1) providing decent, safe, and affordable housing; and 2) developing community infrastructure. Rural Development delivers housing programs authorized by the Housing Act of 1949, as amended. Community facilities programs are authorized by the Consolidated Farm and Rural Development Act, as amended.

Authorization and Program Descriptions

Section 502 Guaranteed Single Family Housing. Through USDA's guaranteed rural housing loan program, low- and moderate-income people can qualify for mortgages even without a down payment. Loans through this program may be for up to 100 percent of appraised value or for the acquisition cost, whichever is less, and the guarantee fee may be added to increase the loan amount. Mortgages are 30-year fixed rate at market interest rates. Homebuyers apply with participating lenders. Guaranteed loans may also be made to refinance either existing guaranteed housing loans or Section 502 direct housing loans. Families served through the guarantee program in 2011 had an average annual income of \$48,000.

On February 1, 2012, Rural Development announced a "Rural Refinance Pilot Program." The pilot runs in 19 States identified by the U.S. Department of Treasury as "Hardest Hit" by the downturn in the economy. The District of Columbia, one of the jurisdictions identified as "Hardest Hit," has no rural areas and was replaced by New Mexico, a State with the highest proportion of children in need of school lunch assistance. On January 15, 2013, the pilot was expanded to an additional 16 jurisdictions because they contained counties with persistent poverty rates of 20 percent or higher during recent U.S. Census reports. The jurisdictions currently participating are located in Alabama, Alaska, Arizona, Arkansas, California, Colorado, Florida, Georgia, Idaho, Illinois, Indiana, Kansas, Kentucky, Michigan, Mississippi, Missouri, Montana, Nevada, New Jersey, North Carolina, North Dakota, Ohio, Oklahoma, Oregon, Puerto Rico, Rhode Island, South Carolina, South Dakota, Tennessee, Texas, Utah, Washington, West Virginia, and Wisconsin. The pilot is designed to help existing Section 502 borrowers who are "underwater" on their home loans, i.e. owe more on their mortgage than their property is worth. Appraisals, property inspections, and credit reports are not required. The requirements are that the borrowers have been current on their existing mortgage loan over the past 12 month period and that the refinance will improve their interest rate by at least 1 percent. Under the pilot, borrowers have been saving an average of \$140 a month on loan payments and have reduced their interest rate an average of 2 percentage points. These loans are performing very well with little delinquency and strong repayment records.

Section 502 Direct Single Family Housing. The Direct Single Family Housing Program provides loans to low- and very low-income families to purchase, build, or rehabilitate modest homes in rural areas. Financing is 100 percent with payments subsidized to between 22 percent and 26 percent of the applicant's income. The subsidy, which is recaptured when the loan is paid off or refinanced, allows this program to reach a credit-worthy sector of the population whose income is too low to obtain credit elsewhere, even with a government guarantee. The families served through the direct program in 2012 had an average annual income of \$27,633.

Section 504 Housing Repair and Rehabilitation Loans. Loans are available to very low-income applicants who live in rural areas and own and occupy their dwelling, which is in need of repairs. Loans of up to \$20,000 may be made to repair, modernize or to remove health and safety hazards. Loans are amortized at 1 percent for up to 20 years.

Section 504 Housing Repair Grants. Grants are available to very low-income elderly families who own and occupy a rural home and cannot afford a loan. Grants of up to \$7,500 are available to improve accessibility or to remove health and safety hazards. Grants must be repaid to the government if the property is sold within three years.

Section 523 Mutual Self-Help Grants. Grants are available to rural public and private not-for-profit organizations, local governments and Tribal organizations to provide technical assistance to low- and very-low income families to build their homes through the mutual self-help method. Grant terms are for 2 years and funds may be used, among other things, to pay salaries, office rent and expenses associated with operating the organization.

Section 515 Rural Rental Housing Program. The Rural Rental Housing Program provides funds for the construction and rehabilitation of affordable rental housing for rural families and elderly residents who have very low-, low- and moderate-incomes.

Section 514/516 Farm Labor Housing Loan and Grant Program. The Farm Labor Housing Loan And Grant Program provides decent, safe, and sanitary housing for farm workers by providing loans to farmers for small, on-farm housing or loans and grants for off-farm multi-family developments.

Section 521 Rental Assistance Program. The rental assistance program provides assistance to eligible tenants in section 515 and section 514/516 assisted housing to allow them to pay no more than 30 percent of their incomes for rent.

Section 542 Rural Housing Voucher Program. The Rural Housing Voucher Program, authorized under Section 542 of the Housing Act of 1949, is designed to provide tenant protections in properties that prepay their mortgages after September 30, 2005. These vouchers are portable and will enable tenants to continue to access affordable housing without benefit of the traditional rental assistance program.

Community Facilities Direct and Guaranteed Loans and Grants. The community programs loans and grants provide financing to units of local government, nonprofit corporations, or Federally-recognized Indian tribes for the development of essential community facilities in rural areas. Eligible purposes include health care facilities; fire, rescue, and public safety buildings, vehicles, and equipment; educational and cultural facilities; town halls, community centers, and libraries; and adult and child day care facilities. There are no set minimum or maximum loan amounts with the community facilities direct and guaranteed loan programs; however, limits may exist depending on the availability of funds and/or the project's feasibility. The loan repayment term is limited to the useful life of the facility, State statute or 40 years.

Rural Community Development Initiative Grants. The purpose of this initiative is to provide a program of technical assistance to recipients to develop or increase their capacity to undertake projects in the areas of housing, community facilities, and community and economic development in rural areas.

Tribal College Grants. The Tribal College Grant program provides grants to tribal colleges and universities (land grant status under the 1994 Native American Education Act) to help defray the cost to develop or improve specific tribal colleges and universities.

Geographic dispersion of offices and employees

Rural Development programs are administered by the three programs representing Rural Development: Housing and Community Facilities, Utilities, Business and Cooperative Development. Rural Development headquarters is located in Washington, D.C. As of September 30, 2012, there were 4,863 permanent full-time employees, including 1,439 in the headquarters and 3,424 in the field offices.

OIG Reports – Completed

#04099-212-TE	11/05/2012	Final – Multi-Family Housing Loans in Texas – Gary Kersch
#04703-002-KC	04/25/2012	Final – Single Family Housing Direct Loans Recovery Act Controls – Phase II
#04703-002-HY	12/27/2012	Final – Rural Development's Controls Over Eligibility Determinations for the Rural Community Facilities Program's Direct Loan and Grant Recovery Act Activities – Phase 2 -- No material weaknesses or violations with statute or regulations were identified.
#04801-006-KC	05/02/2012	Final Report – Rural Rental Housing Program Insurance Expenses Phase I

OIG Reports – Open

#04601-009-SF

Final Report – Lender’s Making and Servicing of a Guaranteed Rural Rental Housing Loan in Mississippi (Blues Alley Estates -- Allied Mortgage) (Report Date: 09/28/2007). Total Recommendations: 3; Closed: 2; Pending: 1. Since the mortgage company has been dissolved, the pending court case is closed. Only RHS recourse, per OGC, is collection under professional liability insurance. Staff expects to request final action on the audit by 3/31/2013.

#04601-018-CH

Survey – Rural Rental Housing Program Project Costs and Inspection Procedures (Cross Reference: 04601-020-CH) (Report Date: 09/27/2012) -- Recommendations: 7; Closed: 0; Pending: 7. RHS is diligently working on recommendations and expects closure during calendar year 2013. Resolution of some issues will be resolved by the standardization of processes through the White House Domestic Policy Council efforts.

#04601-020-CH

Final – Rural Rental Housing Program – Midwest Apartment and Management Group, Inc. (Cross Reference: 04601-018-CH) (Report Date: 05/19/2011) -- Recommendations: 5; Closed: 2; Pending: 3. Staff is diligently acting on the recommendations and expects to request final action on the audit during 2013.

#04703-002-CH

Final – ARRA – Controls Over Eligibility Determinations for Single Family Housing Guaranteed Loan Recovery Act Funds (Phase 2) (Report Date: 9/30/2011) – Recommendations: 29; Closed: 6; Pending: 23. Staff is diligently working on the Recommendations.

#04703-002-KC

Final – Single Family Housing Direct Loans Recovery Act Controls – Phase II (Report Date: 9/24/2011) -- Single Family Housing is working with the IG to implement changes.

#04703-003-HY

Official Draft Report – Loss Claims Related to Single Family Housing Loans Guaranteed With Recovery Act Funds (Report Date: 11/8/2010) Single Family Housing is working with the IG to implement changes which include a new regulation which should be published by September 30, 2013, if not sooner.

#04703-003-KC

Final – ARRA Single-Family Housing Direct Loans Recovery Act Controls – Phase II Compliance Review of Borrowers Eligibility Determinations (Report Date: 06/13/2012; Fast Report (1) issued 08/19/2011) – Total Recommendations: 4; Closed: 2; Pending: 2. RHS Staff is diligently working to act on/implement recommendations.

#50024-001-FM-11

IPERA Compliance Review (Report Date: 11/21/2011) – This is a Department-wide audit and RHS has been/is working with the Department to implement all recommendations. Additional compliance related reviews were implemented, as directed.

#50024-002-FM-11

Reducing Improper Payments – High Dollar Report Review (Report Date: 11/21/2011) – This is a Department-wide audit and RHS is working with the Department implement recommendations. For the RHS program, recommendations were incorporated into the early corrective action plan for its high dollar program.

#50601-014-AT		Final Report – Effectiveness and Enforcement of Suspension and Debarment Regulations in the U.S. Department of Agriculture (Report Date: 08/16/2010) – Department-wide Review. RHS staff is working with the Department to implement recommended changes.
#04601-001-31-KC		Survey: Single Family Housing Direct Loan Servicing and Payment Assistance Recapture (Report Date: 10/22/2012). Single Family Housing is working with the IG to implement their recommendation.
#04703-001-31-KC		Final – Recovery Act Single Family Housing Direct and Guaranteed Loans – Effectiveness Review (Report Date: 12/14/2012.). Recommendations: 1; Closed: 0; Pending: 1. Staff is working to address this recommendation and expects to have this audit closed by during 2013.
<u>GAO Reports – Completed</u>		
GAO-12-554	08/16/2012	Duplication of Housing Programs
GAO-12-348	05/09/2012	Final Report – Indian Issues; Federal Funding for Non-Federally Recognized Tribes
<u>GAO Reports – In Progress/Report Date</u>		
GAO-11-329		Final Report – Rural Housing Service: Opportunities Exist to Strengthen Farm Labor Housing Program Management and Oversight (Report Date: 07/13/2011). Recommendations: 6; Completed: 4; Pending: 2. Staff is working to implement pending recommendations including the issuance civil penalties.
GAO-12-296		Final Report – Foreclosure Mitigation: Agencies Could Improve Effectiveness of Federal Efforts with Additional Data Collection and Analysis (Report Date: 06/01/2012). The report contains two recommendations to RHS to increase efforts to analyze loan servicer data to assess the effectiveness of RHS’ loss mitigation policies, and to analyze the effectiveness and long-term costs and benefits of its loss mitigation strategies. RHS expects to complete these during FY 2013.
GAO-12-554		Final Report – Housing Assistance: Opportunities Exist to Increase Collaboration and Consider Consolidation (Report Date: 08/16/2012). The report contains three recommendations to USDA, HUD, and others to continue efforts to consolidate and align housing program policies and services that serve similar populations and purposes. These evaluation efforts are ongoing. The White House Working Group is addressing this issue and the outcome may include addressing program statutory and regulatory adjustments.
GAO-12-624		Final Report – Rural Housing Service: Efforts to Identify and Reduce Improper Rental Assistance Payments Could Be Enhanced (Report Date: 07/03/2012). RHS responded to the audit on 5/21/2012. Staff is working to implement recommendations. Proposed legislation has been approved by the Secretary and submitted to the Office of Management and Budget. Outcome of the White House Working Group may have an impact on these activities.

RURAL HOUSING SERVICE

The estimates include appropriation language for this item as follows:

Rural Community Facilities Program Account

For gross obligations for the principal amount of direct loans as authorized by section 306 and described in section 381E(d)(1) of the Consolidated Farm and Rural Development Act, \$1,500,000,000.

For the cost of grants for rural community facilities programs as authorized by section 306 and described in section 381E(d)(1) of the Consolidated Farm and Rural Development Act, \$17,000,000, to remain available until expended: Provided, That \$4,000,000 of the amount appropriated under this heading shall be available for community facilities grants to tribal colleges, as authorized by section 306(a)(19) of such Act: Provided further, That sections 381E-H and 381N of the Consolidated Farm and Rural Development Act are not applicable to the funds made available under this heading.

RURAL HOUSING SERVICE

RURAL COMMUNITY FACILITIES PROGRAM ACCOUNT

Lead-Off Tabular Statement

	Loan Level	Subsidy	Grants
2013 Estimate.....	\$1,374,527,000	\$5,031,000	\$24,440,000
Budget Estimate, 2014.....	1,500,000,000	0	17,000,000
Change in Appropriation.....	<u>+ 125,473,000</u>	<u>-5,031,000</u>	<u>-7,440,000</u>

RURAL HOUSING SERVICE

RURAL COMMUNITY FACILITIES PROGRAM ACCOUNT

Summary of Increases and Decreases

(Dollars in thousands)

	2011 Actual	2012 Change	2013 Change	2014 Change	2014 Estimate
Discretionary Appropriations:					
Community facility direct loans.....	\$3,856	-\$3,856	-	-	-
Community facility guaranteed loans.....	6,613	-1,613	+\$31	-\$5,031	-
Community facility grants.....	14,970	-3,607	+70	+1,567	\$13,000
Rural community devel. initiative grants.....	4,990	-1,369	+22	-3,643	-
Economic impact initiative grants.....	6,986	-1,048	+36	-5,974	-
Tribal college grants.....	3,964	-595	+21	+610	4,000
Subtotal.....	41,379	-12,088	+180	-12,470	17,000
Total, Appropriation or Change.....	41,379	-12,088	+180	-12,470	17,000

RURAL HOUSING SERVICE

RURAL COMMUNITY FACILITIES PROGRAM ACCOUNT

Project Statement

(On basis of supportable loan levels and appropriated subsidies and grants)

(Dollars in thousands)

Program	2011 Actual		2012 Actual		2013 Estimate		Inc. or Dec.		2014 Estimate	
	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority
Discretionary Appropriations:										
Community facility direct loans..... a/	\$289,945	\$3,856	\$1,300,000	\$ -	\$1,300,000	\$ -	+\$200,000 (1)	\$ -	\$1,500,000	\$ -
Community facility guaranteed loans.....	167,411	6,613	105,708	5,000	74,527	5,031	-74,527 (2)	-5,031 (7)	-	-
Community facility guaranteed loans - 2008 Dis...	-	-	-	-	-	-	-	-	-	-
Community facility grants.....	14,970	14,970	11,363	11,363	11,433	11,433	+1,567 (3)	+1,567	13,000	13,000
Community facility grants - 2008 Disasters.....	-	-	-	-	-	-	-	-	-	-
Community facility grants - 5/6/07 Tornados.....	-	-	-	-	-	-	-	-	-	-
Community facility grants - 2005 Hurricanes.....	-	-	-	-	-	-	-	-	-	-
Rural community devel. initiative grants.....	4,990	4,990	3,621	3,621	3,643	3,643	-3,643 (4)	-3,643	-	-
Economic impact initiative grants.....	6,986	6,986	5,938	5,938	5,974	5,974	-5,974 (5)	-5,974	-	-
Tribal college grants.....	3,964	3,964	3,369	3,369	3,390	3,390	+610 (6)	+610	4,000	4,000
Subtotal.....	488,266	41,379	1,429,999	29,291	1,398,967	29,470	+118,033	-12,470	1,517,000	17,000
Total Adjusted Approp.....	488,266	41,379	1,429,999	29,291	1,398,967	29,470	+118,033	-12,470	1,517,000	17,000
Rescissions and										
Transfers (Net).....	978	83	-	-	-	-	-	-	-	-
Total Appropriation.....	489,245	41,462	1,429,999	29,291	1,398,967	29,470	+118,033	-12,470	1,517,000	17,000
Rescission..... b/	-978	-83	-	-	-	-	-	-	-	-
Bal. Available, SOY.....	260,066	27,087	96,557	13,583	54,525	8,801	+4,566	+4,403	59,091	13,204
Recoveries, Other (Net).....	136,465	6,309	86,314	9,598	59,091	13,204	-59,091	-13,204	-	-
Total Available.....	884,798	74,775	1,612,870	52,472	1,512,583	51,475	+63,508	-21,271	1,576,091	30,204
Lapsing Balances.....	-	-	-29,482	-	-	-	-	-	-	-
Unobligated balances rescinded c/	-11,994	-11,994	-508	-508	-	-	-	-	-	-
Bal. Available, EOY.....	-151,187	-13,583	-78,509	-10,509	-59,091	-13,204	+59,091	+13,204	-	-
Total Obligations.....	721,617	49,198	1,504,371	41,455	1,453,492	38,271	+122,599	-8,067	1,576,091	30,204

RURAL HOUSING SERVICE

RURAL COMMUNITY FACILITIES PROGRAM ACCOUNT

Project Statement

(On basis of obligations under available funds)

(Dollars in thousands)

Program	2011 Actual		2012 Actual		2013 Estimate		Inc. or Dec.		2014 Estimate	
	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority
Discretionary Obligations:										
Community facility direct loans..... a/	\$490,337	\$6,521	\$1,270,518	\$ -	\$1,300,000	\$ -	\$200,000	\$ -	\$1,500,000	\$ -
Community facility guaranteed loans.....	196,359	7,756	201,950	9,552	123,561	8,340	-75,614	-5,300	47,947	3,040
Community facility guaranteed loans - 2008 Dis.....	-	-	-	-	-	-	+1,045	+66	1,045	66
Community facility grants.....	16,225	16,225	11,150	11,150	13,518	13,518	+1,154	+1,154	14,672	14,672
Community facility grants - 2008 Disasters.....	-	-	-	-	-	-	+185	+185	185	185
Community facility grants - 5/6/07 Tornados.....	-	-	-	-	-	-	+96	+96	96	96
Community facility grants - 2005 Hurricanes.....	-	-	-	-	-	-	+781	+781	781	781
Rural community devel. initiative grants.....	6,452	6,452	8,959	8,959	4,345	4,345	+426	+426	4,771	4,771
Rural coop. home based health care demo.....	-	-	-	-	-	-	+580	+580	580	580
Hazardous weather early warning grants.....	34	34	60	60	30	30	-	-	30	30
Economic impact initiative grants.....	8,451	8,451	8,029	8,029	8,634	8,634	-6,936	-6,936	1,698	1,698
Tribal college grants.....	3,759	3,759	3,705	3,705	3,404	3,404	+881	+881	4,285	4,285
Subtotal.....	721,617	49,198	1,504,371	41,455	1,453,492	38,271	+122,599	-8,067	1,576,091	30,204
Total Obligations.....	721,617	49,198	1,504,371	41,455	1,453,492	38,271	+122,599	-8,067	1,576,091	30,204
Lapsing Balances.....	-	-	29,482	-	-	-	-	-	-	-
Unobligated balances rescinded c/	11,994	11,994	508	508	-	-	-	-	-	-
Bal. Available, EOY.....	151,187	13,583	78,509	10,509	59,091	13,204	-59,091	-13,204	-	-
Total Available.....	884,798	74,775	1,612,870	52,472	1,512,583	51,475	+63,508	-21,271	1,576,091	30,204
Rescission..... b/	978	83	-	-	-	-	-	-	-	-
Bal. Available, SOY.....	-260,066	-27,087	-96,557	-13,583	-54,525	-8,801	-4,566	-4,403	-59,091	-13,204
Other Adjustments (Net).....	-136,465	-6,309	-86,314	-9,598	-59,091	-13,204	+59,091	+13,204	-	-
Total Appropriation.....	489,245	41,462	1,429,999	29,291	1,398,967	29,470	+118,033	-12,470	1,517,000	17,000

Project Statement Footnotes

- a/ Negative subsidy rate of 3.03 percent, 2.08 percent, and 13.21 percent were calculated for 2012, 2013, and 2014 respectively. Therefore, corresponding budget authority is not required to support the loan levels of 2012, 2013, and 2014.
- b/ The amounts are rescinded pursuant to Division B, Title I, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, 2011, P.L. 112-10.
- c/ Natural disaster unobligated available as of August 10, 2010, rescinded in accordance with the Education Jobs and Medicaid Assistance Act, P.L. 111-226, signed on August 10, 2010.

RURAL HOUSING SERVICE

RURAL COMMUNITY FACILITIES PROGRAM ACCOUNT

Project Statement
(On basis of Staff Years)

Program	2011 Actual Staff Years	2012 Actual Staff Years	2013 Estimate Staff Years	Inc. or Dec. Staff Years	2014 Estimate Staff Years
Discretionary Appropriations:					
Community facility direct loans.....	-	-	-	-	-
Community facility guaranteed loans.....	-	-	-	-	-
Community facility grants.....	-	-	-	-	-
Rural community devel. initiative grants.....	-	-	-	-	-
Rural coop. home based health care demo.....	-	-	-	-	-
Hazardous weather early warning grants.....	-	-	-	-	-
Economic impact initiative grants.....	-	-	-	-	-
Tribal college grants.....	-	-	-	-	-
Subtotal.....	954	859	827	-19	808
Total Available.....	954	859	827	-19	808
Total Obligations.....	954	859	827	-19	808

Justification of Increases and Decreases

(1) A increase of \$200,000,000 for the Direct Community Facility Loans (\$1,300,000,000 available in 2013).

By the end of 2013, the Community Facility (CF) direct loan program projects it will create/save 30,810 jobs and assist 555 community facilities with a program level of \$1,300,000,000. The \$1,500,000,000 program level in 2014 for the direct CF loan program will mean that RD will be able it will create/save approximately 35,550 jobs and improve access to quality health care, education, public safety, and other community infrastructure services by investing in 652 community facilities.

The direct loan level will facilitate public private partnerships to strengthen community infrastructure facilities and services such as health care, education, and public safety and help to attract new businesses, quality jobs and spur economic growth.

The agency strives to improve the quality of life in rural America by assisting rural communities in the creation of prosperity to ensure self-sustainability, rural repopulation, and economically vitality. Investments made to the enhancement of these goals improve upon the availability, stability, and quality rural employment. The agency also strives to develop community infrastructure for rural residents. Enhancements to the integrity of the current infrastructure improve the efficiency and viability of the local rural economy in terms of the transportation goods and services and the overall marketability of business development.

The performance of the CF direct loan program coupled with the current economic assumptions projecting low interest rates has made the subsidy cost for this program negative. Therefore, the program does not require budget authority. However, the CF direct loan program is evaluated on an ongoing basis throughout the year based review of obligations, delinquencies, as well as addressing specific performance goals for the program. The CF staff conducts quarterly evaluations of overall effectiveness of meeting its standard of providing new or improved essential community facilities, in terms of health care, public safety, and educational services. Furthermore, CF's National Office staff convenes on a monthly basis to discuss, strategize, and execute plans to ensure the safety and soundness of the direct loan portfolio. National Office staff work alongside CF State and area office personnel to address any behind or delinquent borrowers. Subsequently, the CF direct loan program is able identify and manage risk thereby reducing possible loss to the Federal government. Current CF delinquency rate by loan (2.13 percent), coupled with the program's negative subsidy rate, is evidence of successful evaluation of the program.

The CF direct loan program has witnessed substantial growth within the past several fiscal years. In line with increased project size and complexity and the changing CF personnel, the CF Credit Analysis Guide has been developed to further examine financial feasibility, project soundness, and overall risk. The Credit Analysis Guide allows for thorough project evaluation, while maintaining concise information to allow for an efficient streamlined decision making process. During the 2012, CF completed its transition from the Guaranteed Loan Servicing (GLS) system to the Community Programs Application Processing (CPAP) system. This was a strategic move to allow an overall streamline of staff overlapping staff responsibilities, improve processing efficiency by moving a more familiar interface, as well as improve overall reporting. Already, during 2013, CF began its reformatting of key reports. The result will be a more streamlined reporting process that will yield information in a more uniform and comprehensive format.

The FY 2014 budget proposes increased funding for this program that will help:

- Create and maintain attractive, vibrant and safe communities integral to furthering the Department's goal to assist rural communities to create prosperity so they are self-sustaining, repopulating ;
- Improve access to capital to finance, develop, and improve community infrastructure; and to improve the economic stability in rural communities;
- Improve access to quality healthcare; a key component to rural employment and community development, and thus economic vitality.
- Improve access to improved public safety services; essential to the overall soundness of rural communities allowing for marketability of rural communities and supports long-term.

- Support access to improved education in rural communities; primary in self sustainability in promoting business growth and development and, consequently, rural repopulation and economic vitality.

The CF Direct Loan program looks to build on its mission of developing community infrastructure with proposed 2014 resource levels through several initiatives outlines including:

Public Private Partnership – CF seeks to build on its prior successes and relationship with institutional investors interested in long term investment opportunities in rural community infrastructure. This effort will be a key component to improve rural America’s access to capital and leverage CF funding to better manage credit risk.

Memorandum of Understanding (MOU) between USDA and the Department of Health and Human Services (HHS) – As a major employer in the rural market, healthcare facilities will continue to receive strategic support from the CF program. The MOU between RD and HHS to improve collaboration and to strengthen the healthcare infrastructure in rural communities serves as the basis for CF’s commitment to ensuring adequate access to rural health care.

Memorandum of Understanding with the Rural Community College Alliance and the American Association of Community Colleges – In 2014, CF will continue its partnership with the Rural Community College Alliance and the American Association of Community Colleges. Funding will assist in facilitating access to capital for rural community college infrastructure projects, increased cooperation between RD and rural community colleges, and to work more effectively together with the goal to reach more and teach more; thereby improving efforts to strengthen the rural economy.

Know Your Farmer, Know Your Food (KYF) - In 2014, CF will continue its efforts to improve the access to regional food systems. KYF is an USDA-wide initiative to strengthening local and regional food systems. The CF program has been identified as a program with major potential to strengthen local food systems throughout rural America.

Strike Force Initiative – A USDA initiative to improve access to capital in regions undergoing economic hardships. In fiscal year 2012 outreach was a priority for RD’s State Directors and staff in the 6 Strike Force States where representatives from RD programs hosted or participated in more than 197 outreach events. Approximately 25 percent of all local food projects funded under the CF program were in areas designated as a persistent poverty or strike force county. Overall, CF obligated a total of \$65,607,713 in Strike Force areas. Total FY 2012 funding in Strike Force counties is more than double the \$30,909,404 funding that Strike Force counties received in FY 2011. This represents a 112 percent increase. During 2014, CF looks to continue improving funded in these impoverished areas.

Funding for CF programs is available to support the Promise Zones Initiative.

- (2) A decrease of \$74,527,000 for the Guaranteed Community Facility Loan Program (\$74,527,000 available in 2013).

The budget does not propose funding for this program. This program originated as an inexpensive alternative to the equivalent direct loan program and to stimulate additional assistance to moderate income communities in rural areas. However, the defaults in the program have been higher than initially projected, making it more expensive than the direct loan program. The guaranteed loan program serves the same organizations and purposes as the direct loan funding, the primary difference being that the guaranteed loans are made and serviced by a bank or other commercial lender and guaranteed by the Federal government. The subsidy rate for the guaranteed program is higher than the subsidy rate for direct loan program. With a program level of \$1.5 billion in the community facility direct loan program, communities will still have access to funding for eligible facilities. The CF program anticipates full utilization of the \$47,947,242 in guaranteed carryover program level in 2013.

The CF guaranteed program assists rural municipalities and non-profit organizations in financing the most essential community facilities to improve the quality of life for their residents. Eligible purposes include: health care; fire, rescue, and public safety facilities and equipment; and educational facilities.

The carryover funds will provide funding for:

- Rebuilding attractive, vibrant and safe communities integral to furthering the Department's goal to assist rural communities to create prosperity so they are self-sustaining, repopulating, and economically thriving ;
- Improving access to capital to finance, develop, and improve community infrastructure; and to improve the economic stability in rural communities;
- Improving access to quality healthcare; a key component to rural employment and community development, and thus economic vitality;
- Improving access to improved public safety services; essential to the overall soundness of rural communities allowing for marketability of rural communities and supports long-term repopulation;
- Improving access to improved education in rural communities; primary in self sustainability in promoting business growth and development and, consequently, rural repopulation and economic vitality.

Funding for CF programs is available to support the Promise Zones Initiative.

(3) An increase of \$1,567,000 for the Community Facility Grant Program (\$11,433,000 available in 2013).

Base funds for the program will continue to create/save jobs. By the end of 2013, the CF grant program is projected to create/save 230 jobs and assist 480 community facilities with a program level of \$11,433,000. Increased funding for 2014 is proposed at \$13,000,000. This level of funding will continue to address the Department's Strategic Goal of assisting rural communities to create prosperity so they are self-sustaining, repopulating, and economically thriving by creating/saving an estimated 262 jobs and improve access to quality health care, education, public safety, and other community infrastructure services by investing in 487 community facilities. Priority for grant funding is given to applicants in rural communities with populations of 5,000 or less and low medium house hold incomes. These funds will allow the agency to continue to meet the critical needs in the most rural and economically stressed communities.

The CF grant program improves the access to quality public infrastructure related services such as health care, education, and public safety to improve rural economic vitality, access to capital markets, enhance rural-urban economies of scale and create jobs, which help improve the overall rural outlook. Investments made to the CF Grant program enhances employment opportunities for rural residents, improves quality of education and health care for rural communities, provides for a safer rural America to allow for further business development and economic growth, and upgrades community infrastructure to improve the quality of all life for the entire rural community.

The CF grant program is evaluated on an on-going basis throughout the year based review of obligations, compliance reviews, as well as addressing specific performance goals for the program. The CF program conducts quarterly evaluations of overall effectiveness of meeting its standard of providing new or improved essential community facilities, in terms of health care, public safety, and educational services.

(4) A decrease of \$3,643,000 for the Community Facility Rural Community Development Initiative (RCDI) Grants (\$3,643,000 available in 2013).

The RCDI program provides technical assistance and training funds to qualified intermediary organizations to develop their capacity to undertake housing, community facilities, and community and economic development projects in rural areas. RCDI supports regional innovation efforts and regional economic development, which can bring together multiple units of government and nonprofit organizations, developing their capacities to collaborate to create needed jobs and economic hubs through increased development. These efforts will create sustainable rural economies in some of our nation's most underserved areas.

In 2013, this program includes an initiative called the Rural Jobs and Innovation Accelerator Challenge that made funding available in conjunction with a related Federal Funding Opportunity (FFO) issued by the Department of Commerce's Economic Development Administration as part of a broader based Federal initiative to support regional economic development. Funds awarded under this initiative were used to support and accelerate a range of measurable outcomes including innovation, commercialization, business formation and expansion, job creation, development of a skilled workforce, increasing exports, sustainable economic development and global competitiveness.

RCDI is a highly competitive grant program. Applications are received and reviewed in area, State, and National Offices. Initial review of these applications determines program eligibility. Once applications are deemed eligible, they are sent to a randomly selected review panel of experienced CF personnel. This ad hoc review panel reviews and scores applications based on building capacity, expertise, project's area population and income, innovate approach, soundness of approach, and on considerations of renewable energy.

The 2014 budget does not fund this program in the Community Facilities account, but provides funding for the same purpose under the Rural Business and Cooperative demonstration program proposed under the Rural Business and Cooperative Service under RD mission area.

- (5) A decrease of \$5,974,000 for the Community Facility Economic Impact Initiative (EII) Grants (\$5,974,000 available in 2013).

The budget does not propose funding for this program. This grant program provides assistance to rural communities with extreme unemployment and severe economic depression. The regular CF grant program can be used to fund these projects; therefore, funding is not proposed for this program. The CF program anticipates full utilization of the \$1,689,357 in carryover in 2013.

The CF EEI program assists rural municipalities and non-profit organizations in areas with severe economic depression finance the most essential community facilities to improve the quality of life for their residents. Eligible purposes include: health care; fire, rescue, and public safety facilities and equipment; and educational facilities. These projects can be funded through other USDA programs.

- (6) An increase of \$610,000 for the Community Facility Tribal College Grants (\$3,390,000 available in 2013).

Base funding for the Tribal College Grant program provides grants to tribal colleges and universities (land grant status under the 1994 Native American Education Act) to help defray the cost to develop or improve specific tribal colleges and universities.

The 2014 funding increase of \$610,000 will continue to help develop tribal college facilities to improve the quality of education and lay the foundation for sustainable economic development by building an educated workforce. We anticipate this funding will allow the agency to award approximately 20 grants to help improve the quality of tribal college facilities and create educational opportunities for tribal members. The CF program also anticipates full utilization of the \$284,760 in tribal college grant carryover budget authority in 2013.

- (7) A decrease of \$5,031,000 in subsidy budget authority (\$5,031,000 available in 2013).

The decrease is due to the fact that the budget is not requesting funding for the CF Guaranteed program, and focuses funding through the CF direct program.

RURAL HOUSING SERVICE
Rural Community Facility Loan Program - Direct
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	\$9,518	\$2,440	-	-
Alaska.....	8,493	2,900	-	-
Arizona.....	4,447	15,264	-	-
Arkansas.....	7,565	23,117	-	-
California.....	4,255	30,522	-	-
Colorado.....	3,079	2,806	-	-
Connecticut.....	195	12,164	-	-
Delaware.....	3,774	5,600	-	-
Florida.....	1,161	4,298	-	-
Georgia.....	1,716	11,893	-	-
Hawaii.....	4,042	29,646	-	-
Idaho.....	1,991	12,810	-	-
Illinois.....	9,891	15,660	-	-
Indiana.....	47,174	81,651	-	-
Iowa.....	28,114	65,456	-	-
Kansas.....	7,448	21,500	-	-
Kentucky.....	10,726	110,660	-	-
Louisiana.....	5,336	15,598	-	-
Maine.....	3,350	7,875	-	-
Maryland.....	2,821	11,671	-	-
Massachusetts.....	5,730	9,878	-	-
Michigan.....	32,297	37,763	-	-
Minnesota.....	22,973	82,980	-	-
Mississippi.....	21,155	498	-	-
Missouri.....	10,905	52,158	-	-
Montana.....	902	20,107	-	-
Nebraska.....	9,009	43,768	-	-
Nevada.....	120	548	-	-
New Hampshire.....	1,346	6,190	-	-
New Jersey.....	2,291	10,706	-	-
New Mexico.....	5,052	15,224	-	-
New York.....	7,750	6,740	-	-
North Carolina.....	15,910	56,896	-	-
North Dakota.....	1,585	6,407	-	-
Ohio.....	9,485	5,650	-	-
Oklahoma.....	4,827	-	-	-
Oregon.....	2,898	3,639	-	-
Pennsylvania.....	15,025	42,438	-	-
Rhode Island.....	145	3,370	-	-
South Carolina.....	35,058	37,934	-	-
South Dakota.....	13,013	27,643	-	-
Tennessee.....	8,814	92,710	-	-
Texas.....	58,929	32,147	-	-
Utah.....	2,604	30,531	-	-
Vermont.....	2,395	3,983	-	-
Virginia.....	13,429	44,664	-	-
Washington.....	4,605	8,853	-	-
West Virginia.....	3,262	63,589	-	-
Wisconsin.....	5,740	21,664	-	-
Wyoming.....	2,064	2,993	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	3,500	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	5,925	11,817	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$1,300,000 <u>a/</u>	\$1,500,000 <u>a/</u>
Obligations.....	490,337	1,270,518	1,300,000	1,500,000

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Rural Community Facility Loan Program - Guaranteed
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	\$5,745	\$1,180	-	-
Arkansas.....	3,000	-	-	-
California.....	1,828	4,870	-	-
Colorado.....	1,868	-	-	-
Connecticut.....	600	-	-	-
Delaware.....	-	-	-	-
Florida.....	5,800	2,800	-	-
Georgia.....	-	-	-	-
Hawaii.....	12,001	1,300	-	-
Idaho.....	270	1,224	-	-
Illinois.....	7,135	-	-	-
Indiana.....	6,700	10,000	-	-
Iowa.....	3,150	5,000	-	-
Kansas.....	4,160	4,450	-	-
Kentucky.....	20,133	-	-	-
Louisiana.....	527	-	-	-
Maine.....	5,125	8,106	-	-
Maryland.....	-	-	-	-
Massachusetts.....	800	400	-	-
Michigan.....	21,997	2,100	-	-
Minnesota.....	18,168	12,862	-	-
Mississippi.....	-	-	-	-
Missouri.....	1,504	-	-	-
Montana.....	5,300	21,550	-	-
Nebraska.....	2,795	20,000	-	-
Nevada.....	-	-	-	-
New Hampshire.....	1,530	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	5,150	4,418	-	-
North Carolina.....	3,631	28,811	-	-
North Dakota.....	1,000	2,607	-	-
Ohio.....	6,562	-	-	-
Oklahoma.....	1,100	250	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	3,000	14,834	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	2,100	-	-	-
South Dakota.....	8,598	10,700	-	-
Tennessee.....	1,300	-	-	-
Texas.....	5,605	1,030	-	-
Utah.....	18,951	7,950	-	-
Vermont.....	881	1,700	-	-
Virginia.....	-	-	-	-
Washington.....	8,221	-	-	-
West Virginia.....	125	13,800	-	-
Wisconsin.....	-	8,108	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	11,900	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$123,561 <u>a/</u>	\$47,947 <u>a/</u>
Obligations.....	196,359	201,950	123,561	47,947

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Rural Community Facility Loan Program - Guaranteed
2008 Disasters
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	-	\$1,045 a/
Obligations.....	-	-	-	1,045

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Rural Community Facility Grants
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	\$405	\$338	-	-
Alaska.....	158	73	-	-
Arizona.....	236	176	-	-
Arkansas.....	354	353	-	-
California.....	576	357	-	-
Colorado.....	235	178	-	-
Connecticut.....	92	79	-	-
Delaware.....	181	184	-	-
Florida.....	412	296	-	-
Georgia.....	485	328	-	-
Hawaii.....	102	61	-	-
Idaho.....	148	101	-	-
Illinois.....	304	189	-	-
Indiana.....	289	166	-	-
Iowa.....	441	186	-	-
Kansas.....	147	122	-	-
Kentucky.....	546	502	-	-
Louisiana.....	269	201	-	-
Maine.....	225	126	-	-
Maryland.....	214	272	-	-
Massachusetts.....	124	88	-	-
Michigan.....	600	377	-	-
Minnesota.....	313	228	-	-
Mississippi.....	802	336	-	-
Missouri.....	361	337	-	-
Montana.....	116	101	-	-
Nebraska.....	141	97	-	-
Nevada.....	127	89	-	-
New Hampshire.....	152	122	-	-
New Jersey.....	109	90	-	-
New Mexico.....	145	110	-	-
New York.....	399	286	-	-
North Carolina.....	529	350	-	-
North Dakota.....	172	159	-	-
Ohio.....	401	288	-	-
Oklahoma.....	460	452	-	-
Oregon.....	152	57	-	-
Pennsylvania.....	557	293	-	-
Rhode Island.....	59	56	-	-
South Carolina.....	412	302	-	-
South Dakota.....	370	250	-	-
Tennessee.....	506	299	-	-
Texas.....	996	462	-	-
Utah.....	86	118	-	-
Vermont.....	199	103	-	-
Virginia.....	907	543	-	-
Washington.....	212	83	-	-
West Virginia.....	392	188	-	-
Wisconsin.....	265	246	-	-
Wyoming.....	27	45	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	40	-	-
Puerto Rico.....	208	267	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	109	-	-	-
Undistributed.....	-	-	\$13,518 <u>a/</u>	\$14,672 <u>a/</u>
Obligations.....	16,225	11,150	13,518	14,672

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Rural Community Facility Grants
2008 Disasters
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
Amount	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	-	\$185 a/
Obligations.....	-	-	-	185

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Rural Community Facility Grants
2007 Tornadoes Disasters
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
Amount	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	-	\$96 ^{a/}
Obligations.....	-	-	-	96

^{a/} Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Rural Community Facility Grants
2005 Hurricanes
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
Amount	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	-	\$781 a/
Obligations.....	-	-	-	781

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Rural Community Development Initiative Grants
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	\$50	\$334	-	-
Arizona.....	-	-	-	-
Arkansas.....	175	214	-	-
California.....	700	562	-	-
Colorado.....	257	174	-	-
Connecticut.....	-	201	-	-
Delaware.....	175	400	-	-
Florida.....	-	-	-	-
Georgia.....	175	250	-	-
Hawaii.....	175	-	-	-
Idaho.....	65	74	-	-
Illinois.....	175	-	-	-
Indiana.....	87	100	-	-
Iowa.....	259	200	-	-
Kansas.....	-	415	-	-
Kentucky.....	75	95	-	-
Louisiana.....	-	-	-	-
Maine.....	350	200	-	-
Maryland.....	525	400	-	-
Massachusetts.....	175	200	-	-
Michigan.....	150	-	-	-
Minnesota.....	485	943	-	-
Mississippi.....	175	215	-	-
Missouri.....	-	200	-	-
Montana.....	252	170	-	-
Nebraska.....	300	-	-	-
Nevada.....	-	215	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	175	145	-	-
New York.....	400	200	-	-
North Carolina.....	175	1,056	-	-
North Dakota.....	-	-	-	-
Ohio.....	175	385	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	150	-	-
South Dakota.....	168	200	-	-
Tennessee.....	-	150	-	-
Texas.....	52	-	-	-
Utah.....	-	-	-	-
Vermont.....	110	-	-	-
Virginia.....	95	415	-	-
Washington.....	-	-	-	-
West Virginia.....	175	598	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	146	97	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$4,345 <u>a/</u>	\$4,771 <u>a/</u>
Obligations.....	6,452	8,959	4,345	4,771

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Rural Cooperative Home-Based Health Care Demo
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	-	\$580 <u>a/</u>
Obligations.....	-	-	-	580

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Hazardous Weather Early Warning Grants
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	\$34	\$60	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$30 <u>a/</u>	\$30 <u>a/</u>
Obligations.....	34	60	30	30

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Economic Impact Initiative Grants
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	\$231	\$142	-	-
Alaska.....	92	59	-	-
Arizona.....	144	98	-	-
Arkansas.....	575	653	-	-
California.....	327	182	-	-
Colorado.....	108	80	-	-
Connecticut.....	71	61	-	-
Delaware.....	62	56	-	-
Florida.....	233	143	-	-
Georgia.....	317	162	-	-
Hawaii.....	58	54	-	-
Idaho.....	88	69	-	-
Illinois.....	224	54	-	-
Indiana.....	95	84	-	-
Iowa.....	233	261	-	-
Kansas.....	99	75	-	-
Kentucky.....	449	394	-	-
Louisiana.....	161	106	-	-
Maine.....	148	79	-	-
Maryland.....	95	73	-	-
Massachusetts.....	79	65	-	-
Michigan.....	312	274	-	-
Minnesota.....	145	136	-	-
Mississippi.....	383	639	-	-
Missouri.....	494	149	-	-
Montana.....	133	30	-	-
Nebraska.....	85	184	-	-
Nevada.....	79	16	-	-
New Hampshire.....	80	65	-	-
New Jersey.....	80	65	-	-
New Mexico.....	95	73	-	-
New York.....	207	130	-	-
North Carolina.....	286	162	-	-
North Dakota.....	70	26	-	-
Ohio.....	-	-	-	-
Oklahoma.....	149	149	-	-
Oregon.....	102	-	-	-
Pennsylvania.....	231	142	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	200	508	-	-
South Dakota.....	80	65	-	-
Tennessee.....	236	174	-	-
Texas.....	-	-	-	-
Utah.....	61	97	-	-
Vermont.....	92	103	-	-
Virginia.....	275	365	-	-
Washington.....	50	57	-	-
West Virginia.....	131	91	-	-
Wisconsin.....	159	145	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	225	1,119	-	-
Guam.....	-	40	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	100	75	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	25	-	-	-
Undistributed.....	-	-	\$8,634 <u>a/</u>	\$1,698 <u>a/</u>
Obligations.....	8,451	8,029	8,634	1,698

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Tribal College Grants
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	\$205	\$159	-	-
Arizona.....	430	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	170	159	-	-
Minnesota.....	390	317	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	1,290	952	-	-
Nebraska.....	-	317	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	215	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	630	793	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	430	476	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	159	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	215	159	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$3,404 <u>a/</u>	\$4,285 <u>a/</u>
Obligations.....	3,759	3,705	3,404	4,285

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE

RURAL COMMUNITY FACILITIES PROGRAM ACCOUNT

Classification by Objects

(Dollars in thousands)

		2011	2012	2013	2014
		<u>Actual</u>	<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>
41.0	Grants, subsidies, and contributions.....	\$49,198	\$41,455	\$38,271	\$30,204
99.9	Total, new obligations.....	<u>49,198</u>	<u>41,455</u>	<u>38,271</u>	<u>30,204</u>

RURAL HOUSING SERVICE

The estimates include appropriation language for this item as follows:

Rural Housing Insurance Fund Program Account (including transfers of funds)

For gross obligations for the principal amount of direct and guaranteed loans as authorized by title V of the Housing Act of 1949, to be available from funds in the rural housing insurance fund, as follows: \$360,000,000 shall be for direct loans and \$24,000,000,000 shall be for unsubsidized guaranteed loans; \$26,280,000 for section 504 housing repairs loans; \$28,432,000 for section 515 rental housing loans; \$5,000,000 for section 524 site development loans; \$10,000,000 for credit sales of single family housing acquired property; and \$150,000,000 for section 538 guaranteed multi-family housing loans.

For the cost of direct and guaranteed loans, including the cost of modifying loans, as defined in section 502 of the Congressional Budget Act of 1974, as follows: \$9,792,000 shall be for direct loans; section 504 housing repair loans, \$2,176,000; and repair, rehabilitation, and new construction of section 515 rental housing loans, \$6,656,000: Provided, That to support the loan program level for section 538 guaranteed loans made available under this heading the Secretary may charge or adjust any fees to cover the projected cost of such loan guarantees pursuant to the provisions of the Credit Reform Act of 1990 (2 U.S.C. 661 et seq.), and the interest on such loans may not be subsidized.

In addition, for the cost of direct loans, grants, and contracts, as authorized by 42 U.S.C. 1484 and 1486, \$13,992,000, to remain available until expended, for direct farm labor housing loans and domestic farm labor housing grants and contracts: Provided, That any balances available for the Farm Labor Program Account shall be transferred to and merged with this account.

In addition, for administrative expenses necessary to carry out the direct and guaranteed loan programs, \$417,692,000 shall be paid to the appropriation for "Rural Development, Salaries and Expenses".

RURAL HOUSING SERVICE

RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT

Lead-Off Tabular Statement

	Loan Level	Subsidy	Grants	Administrative Expenses
2013 Estimate.....	\$24,957,250,000	\$73,538,000	\$7,143,000	\$433,436,000
Budget Estimate, 2014.....	24,603,567,000	24,280,000	8,336,000	417,692,000
Change in Appropriation.....	<u>-353,683,000</u>	<u>-49,258,000</u>	<u>+ 1,193,000</u>	<u>-15,744,000</u>

RURAL HOUSING SERVICE

RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT

Summary of Increases and Decreases

(Dollars in thousands)

	2011 Actual	2012 Change	2013 Change	2014 Change	2014 Estimate
Discretionary Appropriations:					
Sec. 502 single family housing direct loans.....	\$70,060	-\$27,490	+\$261	-\$33,039	\$9,792
Sec. 502 SFH guaranteed loans - blended.....	-	-	-	-	-
Sec. 515 rural rental housing direct loans.....	23,399	-3,099	+1,835	-15,479	6,656
Sec. 538 multi-family housing guaranteed loans.....	2,994	-2,994	-	-	-
Sec. 504 housing repair direct loans.....	4,413	-2,992	+9	+746	2,176
Sec. 524 direct site dev. loans.....	-	-	-	-	-
Sec. 523 self-help housing land dev. loans.....	20	-20	-	-	-
Single-family housing credit sales.....	-	-	-	-	-
Multi-family housing credit sales.....	67	-67	-	-	-
Sec. 514 farm labor housing loans.....	-	+7,100	+43	-1,487	5,656
Sec. 516 farm labor housing grants.....	-	+7,100	+43	+1,193	8,336
Administrative expenses.....	453,474	-22,674	+2,636	-15,744	417,692
Subtotal.....	+554,427	-45,136	+4,828	-63,810	450,308
Total, Appropriation or Change.....	+554,427	-45,136	+4,828	-63,810	450,308

RURAL HOUSING SERVICE

RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT

Project Statement

(On basis of supportable loan levels, appropriated subsidies and grants, and administrative expenses)

(Dollars in thousands)

Program	2011 Actual		2012 Actual		2013 Estimate		Change		2014 Estimate	
	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority
Discretionary Appropriations:										
Sec. 502 single family housing direct loans.....	\$1,119,163	\$70,060	\$900,000	\$42,570	\$717,429	\$42,831	-\$357,429 (1)	\$-33,039 (11)	\$360,000	\$9,792
Sec. 502 SFH guaranteed loans - blended..... a/	24,000,000	-	24,000,000	-	24,000,000	-	- (2)	-	24,000,000	-
Sec. 515 rural rental housing direct loans.....	69,372	23,399	59,496	20,300	62,936	22,135	-34,504 (3)	-15,479 (11)	28,432	6,656
Sec. 538 multi-family housing guaranteed loans..... b/	30,898	2,994	130,000	-	130,000	-	+20,000 (4)	-	150,000	-
Sec. 538 multi-family housing guaranteed loans no year.....	-	-	-	-	-	-	-	-	-	-
Sec. 504 housing repair direct loans.....	23,313	4,413	10,000	1,421	10,459	1,430	+15,821 (5)	+746 (11)	26,280	2,176
Sec. 504 housing repair direct loans natural disaster.....	-	-	-	-	-	-	-	-	-	-
Sec. 524 direct site dev. loans..... c/	1,267	-	-	-	-	-	+5,000 (6)	-	5,000	-
Sec. 523 self-help housing land dev. loans..... d/	350	20	5,000	-	5,000	-	-5,000 (7)	-	-	-
Single-family housing credit sales..... e/	10,000	-	10,000	-	10,000	-	- (8)	-	10,000	-
Multi-family housing credit sales.....	175	67	-	-	-	-	-	-	-	-
Sec. 514 farm labor housing loans.....	-	-	20,791	7,100	21,426	7,143	+2,429 (9)	-1,487 (11)	23,855	5,656
Sec. 516 farm labor housing grants.....	-	-	7,100	7,100	7,143	7,143	+1,193 (10)	+1,193	8,336	8,336
Administrative expenses..... f/	-	453,474	-	430,800	-	433,436	-	-15,744	-	417,692
Another Program.....	-	-	-	-	-	-	-	-	-	-
Another Program.....	-	-	-	-	-	-	-	-	-	-
Another Program.....	-	-	-	-	-	-	-	-	-	-
Another Program.....	-	-	-	-	-	-	-	-	-	-
Subtotal.....	25,254,537	554,427	25,142,387	509,291	24,964,394	514,118	-352,491	-63,810	24,611,903	450,308
Total Adjusted Approp.....	25,254,537	554,427	25,142,387	509,291	24,964,394	514,118	-352,491	-63,810	24,611,903	450,308
Rescissions and										
Transfers (Net).....	12,165	2,161	4,982	1,700	-	-	-	-	-	-
Total Appropriation.....	25,266,702	556,588	25,147,369	510,991	24,964,394	514,118	-352,491	-63,810	24,611,903	450,308
Transfers Out:										
Working capital transfer.....	-9,652	-1,048	-4,982	-1,700	-	-	-	-	-	-
Subtotal.....	-9,652	-1,048	-4,982	-1,700	-	-	-	-	-	-
Rescission..... g/	-2,513	-1,113	-	-	-	-	-	-	-	-
Bal. Available, SOY.....	45,471	44,157	1,717	1,717	44,567	23,205	-17,891	-11,524	26,676	11,680
Unobligated balances transferred in.....	-	-	8,557	4,344	-	-	-	-	-	-
Recoveries, Other (Net).....	1,576	1,391	11,570	6,930	17,465	9,954	-17,465	-9,954	-	-
Total Available.....	25,301,584	599,975	25,164,230	522,282	25,026,425	547,277	-387,847	-85,288	24,638,579	461,988
Lapsing Balances.....	-7,153,115	-4	-4,826,443	-5	-	-	-	-	-	-
Unobligated balances rescinded h/	-44,016	-44,016	-427	-427	-	-	-	-	-	-
Bal. Available, EOY.....	-1,717	-1,717	-43,798	-23,205	-19,200	-11,680	+17,396	+9,877	-1,804	-1,804
Total Obligations.....	18,102,736	554,238	20,293,563	498,645	25,007,225	535,596	-370,451	-75,412	24,636,775	460,185

RURAL HOUSING SERVICE

RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT

Project Statement
(On basis of obligations)
(Dollars in thousands)

Program	2011 Actual		2012 Actual		2013 Estimate		Change		2014 Estimate	
	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority
Discretionary Obligations:										
Sec. 502 single family housing direct loans.....	\$1,119,159	\$70,059	\$899,998	\$42,570	\$717,429	\$42,831	-\$357,429	\$-33,039	\$360,000	\$9,792
Sec. 502 SFH guaranteed loans - blended..... a/	16,858,928	-	19,213,344	-	24,000,000	-	-	-	24,000,000	-
Sec. 515 rural rental housing direct loans.....	69,215	23,346	59,481	20,295	62,936	22,135	-34,504	-15,479	28,432	6,656
Sec. 538 multi-family housing guaranteed loans..... b/	30,898	2,994	104,255	-	130,000	-	+20,000	-	150,000	-
Sec. 538 multi-family housing guaranteed loans no year.....	1,455	141	-	-	-	-	-	-	-	-
Sec. 504 housing repair direct loans.....	21,851	4,136	9,998	1,421	10,459	1,430	+15,821	+746	26,280	2,176
Sec. 504 housing repair direct loans natural disaster.....	-	-	-	-	-	-	-	-	16	1
Sec. 524 direct site dev. loans..... c/	-	-	-	-	-	-	-	-	5,000	-
Sec. 523 self-help housing land dev. loans..... d/	346	20	-	-	5,000	-	-5,000	-	-	-
Single-family housing credit sales..... e/	711	-	975	-	10,000	-	-	-	10,000	-
Multi-family housing credit sales.....	175	67	-	-	-	-	-	-	-	-
Sec. 514 farm labor housing loans.....	-	-	2,962	1,012	53,461	17,824	-9,969	-7,512	43,492	10,312
Sec. 516 farm labor housing grants.....	-	-	2,548	2,548	17,941	17,941	-4,385	-4,385	13,556	13,556
Administrative expenses..... f/	-	453,474	-	430,800	-	433,436	-	-15,744	-	417,692
Subtotal.....	18,102,736	554,238	20,293,563	498,645	25,007,225	535,596	-370,451	-75,411	24,636,775	460,184
Total Obligations.....	18,102,736	554,238	20,293,563	498,645	25,007,225	535,596	-370,451	-75,411	24,636,775	460,184
Recoveries, Other (Net).....	-	-	-	-	-	-	-	-	-	-
Lapsing Balances.....	7,153,115	4	4,826,443	5	-	-	-	-	-	-
Unobligated balances rescinded..... h/	44,016	44,016	427	427	-	-	-	-	-	-
Bal. Available, EOY.....	1,717	1,717	43,798	23,205	19,200	11,680	-17,396	-9,877	1,804	1,804
Total Available.....	25,301,584	599,975	25,164,230	522,282	25,026,425	547,276	-387,847	-85,288	24,638,579	461,988
Transfers In.....	-	-	-	-	-	-	-	-	-	-
Transfers Out.....	9,652	1,048	4,982	1,700	-	-	-	-	-	-
Recission..... g/	2,513	1,113	-	-	-	-	-	-	-	-
Bal. Available, SOY.....	-45,471	-44,157	-1,717	-1,717	-44,567	-23,205	+17,891	+11,524	-26,676	-11,680
Unobligated balances transferred in.....	-	-	-8,557	-4,344	-	-	-	-	-	-
Other Adjustments (Net).....	-1,576	-1,591	-11,570	-6,930	-17,465	-9,954	+17,465	+9,954	-	-
Total Appropriation.....	25,266,702	556,389	25,147,369	510,991	24,964,394	514,118	-352,491	-63,810	24,611,903	450,308

Project Statement Footnotes

- a/ Negative subsidy rates of 0.19%, 0.03%, 0.25% , and 0.14% were calculated for FY 2011, FY 2012, FY 2013, and FY 2014 respectively. Therefore, corresponding budget authority is not required to support the loan levels.
- b/ Negative subsidy rates of 0.06%, 0.04%, and 0.19% were calculated for FY 2012, FY 2013, and FY 2014 respectively. Therefore, corresponding budget authority is not required to support the loan levels.
- c/ A negative subsidy rate of 5.95% was calculated for FY 2014. Therefore, corresponding budget authority is not required to support the loan level.
- d/ Negative subsidy rates of 1.01%, 2.15%, and 4.51% were calculated for FY 2012, FY 2013, and FY 2014 respectively. Therefore, corresponding budget authority is not required to support the loan levels.
- e/ Negative subsidy rates of 11.12%, 16.85%, 8.97%, and 8.97% were calculated for FY 2011, FY 2012, FY 2013, and FY 2014 respectively. Therefore, corresponding budget authority is not required to support the loan levels.
- f/ In FY 2011, funding of \$453,474,234 was appropriated and transferred to the Rural Development Salaries and Expense Account. In FY 2012, funding of \$430,800,000 was appropriated and transferred to the Rural Development Salaries and Expense Account. In FY 2013, funding of \$433,436,496 was requested and will be paid to the Rural Development Salaries and Expense Account. In FY 2014, funding of \$417,692,000 is requested and will be paid to the Rural Development Salaries and Expense Account.
- g/ Natural disaster unobligated available as of August 10, 2010, rescinded in accordance with the Education Jobs and Medicaid Assistance Act, P.L. 111-226, signed on August 10, 2010.
- h/ The amounts are rescinded pursuant to Division B, Title I, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, 2011, P.L. 112-10.

RURAL HOUSING SERVICE

RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT

Project Statement
(On basis of Staff Years)

Program	<u>2011 Actual</u> Staff Years	<u>2012 Actual</u> Staff Years	<u>2013 Estimate</u> Staff Years	<u>Change</u> Staff Years	<u>2014 Estimate</u> Staff Years
Discretionary Appropriations:					
Sec. 502 single family housing direct loans.....	617	546	526	-12	514
Sec. 502 SFH guaranteed loans - blended	854	781	752	-17	735
Sec. 515 rural rental housing direct loans.....	779	703	676	-15	661
Sec. 515 rural rental housing direct loans natural disaster.....	-	-	-	-	-
Sec. 538 multi-family housing guaranteed loans	230	195	188	-4	184
Sec. 504 housing repair direct loans.....	84	78	75	-2	73
Sec. 524 direct site dev. loans	-	-	-	-	-
Sec. 523 self-help housing land dev. loans	-	-	-	-	-
Single-family housing credit sales	22	39	38	-1	37
Multi-family housing credit sales.....	-	-	-	-	-
Sec. 514 farm labor housing loans.....	-	234	225	-5	220
Sec. 516 farm labor housing grants.....	-	-	-	-	-
Subtotal.....	2,586	2,576	2,480	-56	2,424
Total Appropriation.....	2,586	2,576	2,480	-56	2,424

Justification of Increases

- (1) A decrease of \$357,429,000 for the single family housing section 502 direct single family housing loans (\$717,429,000 available in 2013).

USDA will maintain its commitment to improving the economic vitality and quality of life in rural America through the direct program while acknowledging the current budgetary climate in the department and the entire Federal government.

Base funding will allow the agency to continue offering homeownership opportunities for low-income families in rural America. A decrease in funding to a level of \$360,000,000 will provide over 3,158 homeownership opportunities in rural America by providing 100 percent direct and subsidized financing to income-eligible borrowers who are creditworthy. While making the dream of homeownership a reality for individual families, these homeownership opportunities will also help rural communities by creating jobs and by improving local property tax bases, which in turn will be used to pay for essential services.

Continuation of the direct program is critical because:

- Despite record low interest rates in the private lending sector and the availability of the section 502 guaranteed single family housing loan program, the very low- and low-income borrowers served under the direct program truly have no other options available to them to obtain homeownership at rates and terms they can reasonably afford and maintain.
- The unique servicing options available under the direct program help borrowers facing temporary challenges stay in their homes while those challenges are overcome.

Additionally, it is noted the subsidy rate is at a near record low. This provides the opportunity for USDA to meet demonstrated need for a successful direct loan program at minimal cost. In addition, private interest rates remain at record low levels, providing housing at a more affordable level for millions of rural Americans through the guaranteed loan program. However, these guaranteed loans do not meet the needs of lower income families who could become successful homeowners but are unable to overcome the barriers of unaffordable payments, even at today's low interest rates.

- (2) No change in funding for single family housing section 502 guaranteed single family housing loans (\$24,000,000,000 available in 2013).

The Section 502 Single Family Housing Guaranteed Loan Program's (GLP) activity continues to increase within the mortgage industry. Continued weakness in the housing markets has made lenders reluctant to extend credit without government backing, thereby giving this program an important role in contributing to liquidity of the capital markets. The GLP promotes mortgage lending in rural areas by requiring minimal upfront costs and a 30-year fixed rate loan term. Without these guarantees, thousands of credit worthy low and moderate income households will not be able to achieve the dream of homeownership because they do not have the resources to pay the down payment required by other loan programs. Loans through this program may be for up to 100 percent of appraised value or for the cost of acquisition, whichever is less, and the guarantee fee may be added in the loan amount. Interest rates are the competitive market rates, and homebuyers apply through participating lenders. Guaranteed loans may also be extended to refinance either existing Section 502 direct or guaranteed loans. The GLP is subsidy neutral, pays for itself through the guarantee fees charged on each loan, and does not require budget authority or taxpayer funding.

Base funding for this subsidy neutral program will achieve approximately 183,000 homeownership opportunities during 2013.

Direct endorsement/preferred lenders: The budget proposal from 2011, as well as the current budget proposal, includes the following language:

In carrying out subsection (h) of section 502 of the Housing Act of 1949, the Secretary may use the authority described in subsections (h) and (j) of section 538 of such Act.

This language provides the 502 SFH guaranteed program with the same authorities as the 538 MFH guaranteed program. Such authority is similar to the direct endorsement authority exercised by the Federal Housing Administration (FHA).

About 40 percent of FHA lenders, the best performing FHA lenders, have been delegated the loan approval authority to issue themselves the FHA insurance certificate without prior review by FHA. Similarly, the section 538 authority permits the agency to delegate loan approval authority to “preferred” lenders who can activate their loan guarantee without involving agency staff.

Delegated authority component for eligible preferred lenders, those with strong loan performance characteristics, will provide a benefit to all parties with an interest in the GLP. Preferred lenders will be responsible for certifying that both the applicant and property meet all program requirements and are eligible for guarantee. Applicants, preferred lenders, and the agency will all benefit from a shortened approval process. Applicants will be able to receive a loan guarantee without waiting for USDA’s concurrence. Preferred lenders will possess the authority to issue loan guarantees without manual submission of paperwork to the agency. In some instances, loan closing times may be shortened by as much as 45 days. In addition, the GLP will decrease the number of labor-intensive reviews currently required of each loan package received. Preferred lenders will be selected based upon established standards to evaluate historical program performance and will be required to maintain certain credentials and training requirements. Lenders will not be considered unless they have strong loan performance characteristics as an approved GLP lender for a period of two years or more. Additional prerequisites will be established by the Secretary to further determine a lender’s eligibility for delegated lender status. For example, the lender will need to demonstrate a proven history of delinquency rates below the national average for all approved lenders.

Aside from careful selection by which lenders will receive delegated authority, based on their experience in the program and their strong loan performance characteristics, preferred lenders will be monitored closely on a post-closing basis which may require an increase of FTEs devoted to lender monitoring. The proposed legislation includes the ability to terminate a lender’s preferred or delegated status should their loan performance characteristics deteriorate below levels established by the Secretary. Such terminations will not be subject to judicial review.

- (3) A decrease of \$34,504,000 in funding for section 515 direct rural rental housing loans (\$62,936,000 available in 2013).

The section 515 program has been the traditional way to fund both new construction and revitalization of existing multi-family housing in USDA’s multi-family direct loan program. In recognition of limited funding opportunities within direct loan programs, USDA plans to focus its multi-family direct loan funding on the revitalization and repair of the section 515 loan portfolio through the multi-family preservation and revitalization demonstration program.

Therefore, the 2014 budget proposes to reduce the use of direct loan funds through the section 515 program and increase funding of the multi-family housing revitalization demonstration program. Section 515 funding is expected to be used to provide additional assistance in the preservation of existing section 515 housing, rather than fund new construction. The funding decrease in the section 515 program is also consistent with Rural Development’s priority of maintaining and servicing its existing housing portfolio, rather than creating additional housing through new construction. New construction also creates additional needs for long term commitments of section 521 rental assistance to ensure the stability of the new project. This new commitment of rental assistance affects RHS’ ability to renew its rental assistance commitments with existing projects.

The budget request of \$28,432,000 will allow RHS to preserve approximately 1,391 units of affordable housing.

- (4) An increase of \$20,000,000 in funding for the section 538 guaranteed multi-family housing loans (\$130,000,000 available in 2013).

The guaranteed multi-family housing program aims to provide a loan guarantee to approved lenders to develop and repair apartments for tenants of very low-, low-, or moderate-income households, elderly, or disabled.

Funding for this negative subsidy program will encourage the new construction and rehabilitation of rural rental housing and support the strategic goal of assisting rural communities to create prosperity so they are self-sustaining, repopulating, and economically thriving.

Although section 538 loans may charge a market interest rate, the inclusion of high levels of third-party funding reduce the size of the Section 538 loan in the overall transaction, minimizing the cost of the loan to the project and the impact on tenant rents. Section 538 loans leverage a high multiple of third party funds, usually through the Low Income Housing Tax Credit program. Rural Development partners with many State tax credit allocating agencies to include the use of tax credits for rural rental housing preservation and construction in those states' Qualified Allocation Plans. A higher level of leverage increases the number of projects that may be rehabilitated or constructed using section 538 funds. In 2012, awarded section 538 projects received 3.25 times the RHS investment from third party sources for new construction or revitalization of rural multi-family housing.

Roughly half of section 538 loans are used for revitalization of existing section 515 projects, while the remaining half is used for new construction. Rural Development expects that increased levels of funding in the section 538 program will help replace new construction lost through the section 515 program, while both the 538 and Preservation and Revitalization programs will assist in the rehabilitation of the existing section 515 housing stock. Generally, there is a cheaper per unit cost to rehabilitate existing housing than for new construction, so a higher proportionate share of section 538 funds used for revitalization of existing section 538 projects increases the number of projects that may be funded using section 538.

Due to changes in the fee structure, the program has a negative subsidy rate and is becoming a stable source of funding for rural multi-family development. There is a substantial amount of time needed for preparation of an application for multi-family housing, so RHS expects that demand for the program will increase in 2013 and again in 2014. RHS expects that the 2014 request of \$150 million will support program demand. In 2012, section 538 supported the development or rehabilitation of 3,359 units of multi-family housing. RHS expects that the 2014 request will support the development or rehabilitation of 5,194 units, although the number of units will depend upon the amount of third party funding leverage and ratio of revitalization to new construction for projects awarded section 538 funding.

(5) An increase of \$15,821,000 for the single family housing section 504 housing repair loans (\$10,459,000 available in 2013).

Single Family Housing Repair Loans are available to very low-income applicants who live in rural areas and own and occupy their dwelling. Loans up to \$20,000 may be made to repair, modernize or to remove health and safety hazards. Loans are amortized at 1 percent for up to 20 years. This program provides much needed funding for rural very low-income homeowners to make the essential repairs needed to keep their properties decent, safe, and sanitary.

Continuation of this program is critical because:

- This program provides much needed funding for rural very low-income homeowners to make essential repairs to keep their properties decent, safe, and sanitary.
- This program provides a great funding source of loans up to \$20,000 for very low-income homeowners repair, modernize or remove health and safety hazards from their homes. Loans are amortized at 1 percent for up to 20 years.
- This program supports USDA's Strategic Goal of assisting rural communities to create prosperity so they are self-sustaining, repopulating, and economically thriving.

Base funding will provide home repair opportunities to approximately 1,920 eligible very low-income households in rural America. Without the program, rural homeowners will not be able to make the necessary repairs needed to keep their homes decent, safe, and sanitary.

The budget request of \$26,280,000 will support approximately 4,729 very low-income homeowners in receiving necessary repairs, based on an average loan amount of \$5,557. This program was severely oversubscribed the past fiscal year due to a program cut of roughly \$20 million dollars in FY 2012. Currently, there is a backlogged demand for these funds. The increase in this program will help alleviate the current backlog of applicants. With the current demand there should be no issues in utilizing the proposed level of funding.

- (6) An increase of \$5,000,000 in funding for the single family housing section 524 housing site development loans (\$0 available in 2013)

The section 524 housing site development loan program provides loans to non-profit entities to purchase and develop land which will be subdivided into adequate building sites and sold on a non-profit basis to low income families. There is no restriction as to the method of construction i.e. contractor built or self-help method. The program has a negative subsidy rate and requires no budget authority.

An increase in this program will support funding to eligible non-profit entities for the purchase and development of land for low income families. With historic low interest rates, this program will have a negative subsidy rate, providing a return to the government on funds loaned. While this program has had low usage rate due to the short (two-year) term of these loans, it provides a convenience and possible other source for financing development which may not be available to non-profit groups working in rural areas. This program supports USDA's Strategic Goal of assisting rural communities to create prosperity so they are self-sustaining, repopulating, and economically thriving.

- (7) A decrease of \$5,000,000 in funding for the single family housing section 523 self-help land development loans (\$5,000,000 available in 2013).

Section 523 Self-Help Land Development Loans provide funds to non-profit entities to purchase and develop land which will be subdivided into adequate building sites and sold on a nonprofit basis to low-income families who will construct their homes through the self-help method.

The program supports loans to non-profit entities to purchase and develop land which will be subdivided into adequate building sites and sold on a nonprofit basis to low-income families who will construct their homes through the self-help method. The program has a negative subsidy rate and requires no budget authority. While this program has had low usage rate due to the short (two-year) term of these loans, it has provided a convenience and possible other source for financing development which is not always available to non-profit groups working in rural areas. Many Self-Help providers utilize HUD's Self Help Opportunity Program (SHOP) funds for land development. However, SHOP funds may be reduced or eliminated leaving many Self-Help providers with no source of funding for land purchase or development.

With an increase in funding for the section 524 site development loan program, a decrease of \$5,000,000 for this program will have little to no impact for self-help providers. The section 523 self-help land development loan program has had very low usage rate over the years, primarily due to the two year term of these loans and the restriction that the method of construction be self-help. With economic and housing volatility most non-profit entities have not been able to develop and sell lots within the two year term and they have been unwilling to commit to these funds should their self-help program cease to operate.

- (8) No change in funding for single family housing credit sales (non-program) (\$10,000,000 available in 2013).

Base funding of \$10 million supports the sale of Real Estate Owned (REO) properties. Non-program Single Family Housing Credit Sales provide funding for the purchase of agency REO properties. Non-program credit terms are offered when the buyer is not eligible for Section 502 assistance or the property does not qualify as a

program property. The program has a negative subsidy rate thereby requiring no budget authority. Inventory of REO properties have averaged 1,307 over the past twelve months. This funding will allow agency staff to expedite the sale and dispose of REO properties, thereby, saving the government the cost of maintaining these properties.

Continuation of the program is critical because:

- Timely sales of REO properties help reduce the agency's custodial costs and potential losses.
- For borrowers that are not program eligible, the agency's credit sales program provides financing at reasonable rates and terms.
- For properties that are not program eligible, the agency's credit sales program provides an alternative means of financing.
- This program supports USDA's Strategic Goal of assisting rural communities to create prosperity so they are self-sustaining, repopulating, and economically thriving.

The single family housing credit sales program works in conjunction with the section 502 single family housing direct loan program and provides funding for families and investors purchasing real estate owned (REO) by the RD through foreclosure and other means. The availability of this funding at favorable terms to the buyer assists the government in marketing these properties, decreasing the time and cost of ownership.

(9) An increase of \$2,429,000 in funding for multi-family housing section 514 farm labor housing loans (\$21,426,000 available in 2013).

The farm labor housing loan program provides decent, safe, and sanitary housing for farmers for small, on-farm housing or loans for off-farm multi-family developments.

Base funding will enable the construction or substantial rehabilitation of farm labor housing in areas where very low- and low-income farm workers are unable to afford available housing.

The use of third-party funds and Section 516 Farm Labor Housing grants provides additional leverage to minimize the cost of new construction, and allows the projects to maintain rents at affordable levels. The primary source of funding leveraged by the Section 514 and 516 programs is through the Low Income Housing Tax Credit (LIHTC) program. A few States also provide assistance through grant programs designed to attract farm labor housing development opportunities; RD works very closely with those states to coordinate its efforts with the States. In addition to the farm labor housing loans or grants, RD also provides Section 514/516 new construction rental assistance to assure the financial stability of the projects.

The average loan size of off-farm labor housing projects awarded funding in the most recent Notice of Funding Availability was approximately \$1.7 million. The awarded projects were supported by additional leverage from third party sources of more than 2.1 times RHS' investment. RHS' funding notices for the section 514 program are typically oversubscribed, so applicants usually seek third party funding such LIHTCs to make their farm labor application more attractive to RHS.

An increase of \$2,429,000 in section 514 will fund approximately two additional farm labor housing projects containing approximately 62 units.

Carryover funds represent de-obligated funding of projects that were unable to close. As noted earlier, section 514/516 farm labor projects often use a number of different funding sources. Usually, other funding sources wait until Rural Development approves its funding of a farm labor housing project before committing their funds. During the long time between Rural Development's approval of the project and the approval by all other funding sources, problems may arise that prevent full project funding, at which point section 514/516 funds are de-obligated and reused through a new funding award process. RHS expects to issue a funding notice in 2014 that will make available any anticipated funding. The anticipated funding will be enough to fund approximately 13 new construction projects containing 403 units of farm worker housing.

- (10) An increase of \$1,193,000 in funding for multi-family housing section 516 domestic farm labor housing grants (\$7,143,000 available in 2013).

The farm labor housing grant program provides decent, safe, and sanitary housing for farmers for small, on-farm housing or grants for off-farm multi-family developments.

Base funding will enable the construction or substantial rehabilitation of new farm labor housing in areas where very low- and low-income farm workers are unable to afford available housing. RHS typically provides a combination of section 514 loans and section 516 grants to fund off-farm labor housing projects. Section 514 grants are critical to off-farm multi-family housing because they reduce the amount of debt service, reducing project expenses and the amount of rental assistance needed to support the project. The use of third-party funds and section 514 Farm Labor Housing loans provides additional leverage to minimize the cost of new construction, and allow the projects to maintain rents at affordable levels. In addition, section 514/516 new construction rental assistance will be provided to assure the financial stability of the projects.

An increase of \$1,193,000 in section 516 over base funding will provide additional grants for approximately 2 off-farm labor housing developments containing approximately 62 units.

Carryover funding represents de-obligated funding of projects that were unable to close. RHS expects to issue a funding notice in 2014 that will make available any anticipated funding. The anticipated funding will be enough to fund approximately 12 new construction projects containing 372 units of farm worker housing.

- (11) A decrease of \$49,259,000 in subsidy budget authority (\$73,539,000 available in 2013).

The net decrease in subsidy budget authority is primarily related to the decrease in the subsidy rate. The subsidy amount is necessary to support the estimated loan obligations associated with the requested FY 2014 loan levels for these programs. It also is related to a decrease in Section 502 direct single family housing.

The 2014 budget aims to use section 502 guaranteed single family housing as the primary program to support homeownership opportunities. The lower loan program of \$260 million for the 502 direct single family housing is supported by a decrease budget authority.

RURAL HOUSING SERVICE
Section 502 Direct Single Family Housing Loans
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	\$23,221	\$16,022	-	-
Alaska.....	11,483	5,052	-	-
Arizona.....	16,032	16,237	-	-
Arkansas.....	25,708	21,532	-	-
California.....	69,649	57,058	-	-
Colorado.....	15,511	12,162	-	-
Connecticut.....	3,311	3,476	-	-
Delaware.....	7,746	5,717	-	-
Florida.....	31,438	22,009	-	-
Georgia.....	21,062	14,423	-	-
Hawaii.....	18,273	12,557	-	-
Idaho.....	13,518	9,473	-	-
Illinois.....	22,538	17,442	-	-
Indiana.....	22,303	25,305	-	-
Iowa.....	17,200	15,455	-	-
Kansas.....	15,390	9,823	-	-
Kentucky.....	35,112	32,232	-	-
Louisiana.....	33,613	20,931	-	-
Maine.....	29,188	26,676	-	-
Maryland.....	9,945	5,620	-	-
Massachusetts.....	10,719	7,169	-	-
Michigan.....	30,134	25,049	-	-
Minnesota.....	24,157	15,660	-	-
Mississippi.....	28,332	26,296	-	-
Missouri.....	38,274	32,182	-	-
Montana.....	14,527	12,360	-	-
Nebraska.....	9,467	7,682	-	-
Nevada.....	8,670	8,993	-	-
New Hampshire.....	13,717	13,221	-	-
New Jersey.....	6,734	7,428	-	-
New Mexico.....	6,297	8,655	-	-
New York.....	22,888	15,043	-	-
North Carolina.....	51,944	40,819	-	-
North Dakota.....	5,741	4,908	-	-
Ohio.....	29,263	23,438	-	-
Oklahoma.....	17,606	14,791	-	-
Oregon.....	14,038	10,866	-	-
Pennsylvania.....	24,960	21,825	-	-
Rhode Island.....	2,763	2,815	-	-
South Carolina.....	24,745	23,535	-	-
South Dakota.....	12,261	10,883	-	-
Tennessee.....	33,609	24,098	-	-
Texas.....	59,879	55,726	-	-
Utah.....	40,760	34,130	-	-
Vermont.....	10,009	8,648	-	-
Virginia.....	26,193	14,903	-	-
Washington.....	43,225	32,364	-	-
West Virginia.....	14,175	11,839	-	-
Wisconsin.....	20,546	14,613	-	-
Wyoming.....	8,268	4,304	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	1,839	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	18,846	12,825	-	-
Virgin Islands.....	1,571	1,041	-	-
Other Countries.....	2,600	848	-	-
Undistributed.....	-	-	\$717,429 ^{a/}	\$360,000 ^{a/}
Obligations.....	1,119,159	899,998	717,429	360,000
Lapsing Balances.....	4	2	-	-
Total, Adjusted Approp....	1,119,163	900,000	717,429	360,000

^{a/} Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Section 502 Guaranteed Single Family Housing Loans
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	\$413,158	\$470,646	-	-
Alaska.....	70,023	68,146	-	-
Arizona.....	268,991	350,878	-	-
Arkansas.....	414,624	463,001	-	-
California.....	699,261	864,906	-	-
Colorado.....	226,239	292,816	-	-
Connecticut.....	88,107	129,964	-	-
Delaware.....	74,059	132,676	-	-
Florida.....	758,144	800,868	-	-
Georgia.....	412,064	446,004	-	-
Hawaii.....	260,129	295,824	-	-
Idaho.....	186,918	183,915	-	-
Illinois.....	431,358	450,244	-	-
Indiana.....	552,112	526,779	-	-
Iowa.....	191,876	224,108	-	-
Kansas.....	180,861	201,223	-	-
Kentucky.....	351,872	444,073	-	-
Louisiana.....	741,463	773,345	-	-
Maine.....	253,331	281,802	-	-
Maryland.....	340,201	453,829	-	-
Massachusetts.....	143,316	230,723	-	-
Michigan.....	640,718	680,650	-	-
Minnesota.....	363,936	443,778	-	-
Mississippi.....	307,031	336,238	-	-
Missouri.....	481,036	552,603	-	-
Montana.....	165,816	211,710	-	-
Nebraska.....	105,899	115,759	-	-
Nevada.....	75,322	108,336	-	-
New Hampshire.....	159,009	162,090	-	-
New Jersey.....	167,207	253,730	-	-
New Mexico.....	42,360	49,129	-	-
New York.....	177,803	217,969	-	-
North Carolina.....	873,112	1,026,962	-	-
North Dakota.....	53,525	50,077	-	-
Ohio.....	422,994	477,888	-	-
Oklahoma.....	265,722	295,428	-	-
Oregon.....	354,136	411,504	-	-
Pennsylvania.....	556,020	651,798	-	-
Rhode Island.....	28,415	33,251	-	-
South Carolina.....	375,204	427,197	-	-
South Dakota.....	143,044	153,657	-	-
Tennessee.....	502,205	649,549	-	-
Texas.....	826,637	973,306	-	-
Utah.....	354,721	411,685	-	-
Vermont.....	85,679	101,838	-	-
Virginia.....	460,905	475,321	-	-
Washington.....	657,543	655,916	-	-
West Virginia.....	186,476	222,026	-	-
Wisconsin.....	338,357	414,211	-	-
Wyoming.....	235,827	252,062	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	7,050	8,007	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	386,952	303,428	-	-
Virgin Islands.....	160	471	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$24,000,000 <u>a/</u>	\$24,000,000 <u>a/</u>
Obligations.....	16,858,928	19,213,344	24,000,000	24,000,000
Lapsing Balances.....	7,141,072	4,786,656	-	-
Total, Adjusted Approp....	24,000,000	24,000,000	24,000,000	24,000,000

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Section 515 Rural Rental Housing Direct Loans
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	\$1,372	-	-	-
Arkansas.....	-	-	-	-
California.....	3,634	-	-	-
Colorado.....	6,553	\$1,524	-	-
Connecticut.....	696	1,552	-	-
Delaware.....	6,280	-	-	-
Florida.....	-	10,692	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	858	1,108	-	-
Indiana.....	-	-	-	-
Iowa.....	-	448	-	-
Kansas.....	5,879	-	-	-
Kentucky.....	849	-	-	-
Louisiana.....	246	-	-	-
Maine.....	2,287	250	-	-
Maryland.....	1,000	258	-	-
Massachusetts.....	2,427	284	-	-
Michigan.....	2,817	1,566	-	-
Minnesota.....	3,683	2,640	-	-
Mississippi.....	-	234	-	-
Missouri.....	-	-	-	-
Montana.....	1,122	-	-	-
Nebraska.....	59	239	-	-
Nevada.....	303	-	-	-
New Hampshire.....	1,000	2,479	-	-
New Jersey.....	2,365	4,265	-	-
New Mexico.....	500	-	-	-
New York.....	8,180	1,509	-	-
North Carolina.....	-	15,703	-	-
North Dakota.....	-	338	-	-
Ohio.....	7,036	658	-	-
Oklahoma.....	-	-	-	-
Oregon.....	1,169	1,625	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	1,138	-	-
South Dakota.....	337	785	-	-
Tennessee.....	310	-	-	-
Texas.....	287	331	-	-
Utah.....	523	993	-	-
Vermont.....	3,000	1,636	-	-
Virginia.....	221	755	-	-
Washington.....	2,118	-	-	-
West Virginia.....	1,969	-	-	-
Wisconsin.....	-	2,728	-	-
Wyoming.....	135	3,743	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$62,936 <u>a/</u>	\$28,432 <u>a/</u>
Obligations.....	69,215	59,481	62,936	28,432
Lapsing Balances.....	157	14	-	-
Total, Adjusted Approp....	69,372	59,496	62,936	28,432

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Section 538 Multi-Family Housing Guaranteed Loans - Annual
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
Amount	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	\$333	-	-
Arkansas.....	\$2,327	-	-	-
California.....	-	43,587	-	-
Colorado.....	14,207	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	5,990	-	-
Georgia.....	1,575	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	750	-	-
Illinois.....	-	15,747	-	-
Indiana.....	900	1,576	-	-
Iowa.....	-	5,250	-	-
Kansas.....	-	-	-	-
Kentucky.....	1,901	-	-	-
Louisiana.....	-	400	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	345	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	3,129	-	-	-
Montana.....	1,456	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	10,031	-	-
North Dakota.....	-	1,473	-	-
Ohio.....	430	1,050	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	1,000	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	3,473	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	3,470	-	-
Texas.....	1,500	3,085	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	8,959	-	-
West Virginia.....	-	1,210	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$130,000 <u>a/</u>	\$150,000 <u>a/</u>
Obligations.....	30,898	104,255	130,000	150,000
Lapsing Balances.....	-	25,745	-	-
Total, Adjusted Approp.....	30,898	130,000	130,000	150,000

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Section 538 Multi-Family Housing Guaranteed Loans - No-Year
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	\$167	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	988	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	300	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	-	-
Obligations.....	1,455	-	-	-

RURAL HOUSING SERVICE
Section 504 Direct Housing Repair Loans
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	\$603	\$290	-	-
Alaska.....	46	19	-	-
Arizona.....	299	136	-	-
Arkansas.....	546	170	-	-
California.....	14	30	-	-
Colorado.....	86	10	-	-
Connecticut.....	12	6	-	-
Delaware.....	29	7	-	-
Florida.....	811	459	-	-
Georgia.....	745	445	-	-
Hawaii.....	138	163	-	-
Idaho.....	115	51	-	-
Illinois.....	1,578	604	-	-
Indiana.....	395	209	-	-
Iowa.....	589	162	-	-
Kansas.....	323	64	-	-
Kentucky.....	1,474	616	-	-
Louisiana.....	709	318	-	-
Maine.....	406	218	-	-
Maryland.....	22	13	-	-
Massachusetts.....	63	22	-	-
Michigan.....	712	349	-	-
Minnesota.....	478	146	-	-
Mississippi.....	855	562	-	-
Missouri.....	850	310	-	-
Montana.....	52	7	-	-
Nebraska.....	145	40	-	-
Nevada.....	130	51	-	-
New Hampshire.....	244	52	-	-
New Jersey.....	4	23	-	-
New Mexico.....	138	65	-	-
New York.....	418	224	-	-
North Carolina.....	1,520	768	-	-
North Dakota.....	112	63	-	-
Ohio.....	718	217	-	-
Oklahoma.....	201	165	-	-
Oregon.....	223	81	-	-
Pennsylvania.....	707	250	-	-
Rhode Island.....	58	25	-	-
South Carolina.....	518	313	-	-
South Dakota.....	166	53	-	-
Tennessee.....	807	391	-	-
Texas.....	1,402	751	-	-
Utah.....	126	34	-	-
Vermont.....	208	80	-	-
Virginia.....	601	206	-	-
Washington.....	291	135	-	-
West Virginia.....	539	266	-	-
Wisconsin.....	332	126	-	-
Wyoming.....	-	28	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	209	80	-	-
Virgin Islands.....	7	7	-	-
Other Countries.....	77	118	-	-
Undistributed.....	-	-	\$10,459 <u>a/</u>	\$26,280 <u>a/</u>
Obligations.....	21,851	9,998	10,459	26,280
Lapsing Balances.....	1,462	2	-	-
Total, Adjusted Approp....	23,313	10,000	10,459	26,280

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Section 504 Direct Housing Repair Loans Natural Disaster
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	-	\$16 ^{a/}
Obligations.....	-	-	-	16

^{a/} Total cannot be distributed at this time.

RURAL HOUSING SERVICE
Section 524 Direct Site Development Loans
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
Amount	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	-	\$5,000 ^{a/}
Obligations.....	-	-	-	5,000
Lapsing Balances.....	1,267	-	-	-
Total, Adjusted Approp.....	1,267	-	-	5,000

^{a/} Total cannot be distributed at this time.

RURAL HOUSING SERVICE
Section 523 Self-Help Housing Land Development Loans
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	\$346	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$5,000 <u>a/</u>	-
Obligations.....	346	-	5,000	-
Lapsing Balances.....	4	5,000	-	-
Total, Adjusted Approp.....	350	5,000	5,000	-

a/ Total cannot be distributed at this time.

RURAL HOUSING SERVICE
Single Family Housing Credit Sales
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	\$37	-	-	-
Arkansas.....	-	\$53	-	-
California.....	50	163	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	24	-	-
Georgia.....	69	26	-	-
Hawaii.....	-	-	-	-
Idaho.....	96	199	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	34	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	48	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	314	201	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	63	-	-	-
Utah.....	-	63	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	178	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	70	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$10,000 <u>a/</u>	\$10,000 <u>a/</u>
Obligations.....	711	975	10,000	10,000
Lapsing Balances.....	9,289	9,025	-	-
Total, Adjusted Approp....	10,000	10,000	10,000	10,000

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Multi-Family Housing Credit Sales
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	\$175	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	-	-
Obligations.....	175	-	-	-
Lapsing Balances.....	-	-	-	-
Total, Available.....	175	-	-	-

RURAL HOUSING SERVICE
Section 514 Farm Labor Housing Loans
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	\$436	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	116	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	265	-	-
Michigan.....	-	146	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	500	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	1,500	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$53,461 a/	\$43,492 a/
Obligations.....	-	2,962	53,461	43,492

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Section 516 Farm Labor Housing Grants
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	\$600	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	405	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	634	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	409	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	500	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$17,941 a/	\$13,556 a/
Obligations.....	-	2,548	17,941	13,556

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE

RURAL HOUSING INSURANCE FUND PROGRAM ACCOUNT

Classification by Objects

(Dollars in thousands)

		2011	2012	2013	2014
		<u>Actual</u>	<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>
25.0	Other purchases of goods and services from government accounts.....	\$453,474	\$430,800	\$433,436	\$417,692
41.0	Grants, subsidies, and contributions.....	100,764	67,845	102,159	42,492
99.9	Total, new obligations.....	<u>554,238</u>	<u>498,645</u>	<u>535,596</u>	<u>460,184</u>

RURAL HOUSING SERVICE

FARM LABOR HOUSING PROGRAM ACCOUNT

Summary of Increases and Decreases

(Dollars in thousands)

	2011 Actual	2012 Change	2013 Change	2014 Change	2014 Estimate
Discretionary Appropriations:					
Sec. 514 farm labor housing loans.....	\$9,853	-\$9,853	-	-	-
Sec. 516 farm labor housing grants.....	9,853	-9,853	-	-	-
Subtotal.....	+19,707	-19,707	-	-	-
Total, Appropriation or Change.....	+19,707	-19,707	-	-	-

RURAL HOUSING SERVICE

FARM LABOR HOUSING PROGRAM ACCOUNT

Project Statement

(On basis of supportable loan levels, appropriated subsidies and grants)

(Dollars in thousands)

Program	2011 Actual		2012 Actual		2013 Estimate		Inc. or Dec.		2014 Estimate	
	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority
Discretionary Appropriations:										
Sec. 514 farm labor housing loans.....	25,673	9,853	-	-	-	-	-	-	-	-
Sec. 516 farm labor housing grants.....	9,853	9,853	-	-	-	-	-	-	-	-
Subtotal.....	35,526	19,707	-	-	-	-	-	-	-	-
Total Adjusted Approp.....	35,526	19,707	-	-	-	-	-	-	-	-
Rescissions and										
Transfers (Net).....	71	39	-	-	-	-	-	-	-	-
Total Appropriation.....	35,597	19,746	-	-	-	-	-	-	-	-
Transfers Out:										
Unobligated balances.....	-	-	-8,557	-4,344	-	-	-	-	-	-
Subtotal.....	-	-	-8,557	-4,344	-	-	-	-	-	-
Rescission..... ^{a/}	-71	-39	-	-	-	-	-	-	-	-
Bal. Available, SOY.....	22,785	12,333	8,557	4,344	-	-	-	-	-	-
Recoveries, Other (Net).....	3,579	3,524	-	-	-	-	-	-	-	-
Total Available.....	61,890	35,563	-	-	-	-	-	-	-	-
Bal. Available, EOY.....	-5,716	-4,344	-	-	-	-	-	-	-	-
Total Obligations.....	56,174	31,219	-	-	-	-	-	-	-	-

^{a/} The amounts are rescinded pursuant to Division B, Title I, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, P.L. 112-10.

RURAL HOUSING SERVICE

FARM LABOR HOUSING PROGRAM ACCOUNT

Project Statement
(On basis of obligations)
(Dollars in thousands)

Program	2011 Actual		2012 Actual		2013 Estimate		Change		2014 Estimate	
	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority
Discretionary Obligations:										
Sec. 514 farm labor housing loans.....	40,498	15,543	-	-	-	-	-	-	-	-
Sec. 516 farm labor housing grants.....	15,676	15,676	-	-	-	-	-	-	-	-
Subtotal.....	56,174	31,219	-	-	-	-	-	-	-	-
Total Obligations.....	56,174	31,219	-	-	-	-	-	-	-	-
Bal. Available, EOY.....	5,716	4,344	-	-	-	-	-	-	-	-
Total Available.....	61,890	35,563	-	-	-	-	-	-	-	-
Transfers Out.....	-	-	8,557	4,344	-	-	-	-	-	-
Rescission..... <u>a/</u>	71	39	-	-	-	-	-	-	-	-
Bal. Available, SOY.....	-22,785	-12,333	-8,557	-4,344	-	-	-	-	-	-
Other Adjustments (Net).....	-3,579	-3,524	-	-	-	-	-	-	-	-
Total Appropriation.....	35,597	19,746	-	-	-	-	-	-	-	-

a/ The amounts are rescinded pursuant to Division B, Title I, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, P.L. 112-10.

Project Statement Footnotes

a/ The amounts are rescinded pursuant to Division B, Title I, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, 2011, P.L. 112-10.

RURAL HOUSING SERVICE

FARM LABOR HOUSING PROGRAM ACCOUNT

Project Statement
(On basis of Staff Years)

Program	<u>2011 Actual</u> Staff Years	<u>2012 Enacted</u> Staff Years	<u>2013 Budget</u> Staff Years	<u>Inc. or Dec.</u> Staff Years	<u>2014 Request</u> Staff Years
Discretionary Appropriations:					
Sec. 514 farm labor housing loans.....	-	-	-	-	-
Sec. 516 farm labor housing grants.....	-	-	-	-	-
Subtotal.....	237	-	-	-	-
Total Appropriation.....	237	-	-	-	-

RURAL HOUSING SERVICE
Section 514 Farm Labor Housing Loans
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	\$599	-	-	-
Arkansas.....	539	-	-	-
California.....	19,249	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	2,250	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	6,000	-	-	-
Idaho.....	-	-	-	-
Illinois.....	188	-	-	-
Indiana.....	-	-	-	-
Iowa.....	165	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	2,082	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	1,701	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	1,963	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	1,078	-	-	-
Utah.....	-	-	-	-
Vermont.....	52	-	-	-
Virginia.....	-	-	-	-
Washington.....	4,477	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	150	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	5	-	-	-
Obligations.....	40,498	-	-	-
Bal. Available, SOY.....	16,962	-	-	-
Recoveries.....	4,261	-	-	-
Bal. Available, EOY.....	-6,398	-	-	-
Total Adjusted Approp...	25,673	-	-	-

RURAL HOUSING SERVICE
Section 516 Farm Labor Housing Grants
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	\$750	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	1,765	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	9,703	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	1,523	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	1,935	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	-	-
Obligations.....	15,676	-	-	-
Bal. Available, SOY.....	5,823	-	-	-
Recoveries.....	2,159	-	-	-
Bal. Available, EOY.....	-2,159	-	-	-
Total Adjusted Approp...	9,853	-	-	-

RURAL HOUSING SERVICE

FARM LABOR HOUSING PROGRAM ACCOUNT

Classification by Objects

(Dollars in thousands)

		2011	2012	2013	2014
		<u>Actual</u>	<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>
41.0	Grants, subsidies, and contributions.....	\$31,219	0	0	0
99.9	Total, new obligations.....	<u>31,219</u>	<u>0</u>	<u>0</u>	<u>0</u>

RURAL HOUSING SERVICE

The estimates include appropriation language for this item as follows:

Multi-family Housing Revitalization Program Account

For the rural housing voucher program as authorized under section 542 of the Housing Act of 1949, but notwithstanding subsection (b) of such section, and for additional costs to conduct a demonstration program for the preservation and revitalization of multi-family rental housing properties described in this paragraph, \$32,575,000, to remain available until expended: Provided, That of the funds made available under this heading, \$12,575,000 shall be available for rural housing vouchers to any low-income household (including those not receiving rental assistance) residing in a property financed with a section 515 loan which has been prepaid after September 30, 2005: Provided further, That the amount of such voucher shall be the difference between comparable market rent for the section 515 unit and the tenant paid rent for such unit: Provided further, That funds made available for such vouchers, shall be subject to the availability of annual appropriations: Provided further, That the Secretary shall, to the maximum extent practicable, administer such vouchers with current regulations and administrative guidance applicable to section 8 housing vouchers administered by the Secretary of the Department of Housing and Urban Development: Provided further, That if the Secretary determines that the amount made available for vouchers in this or any other Act is not needed for vouchers, the Secretary may use such funds for the demonstration programs for the preservation and revitalization of multi-family rental housing properties described in this paragraph: Provided further, That of the funds made available under this heading, \$20,000,000 shall be available for a demonstration program for the preservation and revitalization of the sections 514, 515, and 516 multi-family rental housing properties to restructure existing USDA multi-family housing loans, as the Secretary deems appropriate, expressly for the purposes of ensuring the project has sufficient resources to preserve the project for the purpose of providing safe and affordable housing for low-income residents and farm laborers including reducing or eliminating interest; deferring loan payments, subordinating, reducing or reamortizing loan debt; and other financial assistance including advances, payments and incentives (including the ability of owners to obtain reasonable returns on investment) required by the Secretary: Provided further, That the Secretary shall as part of the preservation and revitalization agreement obtain a restrictive use agreement consistent with the terms of the restructuring: Provided further, That if the Secretary determines that additional funds for vouchers described in this paragraph are needed, funds for the preservation and revitalization demonstration program may be used for such vouchers: Provided further, That if Congress enacts legislation to permanently authorize a multi-family rental housing loan restructuring program similar to the demonstration program described herein, the Secretary may use funds made available for the demonstration program under this heading to carry out such legislation with the prior notification of the Committees on Appropriations for both Houses of Congress: Provided further, That in addition to any other available funds, the Secretary may expend not more than \$1,000,000 total, from the program funds made available under this heading, for administrative expenses for activities funded under this heading.

RURAL HOUSING SERVICE

MULTI-FAMILY HOUSING REVITALIZATION PROGRAM ACCOUNT

Lead-Off Tabular Statement

	Loan Level	Subsidy	Grants
2013 Estimate.....	\$0	\$0	\$13,080,000
Budget Estimate, 2014.....	<u>35,576,000</u>	<u>17,900,000</u>	<u>14,675,000</u>
Change in Appropriation.....	+ 35,576,000	+ 17,900,000	+ 1,595,000

RURAL HOUSING SERVICE

MULTI-FAMILY HOUSING REVITALIZATION PROGRAM ACCOUNT

Summary of Increases and Decreases

(Dollars in thousands)

	2011 Change	2012 Change	2013 Change	2014 Change	2014 Estimate
Discretionary Appropriations:					
Rural housing voucher program & admin.....	\$13,972	-\$2,972	+\$67	+\$1,508	\$12,575
MFH revitalization modifications (Sec.515).....	-	-	-	-	-
MFH revitalization zero percent (Sec.515).....	6,970	-6,970	-	+6,800	6,800
MFH revitalization soft seconds (Sec.515).....	6,000	-6,000	-	+11,100	11,100
MFH revitalization grants (Sec.515).....	2,000	-	+13	+87	2,100
Multi-family housing preservation.....					
demo revolving loan fund.....	998	-998	-	-	-
Subtotal.....	+29,940	-16,940	+80	+19,495	32,575
Total, Appropriation or Change.....	+29,940	-16,940	+80	+19,495	32,575

RURAL HOUSING SERVICE

MULTI-FAMILY HOUSING REVITALIZATION PROGRAM ACCOUNT

Project Statement

(On basis of appropriations)

(Dollars in thousands)

Program	2011 Actual		2012 Actual		2013 Estimate		Inc. or Dec.		2014 Estimate	
	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority
Discretionary Appropriations:										
Rural housing voucher program & admin.....	\$13,972	\$13,972	\$11,000	\$11,000	\$11,067	\$11,067	+\$1,508 (1)	+1,508	\$12,575	\$12,575
MFH revitalization modifications (Sec.515).....	-	-	-	-	-	-	-	-	-	-
MFH revitalization zero percent (Sec.515).....	15,427	6,970	-	-	-	-	+13,917 (2)	+6,800 (3)	13,917	6,800
MFH revitalization soft seconds (Sec.515).....	9,568	6,000	-	-	-	-	+21,659 (2)	+11,100 (3)	21,659	11,100
MFH revitalization grants (Sec.515).....	2,000	2,000	2,000	2,000	2,013	2,013	+87 (2)	+87 (3)	2,100	2,100
Multi-family housing preservation demo revolving loan fund.....	2,414	998	-	-	-	-	-	-	-	-
Subtotal.....	43,381	29,940	13,000	13,000	13,080	13,080	+37,171	+19,495	50,251	32,575
Total Adjusted Approp.....	43,381	29,940	13,000	13,000	13,080	13,080	+37,171	+19,495	50,251	32,575
Rescissions and										
Transfers (Net).....	87	60	-	-	-	-	-	-	-	-
Total Appropriation.....	43,468	30,000	13,000	13,000	13,080	13,080	+37,171	+19,495	50,251	32,575
Rescission..... a/	-87	-60	-	-	-	-	-	-	-	-
Bal. Available, SOY.....	32,145	24,517	36,317	26,646	28,427	22,823	-25,486	-19,882	2,941	2,941
Recoveries, Other (Net).....	2,627	2,627	5,642	5,642	2,941	2,941	-2,941	-2,941	-	-
Total Available.....	78,153	57,084	54,959	45,288	44,448	38,844	+8,744	-3,328	53,192	35,516
Unobligated balances rescinded..... b/	-5,515	-5,515	-	-	-	-	-	-	-	-
Bal. Available, EOY.....	-38,688	-26,646	-28,635	-22,823	-2,941	-2,941	+2,941	+2,941	-	-
Total Obligations.....	33,950	24,923	26,324	22,465	41,507	35,903	+11,685	-387	53,192	35,516

RURAL HOUSING SERVICE

MULTI-FAMILY HOUSING REVITALIZATION PROGRAM ACCOUNT

Project Statement
(On basis of obligations)
(Dollars in thousands)

Program	2011 Actual		2012 Actual		2013 Estimate		Inc. or Dec.		2014 Estimate	
	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority	Program Level	Budget Authority
Discretionary Obligations:										
Rural housing voucher program & admin.....	\$10,769	\$10,769	\$11,622	\$11,622	\$18,094	\$18,094	-\$2,578	-\$2,578	\$15,516	\$15,516
MFH revitalization modifications (Sec.515).....	-	2,115	-	3,206	-	3,309	-	-3,309	-	-
MFH revitalization zero percent (Sec.515).....	4,617	2,086	5,613	3,047	4,579	2,669	+9,338	+4,131	13,917	6,800
MFH revitalization soft seconds (Sec.515).....	10,310	6,465	4,950	3,056	9,250	5,683	+12,409	+5,417	21,659	11,100
MFH revitalization grants (Sec.515).....	127	127	14	14	4,199	4,199	-2,099	-2,099	2,100	2,100
Multi-family housing preservation demo revolving loan fund.....	8,125	3,359	4,125	1,520	5,384	1,948	-5,384	-1,948	-	-
Subtotal.....	33,950	24,923	26,324	22,465	41,507	35,903	+11,685	-387	53,192	35,516
Total Obligations.....	33,950	24,923	26,324	22,465	41,507	35,903	+11,685	-387	53,192	35,516
Recoveries, Other (Net).....	-	-	-	-	-	-	-	-	-	-
Lapsing Balances.....	-	-	-	-	-	-	-	-	-	-
Unobligated balances rescinded..... b/	5,515	5,515	-	-	-	-	-	-	-	-
Bal. Available, EOY.....	38,688	26,646	28,635	22,823	2,941	2,941	-2,941	-2,941	-	-
Total Available.....	78,153	57,084	54,959	45,288	44,448	38,844	+8,744	-3,328	53,192	35,516
Rescission..... a/	87	60	-	-	-	-	-	-	-	-
Bal. Available, SOY.....	-32,145	-24,517	-36,317	-26,646	-28,427	-22,823	+25,486	+19,882	-2,941	-2,941
Other Adjustments (Net).....	-2,627	-2,627	-5,642	-5,642	-2,941	-2,941	+2,941	+2,941	-	-
Total Appropriation.....	43,468	30,000	13,000	13,000	13,080	13,080	+37,171	+19,495	50,251	32,575

Project Statement Footnotes

- a/ Natural disaster unobligated available, rescinded in accordance with the Education, Jobs, and Medicaid Assistance Act, P.L. 111-226, signed on August 10, 2010.
- b/ The amounts are rescinded pursuant to Division B, Title I, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, 2011, P.L. 112-10.

Justification of Funding

- (1) An increase of \$1,508,000 for Multi-Family Housing Section 541 Rural Housing Voucher Program (\$11,067,000 available in 2013).

Base funds for the section 541 rural housing voucher program will continue to provide tenant protections in properties that are foreclosed by Rural Development or that prepay their mortgages after September 30, 2005. These vouchers are portable and will enable tenants to continue to access affordable housing without benefit of traditional rental assistance program.

Base funding will also continue to provide transitional housing to protect tenants in section 515 projects that either prepay their mortgage or are foreclosed. Continuation of the program is critical because:

- Recipients of vouchers are low- and very low-income households that may otherwise be unable to afford higher market rents they may be forced to pay as the property shifts from affordable to market rate housing; and
- The voucher assistance allows needy tenants time to find other affordable housing, such as section 515 rural rental housing, that may not be immediately available.

The average voucher pays approximately \$265 per month per household. A total of 3,298 vouchers were issued in 2012, which was an increase of nearly 21 percent over 2011. RD believes the 2013 and 2014 rates of increase will slow as the baseline number of vouchers issued increases. RHS is projecting an average increase of approximately 9.5 percent in 2013 and 2014, which will result in approximately 3,955 vouchers issued in 2014, with an average payment of \$265 per month. The number of vouchers is expected to continue increasing; as financing becomes more readily available, more section 515 loans may be prepaid as owners of projects in growing communities attempt to convert those projects to market rate housing.

The funding increase of \$1,508,000 will provide vouchers for 473 low- and very low-income households.

- (2) An increase of \$35,663,000 in funding for the Section 515 Multi-Family Housing Revitalization program level (\$2,013,000 was available in 2013).

Base funding for the multi-family housing revitalization program will rehabilitate housing, rental properties, or co-ops owned and/or occupied by very low- and low-income rural persons. In 2012, RHS preserved section 515 and section 514/516 properties consisting of 2,885 units of housing through the section 515 multi-family housing revitalization demonstration program. Most, if not all, of the preservation was completed using multiple revitalization strategies.

The average age of the section 515 assisted housing portfolio is approximately 26 years; much of the housing is in need of revitalization, and projects do not have sufficient reserves to fund ongoing rehabilitation. Funding of the Multi-Family Housing Revitalization program will provide RHS with an appropriate mix of funds that can be used according to whichever program best suits the individual needs of each revitalization transaction.

The strategies implemented include reducing or eliminating interest; deferring loan payments, subordinating, reducing or reamortizing loan debt; and other financial assistance including advances, payments and incentives. For 2014 Budget planning purposes, a place holder estimate has been provided in the grant category, while the other categories are not funded. However, these levels are estimates and are not binding. Actual funding for each strategy will be based on the demand and restructuring needs of each project approved for funding. For 2014, there is a commitment of \$20 million for preservation activities, which is expected to be leveraged in to a greater amount of assistance based on how it is disbursed between the various strategies approved under the pilot program. In addition, 2014 supports a legislative proposal to codify the pilot program authorities that have been in place since 2006. Receiving permanent authorization will allow for formal regulations and better oversight of these funds in the future.

Preservation and revitalization projects usually use more than one revitalization strategy. Therefore, it is not possible to define the impact of an increase in one of the revitalization strategies on the number of units of section 515 or section 514/516 rental housing that will benefit from the revitalization. However, in its entirety, the increase in funding across all of the revitalization strategies is expected to increase the number of units revitalized to approximately 5,382 units in 2013.

- (3) An increase of \$17,900,000 in subsidy budget authority (\$0 available in 2013).

The subsidy amount is necessary to support the estimated loan obligations associated with the requested 2014 loan levels for these programs.

Summary of Proposed Legislation

Program: 515 Multi-Family Preservation and Revitalization Program

Proposal: This proposal will provide permanent authorization to Rural Development to utilize all revitalization tools currently available within the Multi-Family Preservation and Revitalization (MPR) demonstration program. Use of MPR tools within the Section 515 program will provide the agency flexible financial tools to help preserve its existing Section 515 project portfolio at a reduced subsidy rate, stretching agency dollars and preserving more 515 projects and units.

Rationale: Adding authority for current MPR tools to existing direct loan statutory authority will provide financing flexibility not currently available in the direct loan program.

Goal: The Section 515 direct loan program does not contain authority to utilize many of the revitalization tools available in the MPR demonstration program. The MPR demonstration program is not currently contained in the statute, and the agency risks not having these critical tools to provide financial support for existing multi-family housing in need of preservation and revitalization if the MPR demonstration program is not re-authorized and the authority for these tools is not added to the direct loan program.

Offsets:

Budget Impact: (\$ in thousands)

	2012	2013	2014	2015	2016
Discretionary Budget Authority	N/A	N/A	N/A	N/A	N/A
Discretionary Outlays	N/A	N/A	N/A	N/A	N/A

RURAL HOUSING SERVICE
Rural Housing Voucher Program
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	\$62	\$64	-	-
Alaska.....	28	32	-	-
Arizona.....	3	39	-	-
Arkansas.....	40	21	-	-
California.....	16	42	-	-
Colorado.....	43	18	-	-
Connecticut.....	-	-	-	-
Delaware.....	112	30	-	-
Florida.....	887	847	-	-
Georgia.....	350	313	-	-
Hawaii.....	-	-	-	-
Idaho.....	168	260	-	-
Illinois.....	272	305	-	-
Indiana.....	132	168	-	-
Iowa.....	428	636	-	-
Kansas.....	51	93	-	-
Kentucky.....	41	114	-	-
Louisiana.....	13	6	-	-
Maine.....	116	134	-	-
Maryland.....	38	14	-	-
Massachusetts.....	4	11	-	-
Michigan.....	403	508	-	-
Minnesota.....	416	355	-	-
Mississippi.....	799	52	-	-
Missouri.....	-	1,180	-	-
Montana.....	191	339	-	-
Nebraska.....	139	238	-	-
Nevada.....	3	3	-	-
New Hampshire.....	86	80	-	-
New Jersey.....	304	416	-	-
New Mexico.....	188	146	-	-
New York.....	347	522	-	-
North Carolina.....	205	148	-	-
North Dakota.....	120	89	-	-
Ohio.....	84	108	-	-
Oklahoma.....	241	210	-	-
Oregon.....	71	57	-	-
Pennsylvania.....	16	9	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	454	656	-	-
South Dakota.....	131	168	-	-
Tennessee.....	167	124	-	-
Texas.....	662	771	-	-
Utah.....	15	9	-	-
Vermont.....	-	-	-	-
Virginia.....	33	31	-	-
Washington.....	212	624	-	-
West Virginia.....	4	16	-	-
Wisconsin.....	348	373	-	-
Wyoming.....	123	115	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	2,193	1,112	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	11	16	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$18,094 ^{a/}	\$15,516 ^{a/}
Obligations.....	10,769	11,622	18,094	15,516

^{a/} Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Multi-Family Housing Revitalization Zero Percent Loans
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	\$422	-	-	-
Georgia.....	510	\$730	-	-
Hawaii.....	312	-	-	-
Idaho.....	-	633	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	1,390	-	-	-
Kentucky.....	781	-	-	-
Louisiana.....	-	2,999	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	261	221	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	550	-	-	-
Ohio.....	-	960	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	70	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	79	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	313	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$4,579 <u>a/</u>	\$13,917 <u>a/</u>
Obligations.....	4,617	5,613	4,579	13,917

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Multi-Family Housing Revitalization Soft Seconds Loans
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	\$13	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	\$95	-	-
Connecticut.....	-	157	-	-
Delaware.....	-	-	-	-
Florida.....	594	521	-	-
Georgia.....	-	483	-	-
Hawaii.....	-	-	-	-
Idaho.....	404	269	-	-
Illinois.....	651	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	1,340	-	-	-
Kentucky.....	376	-	-	-
Louisiana.....	-	1,131	-	-
Maine.....	494	662	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	3,022	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	710	97	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	167	-	-	-
Ohio.....	340	628	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	270	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	72	-	-	-
Tennessee.....	724	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	729	637	-	-
Washington.....	674	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$9,250 <u>a/</u>	\$21,659 <u>a/</u>
Obligations.....	10,310	4,950	9,250	21,659

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Multi-Family Housing Revitalization Grants
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	\$71	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	19	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	37	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	\$14	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$4,199 <u>a/</u>	\$2,100 <u>a/</u>
Obligations.....	127	14	4,199	2,100

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Multi-Family Housing Preservation Demonstration Revolving Loans
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	\$2,125	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	750	-	-	-
Maryland.....	-	\$1,000	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	1,000	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	2,125	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	1,000	-	-	-
Vermont.....	-	-	-	-
Virginia.....	2,125	-	-	-
Washington.....	-	2,125	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$5,384 ^{a/}	-
Obligations.....	8,125	4,125	5,384	-

^{a/} Totals cannot be distributed at this time.

RURAL HOUSING SERVICE

MULTI-FAMILY HOUSING REVITALIZATION PROGRAM ACCOUNT

Classification by Objects

(Dollars in thousands)

		2011	2012	2013	2014
		<u>Actual</u>	<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>
41.0	Grants, subsidies, and contributions.....	24,923	22,465	35,903	35,516
99.9	Total, new obligations.....	<u>24,923</u>	<u>22,465</u>	<u>35,903</u>	<u>35,516</u>

RURAL HOUSING SERVICE

The estimates include appropriation language for this item as follows:

Rental Assistance Program

For rental assistance agreements entered into or renewed pursuant to the authority under section 521(a)(2) or agreements entered into in lieu of debt forgiveness or payments for eligible households as authorized by section 502(c)(5)(D) of the Housing Act of 1949, \$1,015,050,000; and, in addition, such sums as may be necessary, as authorized by section 521(c) of the Act, to liquidate debt incurred prior to fiscal year 1992 to carry out the rental assistance program under section 521(a)(2) of the Act: Provided, That of this amount not less than \$3,000,000 is for newly constructed units financed under sections 514 and 516 of the Housing Act of 1949: Provided further, That rental assistance agreements entered into or renewed during the current fiscal year shall be funded for a 1-year period: Provided further, That any unexpended balances remaining at the end of such one-year agreements may be transferred and used for the purposes of any debt reduction; maintenance, repair, or rehabilitation of any existing projects; preservation; and rental assistance activities authorized under title V of the Act: Provided further, That rental assistance provided under agreements entered into prior to fiscal year 2014 for a farm labor multi-family housing project financed under section 514 or 516 of the Act may not be recaptured for use in another project until such assistance has remained unused for a period of 6 consecutive months, if such project has a waiting list of tenants seeking such assistance or the project has rental assistance eligible tenants who are not receiving such assistance: Provided further, That such recaptured rental assistance shall, to the extent practicable, be applied to another farm labor multi-family housing project financed under section 514 or 516 of the Act.

RURAL HOUSING SERVICE

RENTAL ASSISTANCE PROGRAM

Lead-Off Tabular Statement

2013 Estimate.....	\$910,189,000
Budget Estimate, 2014.....	<u>1,015,050,000</u>
Change in Appropriation.....	<u>+ 104,861,000</u>

RURAL HOUSING SERVICE

RENTAL ASSISTANCE PROGRAM

Summary of Increases and Decreases

(Dollars in thousands)

	2011 Actual	2012 Change	2013 Change	2014 Change	2014 Estimate
Discretionary Appropriations:					
Rental assistance (sec. 521).....	\$948,704	-\$48,051	+\$5,512	+\$105,885	\$1,012,050
Rental assistance - new					
construction (sec. 515).....	2,026	-526	+9	-1,509	-
Rental assistance - new					
construction (sec. 514/516).....	2,994	-494	+15	+485	3,000
Subtotal.....	953,724	-49,071	+5,536	+104,861	1,015,050
Total, Appropriation or Change.....	953,724	-49,071	+5,536	+104,861	1,015,050

RURAL HOUSING SERVICE
RENTAL ASSISTANCE PROGRAM
Project Statement
(On basis of appropriations)
(Dollars in thousands)

Program	2011 Actual		2012 Actual		2013 Estimate		Inc. or Dec.		2014 Estimate	
	Amount	SY	Amount	SY	Amount	SY	Amount	SY	Amount	SY
Discretionary Appropriations:										
Rental assistance (sec. 521).....	\$948,704	-	\$900,653	-	\$906,165	-	+\$105,885 (1)	-	\$1,012,050	-
Rental assistance - new construction (sec. 515).....	2,026	-	1,500	-	1,509	-	-1,509 (2)	-	-	-
Rental assistance - new construction (sec. 514/516).....	2,994	-	2,500	-	2,515	-	+485 (3)	-	3,000	-
Subtotal.....	953,724	182	904,653	156	910,189	150	+104,861	-3	1,015,050	147
Total Adjusted Approp.....	953,724	182	904,653	156	910,189	150	104,861	-3	1,015,050	147
Rescissions and Transfers (Net).....	1,911	-	-	-	-	-	-	-	-	-
Total Appropriation.....	955,635	182	904,653	156	910,189	150	104,861	-3	1,015,050	147
Rescission..... ^{a/}	-1,911		-	-	-	-	-	-	-	-
Total Available.....	953,724	182	904,653	156	910,189	150	+104,861	-3	1,015,050	147
Lapsing Balances.....	-14		-	-	-	-	-	-	-	-
Total Obligations.....	953,710	182	904,653	156	910,189	150	+104,861	-3	1,015,050	147

^{a/} The amounts are rescinded pursuant to Division B, Title 1, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, 2011, P.L. 112-10.

RURAL HOUSING SERVICE

RENTAL ASSISTANCE PROGRAM

Project Statement

(On basis of obligations under available funds)

(Dollars in thousands)

Program	2011 Actual		2012 Actual		2013 Estimate		Inc. or Dec.		2014 Estimate	
	Amount	SY	Amount	SY	Amount	SY	Amount	SY	Amount	SY
Discretionary Obligations:										
Rental assistance (sec. 521).....	\$948,704	-	\$903,153	-	\$906,165	-	+\$105,885	-	\$1,012,050	-
Rental assistance - new construction (sec. 515).....	2,026	-	1,500	-	1,509	-	-1,509	-	-	-
Rental assistance - new construction (sec. 514/516).....	2,981	-	-	-	2,515	-	485	-	3,000	-
Subtotal.....	953,711	182	904,653	156	910,189	150	104,861	-3	1,015,050	147
Total Obligations.....	953,711	182	904,653	156	910,189	150	104,861	-3	1,015,050	147
Lapsing Balances.....	14	-	-	-	-	-	-	-	-	-
Total Available.....	953,725	182	904,653	156	910,189	150	104,861	-3	1,015,050	147
Rescission..... <u>a/</u>	1,911	-	-	-	-	-	-	-	-	-
Total Appropriation.....	955,636	182	904,653	156	910,189	150	104,861	-3	1,015,050	147

a/ The amounts are rescinded pursuant to Division B, Title 1, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, 2011, P.L. 112-10.

Project Statement Footnotes

- a/ The amounts are rescinded pursuant to Division B, Title1, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, 2011, P.L.112-10

Justification of Increases and Decreases

- (1) An increase of \$105,885,000 in funding for multi-family housing section 521 rental assistance program grants (\$906,165,000 available in 2013).

Base funding for the rental assistance program provides assistance to eligible tenants in section 515 and section 514/516 assisted housing so that they pay no more than 30 percent of their incomes for rent. The average rental assistance contract provides approximately \$4,400 per unit per year in assistance, although the actual amount varies depending upon each tenant's income.

RD typically provides a combination of Section 514 loans, Section 516 grants, and Section 521 rental assistance to help reduce rents and help make the housing affordable for farm laborers. It also seeks out funding through third party sources such as the Low Income Housing Tax Credit program. A few States also provide assistance through grant programs designed to attract farm labor housing development opportunities. RD works very closely with those States to coordinate its efforts. In addition, Section 514/516 new construction rental assistance helps provide a stable source of project revenue to help ensure the financial stability of the projects.

The increase of \$105,885,000 over base funding is needed to fund anticipated renewals of long-term rental assistance contracts that are expected to need funding in 2014. From 1979 through 1982, rental assistance contracts were funded on the expected needs for a 20 year term, adjusted for inflation. Until FY 2004, contracts were funded on the expected needs for a 5 year term, also adjusted for inflation and, in subsequent years contracts continued to be funded on a multi-year basis. RHS expects that up to 26,000 of these multi-year contracts will exhaust their existing funding in 2014, and the contracts will need to be renewed. The estimated cost to renew these rental assistance contracts is \$114,000,000. However, RHS is working to improve efficiencies in the program and expects those savings will offset a portion of the increased rental assistance needed.

Actions that RHS has already taken to improve efficiencies include: 1) recovering unused rental assistance from section 515 assisted housing to ensure that the assistance is properly utilized to assist tenants in need; 2) increasing the efficiency of rental assistance usage by assuring appropriate assistance is provided based on household size (for example, that a 2 bedroom unit is not occupied by a single tenant); and 3) implementing tools to better monitor housing project operation costs to reduce the cost of rental assistance. In 2014, RHS will continue to improve the effectiveness of the rental assistance program by completing its compliance with the Federal Do-Not-Pay initiative.

The budget will provide funding for 230,693 units of assistance funding to very-low and low income tenants to afford safe and decent housing.

- (2) A decrease in funding of \$1,509,000 for multi-family housing section 521 rental assistance – new construction section 515 (\$1,509,000 available in 2013).

Base funding would continue to provide rental assistance to new construction projects in the section 515 assisted housing loan program. Rental assistance helps provide new construction projects with a stable source of operating revenue to help ensure tenant demand and to enable the project to remain financially viable.

The funding decrease of \$1,509,000 recognizes Rural Development's priority of focusing its multi-family direct loan funding on the revitalization and repair of the section 515 loan portfolio through the multi-family preservation and revitalization demonstration program, instead of the construction of new affordable housing. The decrease will also eliminate the need for additional long term commitments of section 521 rental assistance to ensure the stability of new projects. This new commitment of rental assistance for new construction affects RHS' ability to renew its rental assistance commitments with existing projects.

- (3) An increase of \$485,000 in funding for multi-family housing section 521 rental assistance – new construction 514/516 (\$2,515,000 available in 2013).

Base funding will continue to provide rental assistance to new construction projects in the section 514/516 farm labor housing program. Rental assistance helps provide new construction projects with a stable source of operating revenue to help ensure tenant demand and to enable the project to remain financially viable.

Base funding will also support the construction of new Farm Labor Housing units through the Section 514 and 516 programs. Based on an estimate of \$4,400 per unit per year of rental assistance, the base funding will support up to 571 units of new Farm Labor housing on an annualized basis. The average size of section 514/516 farm labor housing new construction projects funded through a funding notice published in 2012 was 31 units, so base funding would support new construction of a minimum of 18 farm labor housing apartments.

The funding increase of \$485,000 will provide rental assistance for an additional 110 units of farm labor housing. Based on an average size of 31 units per section 514/516 farm labor housing new construction project, the funding increase would provide rental assistance for an addition 3 to 4 projects in 2014.

Summary of Proposed Legislation

Program: Multi-Family Housing Rental Assistance Program – New Hires Database

Proposal: This proposal will add RHS to the list of agencies permitted to utilize the U.S. Department of Health and Human Services' National Directory of New Hires Database. This action will also require an amendment to the Social Security Act.

Tenants living in properties financed through MFH section 515 direct loans and section 514 farm labor housing loan programs are required to disclose all income sources and annually update an income certification. In addition, if income or employment circumstances change substantially, a tenant is required to immediately re-certify their income by providing current employment and income information. MFH borrowers and property managers collect this information to establish the amount of rent to charge a tenant and to substantiate their request for payment of rental assistance.

The Social Security Act enables the U.S. Department of Housing and Urban Development (HUD) to match multi-family tenant income and employment information against a nationwide database. The purpose of this "wage matching" is to ensure that appropriate housing subsidy is provided on behalf of the tenant. This database is now the primary income verification system used by HUD, its public housing authorities, and multi-family property owners and management agents. Utilization of the program has substantially reduced the instances of improper subsidy payment errors. The Social Security Act, at section 453(j), gives the same ability to the Departments of Education, Treasury, Labor, Veteran's Affairs, and the USDA's Supplemental Nutrition Assistance Program.

The Federal Office of Child Support Enforcement (OCSE) operates the National Directory of New Hires (NDNH), a database established pursuant to the Personal Responsibility and Work Opportunity Reconciliation Act of 1996. The primary purpose of the NDNH is to assist state child support agencies in locating parents and enforcing child support orders; however, Congress has authorized specific state and Federal agencies to receive information from the NDNH for authorized purposes. OCSE receives numerous requests for information in the NDNH or for comparisons of NDNH information with other information for various purposes. Title IV-D of the Social Security Act, which governs the NDNH, specifies the entities authorized to request specified NDNH information and the purposes for which the information may be requested.

Rationale: Giving database access to RHS will provide the ability to obtain accurate income and employment information to assist in managing the MFH and SFH loan portfolios.

Goal: Database access will ensure that the agency is providing the appropriate amount of housing subsidy related to the applicant's income.

Offsets:

Budget Impact: (\$ in thousands)

	2012	2013	2014	2015	2016
Discretionary Budget Authority	N/A	N/A	N/A	N/A	N/A
Discretionary Outlays	N/A	N/A	N/A	N/A	N/A

RURAL HOUSING SERVICE
Rural Rental Assistance Grants
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	\$28,669	\$24,977	-	-
Alaska.....	5,826	5,617	-	-
Arizona.....	11,416	13,810	-	-
Arkansas.....	20,274	17,297	-	-
California.....	66,798	64,766	-	-
Colorado.....	11,971	8,798	-	-
Connecticut.....	7,037	5,689	-	-
Delaware.....	6,316	5,730	-	-
Florida.....	43,152	47,615	-	-
Georgia.....	25,046	23,895	-	-
Hawaii.....	5,472	7,011	-	-
Idaho.....	12,838	12,188	-	-
Illinois.....	22,525	19,810	-	-
Indiana.....	18,190	16,471	-	-
Iowa.....	19,633	17,375	-	-
Kansas.....	9,232	9,390	-	-
Kentucky.....	14,731	16,914	-	-
Louisiana.....	29,264	26,732	-	-
Maine.....	24,094	27,099	-	-
Maryland.....	13,463	13,378	-	-
Massachusetts.....	7,208	8,857	-	-
Michigan.....	30,139	28,358	-	-
Minnesota.....	19,431	16,577	-	-
Mississippi.....	35,505	38,237	-	-
Missouri.....	18,957	16,660	-	-
Montana.....	6,441	5,492	-	-
Nebraska.....	5,840	5,775	-	-
Nevada.....	10,456	7,012	-	-
New Hampshire.....	7,717	9,801	-	-
New Jersey.....	9,419	8,467	-	-
New Mexico.....	12,958	12,081	-	-
New York.....	20,165	18,245	-	-
North Carolina.....	56,497	56,953	-	-
North Dakota.....	4,181	3,520	-	-
Ohio.....	23,642	19,426	-	-
Oklahoma.....	18,289	14,829	-	-
Oregon.....	17,305	14,436	-	-
Pennsylvania.....	20,939	21,330	-	-
Rhode Island.....	1,634	2,086	-	-
South Carolina.....	27,623	23,201	-	-
South Dakota.....	12,940	9,833	-	-
Tennessee.....	22,496	24,152	-	-
Texas.....	47,181	41,630	-	-
Utah.....	7,259	7,678	-	-
Vermont.....	6,418	6,173	-	-
Virginia.....	22,712	24,165	-	-
Washington.....	24,113	22,530	-	-
West Virginia.....	9,843	11,013	-	-
Wisconsin.....	17,724	14,246	-	-
Wyoming.....	4,480	3,989	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	17,662	17,848	-	-
Virgin Islands.....	5,583	3,991	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$906,165 <u>a/</u>	\$1,012,050 <u>a/</u>
Obligations.....	948,704	903,153	906,165	1,012,050

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Rural Rental Assistance Grants - New Construction Section 515
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	\$264	-	-
Arkansas.....	-	-	-	-
California.....	\$382	867	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	187	13	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	183	26	-	-
Maryland.....	-	110	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	69	13	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	178	31	-	-
North Carolina.....	461	79	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	83	13	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	322	57	-	-
Virginia.....	-	-	-	-
Washington.....	161	27	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$1,509 ^{a/}	-
Obligations.....	2,026	1,500	1,509	-

^{a/} Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Rural Rental Assistance Grants - New Construction Section 514/516
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	--	-	-	-
Alaska.....	--	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	\$1,679	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	106	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	345	-	-	-
Idaho.....	202	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	184	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	133	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	97	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	88	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	147	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$2,515 a/	\$3,000 a/
Obligations.....	2,981	-	2,515	3,000

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE

RENTAL ASSISTANCE PROGRAM

Classification by Objects

(Dollars in thousands)

		2011	2012	2013	2014
		<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>	<u>Estimate</u>
41.0	Loans, subsidies, and contributions.....	\$953,711	\$904,653	\$910,189	\$1,015,050
99.9	Total, new obligations.....	<u>953,711</u>	<u>904,653</u>	<u>910,189</u>	<u>1,015,050</u>

RURAL HOUSING SERVICE

The estimates include appropriation language for this item as follows:

Rural Housing Assistance Grants

For grants for very low-income housing repair made by the Rural Housing Service, as authorized by 42 U.S.C. 1474, \$25,000,000, to remain available until expended.

RURAL HOUSING SERVICE

RURAL HOUSING ASSISTANCE GRANTS

Lead-Off Tabular Statement

2013 Estimate.....	\$33,339,000
Budget Estimate, 2014.....	<u>25,000,000</u>
Change in Appropriation.....	<u><u>-8,339,000</u></u>

RURAL HOUSING SERVICE

RURAL HOUSING ASSISTANCE GRANTS

Summary of Increases and Decreases

(Dollars in thousands)

	2011 Actual	2012 Change	2013 Change	2014 Change	2014 Estimate
Discretionary Appropriations:					
Very low-income housing repair grants.....	\$30,439	-\$939	+\$181	-\$4,681	\$25,000
Compensation for construction defects.....	499	-499	-	-	-
Rural housing preservation grants.....	9,381	-5,745	+22	-3,658	-
Subtotal.....	40,319	-7,183	+203	-8,339	25,000
Total, Appropriation or Change.....	40,319	-7,183	+203	-8,339	25,000

RURAL HOUSING SERVICE

RURAL HOUSING ASSISTANCE GRANTS

Project Statement
(On basis of appropriations)
(Dollars in thousands)

Program	2011 Actual		2012 Actual		2013 Estimate		Inc. or Dec.		2014 Estimate	
	Amount	SY	Amount	SY	Amount	SY	Amount	SY	Amount	SY
Discretionary Appropriations:										
Very low-income housing repair grants.....	\$30,439	-	\$29,500	-	\$29,681	-	-\$4,681	(1)	\$25,000	-
Compensation for construction defects.....	499	-	-	-	-	-	-	-	-	-
Rural housing preservation grants.....	9,381	-	3,636	-	3,658	-	-3,658	(2)	-	-
Migrants and seasonal farm workers grants.....	-	-	-	-	-	-	-	-	-	-
Processing workers housing grants.....	-	-	-	-	-	-	-	-	-	-
Subtotal.....	40,319	288	33,136	273	33,339	263	-8,339	-263	25,000	-
Total Adjusted Approp.....	40,319	288	33,136	273	33,339	263	-8,339	-263	25,000	-
Rescissions and										
Transfers (Net).....	81	-	-	-	-	-	-	-	-	-
Total Appropriation.....	40,400	288	33,136	273	33,339	263	-8,339	-263	25,000	-
Rescission..... <u>a/</u>	-81	-	-	-	-	-	-	-	-	-
Bal. Available, SOY.....	22,797	-	3,905	-	3,389	-	+110	-	3,499	-
Recoveries, Other (Net).....	1,105	-	1,541	-	899	-	-899	-	-	-
Total Available.....	64,221	288	38,582	273	37,627	263	-9,128	-263	28,499	-
Lapsing Balances.....	-	-	-	-	-	-	-	-	-	-
Unobligated balances rescinded <u>b/</u>	-19,113	-	-201	-	-	-	-	-	-	-
Bal. Available, EOY.....	-3,704	-	-3,389	-	-3,499	-	+3,499	-	-	-
Total Obligations.....	41,404	288	34,992	273	34,128	263	-5,629	-263	28,499	-

a/ The amounts are rescinded pursuant to Division B, Title 1, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, 2011, P.L. 112-10.

b/ Natural disaster unobligated available as of August 10, 2010, rescinded in according with the Education Jobs and Medicaid Assistance Act, P.L. 111-226, signed on August 10, 2010.

RURAL HOUSING SERVICE

RURAL HOUSING ASSISTANCE GRANTS

Project Statement

(On basis of obligations under available funds)

(Dollars in thousands)

Program	2011 Actual		2012 Actual		2013 Estimate		Inc. or Dec.		2014 Estimate	
	Amount	SY	Amount	SY	Amount	SY	Amount	SY	Amount	SY
Discretionary Obligations:										
Very low-income housing repair grants.....	\$31,244	-	\$30,316	-	\$29,916	-	-\$4,487	-	\$25,429	-
Very low-income housing repair, 2008 disasters.....	-	-	-	-	-	-	2	-	2	-
Supervisory and technical assistance grants.....	-	-	-	-	-	-	-	-	-	-
Compensation for construction defects.....	31	-	75	-	105	-	191	-	296	-
Value-added agriculture product.....										
Rural housing preservation grants.....	10,129	-	4,601	-	4,107	-	-3,637	-	470	-
Migrants and seasonal farm workers grants.....	-	-	-	-	-	-	135	-	135	-
Processing workers housing grants.....	-	-	-	-	-	-	2,167	-	2,167	-
Subtotal.....	41,404	288	34,992	273	34,128	263	-5,629	-6	28,499	257
Total Obligations.....	41,404	288	34,992	273	34,128	263	-5,629	-6	28,499	257
Recoveries, Other (Net).....	-1,105	-	-1,541	-	-899	-	899	-	-	-
Unobligated balances rescinded <u>b/</u>	19,113	-	201	-	-	-	-	-	-	-
Bal. Available, EOY.....	3,704	-	3,389	-	3,499	-	-3,499	-	-	-
Total Available.....	63,116	288	37,041	273	36,728	263	-8,229	-6	28,499	257
Rescission..... <u>a/</u>	81	-	-	-	-	-	-	-	-	-
Bal. Available, SOY.....	-22,797	-	-3,905	-	-3,389	-	-110	-	-3,499	-
Total Appropriation.....	40,400	288	33,136	273	33,339	263	-8,339	-6	25,000	257

a/ The amounts are rescinded pursuant to Division B, Title 1, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, 2011, P.L. 112-10.

b/ Natural disaster unobligated available as of August 10, 2010, rescinded in according with the Education Jobs and Medicaid Assistance Act, P.L. 111-226, signed on August 10, 2010.

Project Statement Footnotes

- a/ The amounts are rescinded pursuant to Division B, Title1, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, 2011, P.L.112-10
- b/ Natural disaster unobligated available as of August 10, 2010, rescinded in accordance with the Education Jobs and Medicaid Assistance Act, P.L. 111-226, signed on August 10, 2010.

Justification of Funding

- (1) Decrease of \$4,681,000 in funding for the single family housing section 504 housing repair grants (\$29,681,000 available in 2013).

Grants are available to very low-income elderly families who own and occupy a rural home and cannot afford a loan. Grants up to \$7,500 are available to improve accessibility or to remove health and safety hazards. Grants must be repaid to the government if the property is sold within three years.

Base funding is decreased yet it is sufficient to continue the program at a viable level. The requested amount will allow agency staff to provide assistance to the neediest elderly rural families for essential repairs.

Although this program is limited in size, these grants allow very low-income elderly homeowners on a fixed budget to remain at home and independent, improving their quality of life by assuring a safe and functional environment. These rural homeowners that receive grant assistance have no other recourse of getting the necessary repairs completed on their homes.

Generally, funding for this program is fully utilized. Carryover funding of \$429,199 in 2014 will allow for the award of an additional 57 grants.

- (2) A decrease of \$3,658,000 in funding for the housing preservation section 533 grants (\$3,658,000 available in 2013).

The 2014 budget does not provide funding for this program. The program allows the agency to continue helping to improve the quality of existing multi-family housing and some single family housing units through partnerships with various local public bodies and non-profit organizations. Grants of approximately \$4,167,178 million were made to non-profit and public entities improving the housing quality of approximately 1,155 families in 2012.

The housing preservation grant program is administered through a public notice process, in which non-profit and public bodies are invited to apply for grants to repair single family and multi-family housing units that are below housing standards. This program attracted more than \$4.40 of private and public funds for each \$1 of RD housing preservation grants.

Carryover funding of approximately \$470,000 will provide grants for approximately 130 families.

RURAL HOUSING SERVICE
Section 504 Very Low-Income Housing Repair Grants
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	\$999	\$836	-	-
Alaska.....	109	65	-	-
Arizona.....	957	804	-	-
Arkansas.....	1,001	787	-	-
California.....	307	232	-	-
Colorado.....	410	184	-	-
Connecticut.....	66	99	-	-
Delaware.....	64	7	-	-
Florida.....	886	785	-	-
Georgia.....	1,070	1,411	-	-
Hawaii.....	93	198	-	-
Idaho.....	330	301	-	-
Illinois.....	843	1,020	-	-
Indiana.....	658	762	-	-
Iowa.....	409	432	-	-
Kansas.....	811	505	-	-
Kentucky.....	1,144	1,706	-	-
Louisiana.....	1,020	828	-	-
Maine.....	677	643	-	-
Maryland.....	166	111	-	-
Massachusetts.....	176	161	-	-
Michigan.....	861	888	-	-
Minnesota.....	523	615	-	-
Mississippi.....	1,097	1,265	-	-
Missouri.....	876	999	-	-
Montana.....	190	133	-	-
Nebraska.....	302	189	-	-
Nevada.....	212	107	-	-
New Hampshire.....	446	426	-	-
New Jersey.....	118	82	-	-
New Mexico.....	305	248	-	-
New York.....	810	826	-	-
North Carolina.....	1,588	1,542	-	-
North Dakota.....	240	178	-	-
Ohio.....	1,007	875	-	-
Oklahoma.....	514	688	-	-
Oregon.....	456	184	-	-
Pennsylvania.....	1,215	1,319	-	-
Rhode Island.....	165	45	-	-
South Carolina.....	994	1,015	-	-
South Dakota.....	187	115	-	-
Tennessee.....	983	1,151	-	-
Texas.....	2,153	2,083	-	-
Utah.....	207	159	-	-
Vermont.....	317	245	-	-
Virginia.....	848	914	-	-
Washington.....	425	271	-	-
West Virginia.....	662	596	-	-
Wisconsin.....	728	662	-	-
Wyoming.....	143	47	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	8	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	376	315	-	-
Virgin Islands.....	45	45	-	-
Other Countries.....	57	204	-	-
Undistributed.....	-	-	\$29,916 <u>a/</u>	\$25,429 <u>a/</u>
Obligations.....	31,244	30,316	29,916	25,429

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Section 504 Very Low-Income Housing Repair Grants - 2008 Disasters
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	-	\$2 <u>a/</u>
Obligations.....	-	-	-	2

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Compensation for Construction Defects
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	\$22	\$36	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	3	24	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	6	13	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	2	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$105 <u>a/</u>	\$296 <u>a/</u>
Obligations.....	31	75	105	296

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Section 533 Rural Housing Preservation Grants
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	\$281	\$92	-	-
Alaska.....	50	50	-	-
Arizona.....	147	55	-	-
Arkansas.....	190	71	-	-
California.....	800	461	-	-
Colorado.....	69	50	-	-
Connecticut.....	50	50	-	-
Delaware.....	50	50	-	-
Florida.....	200	100	-	-
Georgia.....	568	130	-	-
Hawaii.....	65	50	-	-
Idaho.....	61	50	-	-
Illinois.....	215	100	-	-
Indiana.....	178	67	-	-
Iowa.....	217	50	-	-
Kansas.....	95	50	-	-
Kentucky.....	287	120	-	-
Louisiana.....	261	98	-	-
Maine.....	100	56	-	-
Maryland.....	72	50	-	-
Massachusetts.....	65	-	-	-
Michigan.....	245	100	-	-
Minnesota.....	138	52	-	-
Mississippi.....	262	108	-	-
Missouri.....	203	76	-	-
Montana.....	61	70	-	-
Nebraska.....	59	50	-	-
Nevada.....	100	100	-	-
New Hampshire.....	100	100	-	-
New Jersey.....	100	100	-	-
New Mexico.....	118	44	-	-
New York.....	287	85	-	-
North Carolina.....	370	139	-	-
North Dakota.....	136	100	-	-
Ohio.....	284	107	-	-
Oklahoma.....	249	59	-	-
Oregon.....	167	70	-	-
Pennsylvania.....	304	114	-	-
Rhode Island.....	-	50	-	-
South Carolina.....	221	83	-	-
South Dakota.....	100	50	-	-
Tennessee.....	305	102	-	-
Texas.....	629	236	-	-
Utah.....	100	50	-	-
Vermont.....	400	300	-	-
Virginia.....	219	82	-	-
Washington.....	144	54	-	-
West Virginia.....	198	60	-	-
Wisconsin.....	154	58	-	-
Wyoming.....	50	50	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	406	152	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	\$4,107 <u>a/</u>	\$470 <u>a/</u>
Obligations.....	10,129	4,601	4,107	470

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Grants for Migrant and Seasonal Farmworkers
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	-	\$135 ^{a/}
Obligations.....	-	-	-	135

^{a/} Totals cannot be distributed at this time.

RURAL HOUSING SERVICE
Processing Workers Housing Grants
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
	Amount	Amount	Amount	Amount
Alabama.....	-	-	-	-
Alaska.....	-	-	-	-
Arizona.....	-	-	-	-
Arkansas.....	-	-	-	-
California.....	-	-	-	-
Colorado.....	-	-	-	-
Connecticut.....	-	-	-	-
Delaware.....	-	-	-	-
Florida.....	-	-	-	-
Georgia.....	-	-	-	-
Hawaii.....	-	-	-	-
Idaho.....	-	-	-	-
Illinois.....	-	-	-	-
Indiana.....	-	-	-	-
Iowa.....	-	-	-	-
Kansas.....	-	-	-	-
Kentucky.....	-	-	-	-
Louisiana.....	-	-	-	-
Maine.....	-	-	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	-	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	-	-	-	-
Missouri.....	-	-	-	-
Montana.....	-	-	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	-	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	-	-	-	-
New York.....	-	-	-	-
North Carolina.....	-	-	-	-
North Dakota.....	-	-	-	-
Ohio.....	-	-	-	-
Oklahoma.....	-	-	-	-
Oregon.....	-	-	-	-
Pennsylvania.....	-	-	-	-
Rhode Island.....	-	-	-	-
South Carolina.....	-	-	-	-
South Dakota.....	-	-	-	-
Tennessee.....	-	-	-	-
Texas.....	-	-	-	-
Utah.....	-	-	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	-	-	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	-	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	-	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	-	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	-	-	-
Undistributed.....	-	-	-	\$2,167 a/
Obligations.....	-	-	-	2,167

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE

RURAL HOUSING ASSISTANCE GRANTS

Classification by Objects

(Dollars in thousands)

		2011	2012	2013	2014
		<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>	<u>Estimate</u>
41.0	Loans, subsidies, and contributions.....	\$41,404	\$34,992	\$34,128	\$28,499
99.9	Total, new obligations.....	<u>41,404</u>	<u>34,992</u>	<u>34,128</u>	<u>28,499</u>

RURAL HOUSING SERVICE

The estimates include appropriation language for this item as follows:

Mutual and Self-Help Housing Grants

For grants and contracts pursuant to section 523(b)(1)(A) of the Housing Act of 1949 (42 U.S. 1490c), \$10,000,000, to remain available until expended.

RURAL HOUSING SERVICE

MUTUAL AND SELF-HELP HOUSING GRANTS

Lead-Off Tabular Statement

2013 Estimate.....	\$30,184,000
Budget Estimate, 2014.....	<u>10,000,000</u>
Change in Appropriation.....	<u><u>-20,184,000</u></u>

RURAL HOUSING SERVICE

MUTUAL AND SELF-HELP HOUSING GRANTS

Summary of Increases and Decreases

(Dollars in thousands)

	2011 Actual	2012 Change	2013 Change	2014 Change	2014 Estimate
Discretionary Appropriations:					
Mutual and self-help housing grants.....	\$36,926	-\$6,926	+\$184	-\$20,184	\$10,000
Total, Appropriation or Change.....	36,926	-6,926	+184	-20,184	10,000

RURAL HOUSING SERVICE

MUTUAL AND SELF-HELP HOUSING GRANTS

Project Statement
(On basis of appropriation)
(Dollars in thousands)

Program	2011 Actual		2012 Actual		2013 Estimate		Inc. or Dec.		2014 Estimate	
	Amount	SY	Amount	SY	Amount	SY	Amount	SY	Amount	SY
Discretionary Appropriations:										
Mutual and self-help housing grants.....	\$36,926	-	\$30,000	-	\$30,184	-	-\$20,184 (1)	-	\$10,000	-
Subtotal.....	36,926	14	30,000	39	30,184	38	-20,184	-1	10,000	37
Total Adjusted Approp.....	36,926	14	30,000	39	30,184	38	-20,184	-1	10,000	37
Rescissions and										
Transfers (Net).....	74	-	-	-	-	-	-	-	-	-
Total Appropriation.....	37,000	14	30,000	39	30,184	38	-20,184	-1	10,000	37
Rescission..... <u>a/</u>	-74	-	-	-	-	-	-	-	-	-
Bal. Available, SOY.....	14,525	-	18,137	-	12,366	-	+225	-	12,591	-
Recoveries, Other (Net).....	1,023	-	2,148	-	12,591	-	-12,591	-	-	-
Total Available.....	52,474	14	50,285	39	55,141	38	-32,550	-1	22,591	37
Bal. Available, EOY.....	-18,137	-	-12,366	-	-12,591	-	12,591	-	-	-
Total Obligations.....	34,337	14	37,919	39	42,549	38	-19,958	-1	22,591	37

a/ The amounts are rescinded pursuant to Division B, Title 1, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, 2011, P.L. 112-10.

RURAL HOUSING SERVICE

MUTUAL AND SELF-HELP HOUSING GRANTS

Project Statement

(On basis of obligations under available funds)

(Dollars in thousands)

Program	2011 Actual		2012 Actual		2013 Estimate		Inc. or Dec.		2014 Estimate	
	Amount	SY	Amount	SY	Amount	SY	Amount	SY	Amount	SY
Discretionary Obligations:										
Mutual and self-help housing grants.....	\$34,337	-	\$37,919	-	\$42,549	-	-\$19,958	-	\$22,591	-
Subtotal.....	34,337	14	37,919	39	42,549	38	-19,958	-1	22,591	37
Total Obligations.....	34,337	14	37,919	39	42,549	38	-19,958	-1	22,591	37
Recoveries, Other (Net).....	-1,023	-	-2,148	-	-12,591	-	12,591	-	-	-
Lapsing Balances.....	-	-	-	-	-	-	-	-	-	-
Bal. Available, EOY.....	18,137	-	12,366	-	12,591	-	-12,591	-	-	-
Total Available.....	51,451	14	48,137	39	42,549	38	-19,958	-1	22,591	37
Rescission..... a/	74	-	-	-	-	-	-	-	-	-
Bal. Available, SOY.....	-14,525	-	-18,137	-	-12,366	-	-225	-	-12,591	-
Total Appropriation.....	37,000	14	30,000	39	30,184	38	-20,184	-1	10,000	37

a/ The amounts are rescinded pursuant to Division B, Title 1, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, 2011, P.L. 112-10.

Project Statement Footnotes

a/ The amounts are rescinded pursuant to Division B, Title1, Section 1119 of the Department of Defense and Full-Year Continuing Appropriations Act, 2011, P.L.112-10

Justification of Funding

- (1) A decrease of \$20,184,000 for the single family housing mutual and self-help housing grants (\$30,184,000 available in 2013).

Base funding supports local non-profit organizations providing technical assistance to, and organize families, building their own homes in rural areas. Grants are available to rural public and private not-for-profit organizations, local governments and Tribal organizations to provide technical assistance to low- and very-low income families to build their homes through the mutual and self-help housing method. Grant terms are for two years and funds may be used, among other things, to pay salaries, office rent, and expenses associated with operating the organization.

This decreased level will provide funding to maintain existing grant organizations who wish to continue with their Mutual and Self-Help Housing programs as well as allow for limited expansion of the program. The Mutual and Self-Help Housing program gives families, especially minorities and those with very low-incomes, the only opportunity they may ever have to own a home. Families participating in the Self-Help program work together in teams of six-to-ten to build each other's homes under the supervision of qualified contractors. This program makes homes affordable through sweat equity. In 2012, a total of 922 families were assisted with mortgage loans totaling \$121 million to build their homes through the Self-Help program. The program obligated \$37.9 million in Section 523 Technical Assistance grants and contracts to organizations supporting these groups of rural families.

Continuation of this program is critical because:

- It provides the only opportunity for many very low income families to achieve homeownership;
- It provides over 4,000 permanent full time jobs in rural areas in the construction arena, such as contractors, sub-contractors, building supply facilities as well as administrative jobs and jobs in real estate sales;
- It directly supports USDA's Strategic Goal of assisting rural communities to create prosperity so they are self-sustaining, repopulating, and economically thriving.

This decrease in funding, along with the anticipated carryover, will continue to provide funds for local non-profits to continue with their self-help housing programs. While this may result in reduced grant amounts for individual grant recipients, we believe this level will be adequate given the proposed decrease in section 502 direct loan funding, which is the primary source of financing used by families participating in the self-help program.

This program works in conjunction with the 502 direct loan program. The requested level in 2014 will provide enough support for families seeking a 502 direct loan.

RURAL HOUSING SERVICE
Mutual and Self-Help Housing Grants
Geographic Breakdown of Obligations
(Dollars in thousands)

State/Territory	2011 Actual	2012 Actual	2013 Estimate	2014 Estimate
Amount	Amount	Amount	Amount	Amount
Alabama.....	-	\$334	-	-
Alaska.....	\$512	537	-	-
Arizona.....	257	1,011	-	-
Arkansas.....	444	1,995	-	-
California.....	12,675	8,867	-	-
Colorado.....	1,626	440	-	-
Connecticut.....	-	-	-	-
Delaware.....	1,184	803	-	-
Florida.....	2,530	3,059	-	-
Georgia.....	-	-	-	-
Hawaii.....	1,387	490	-	-
Idaho.....	809	-	-	-
Illinois.....	-	-	-	-
Indiana.....	330	330	-	-
Iowa.....	-	-	-	-
Kansas.....	317	-	-	-
Kentucky.....	550	-	-	-
Louisiana.....	326	-	-	-
Maine.....	-	1,010	-	-
Maryland.....	-	-	-	-
Massachusetts.....	-	-	-	-
Michigan.....	299	-	-	-
Minnesota.....	-	-	-	-
Mississippi.....	363	10	-	-
Missouri.....	-	324	-	-
Montana.....	2,172	10	-	-
Nebraska.....	-	-	-	-
Nevada.....	-	622	-	-
New Hampshire.....	-	-	-	-
New Jersey.....	-	-	-	-
New Mexico.....	487	279	-	-
New York.....	-	-	-	-
North Carolina.....	642	1,012	-	-
North Dakota.....	10	-	-	-
Ohio.....	600	-	-	-
Oklahoma.....	1,257	3,212	-	-
Oregon.....	655	417	-	-
Pennsylvania.....	664	300	-	-
Rhode Island.....	-	345	-	-
South Carolina.....	-	-	-	-
South Dakota.....	439	354	-	-
Tennessee.....	-	503	-	-
Texas.....	619	281	-	-
Utah.....	1,517	4,879	-	-
Vermont.....	-	-	-	-
Virginia.....	-	-	-	-
Washington.....	1,245	5,990	-	-
West Virginia.....	-	-	-	-
Wisconsin.....	-	268	-	-
Wyoming.....	-	-	-	-
American Samoa.....	-	-	-	-
District of Columbia.....	106	-	-	-
Guam.....	-	-	-	-
Midway Islands.....	-	-	-	-
N. Mariana Islands.....	-	-	-	-
Puerto Rico.....	315	-	-	-
Virgin Islands.....	-	-	-	-
Other Countries.....	-	237	-	-
Undistributed.....	-	-	\$42,549 a/	\$22,591 a/
Obligations.....	34,337	37,919	42,549	22,591
Bal. Available, SOY.....	-14,525	-18,137	-12,366	-12,591
Recoveries.....	-1,023	-2,148	-12,591	-
Bal. Available, EOY.....	18,137	12,366	12,591	-
Total, Adjusted Approp..	36,926	30,000	30,184	10,000

a/ Totals cannot be distributed at this time.

RURAL HOUSING SERVICE

MUTUAL AND SELF-HELP HOUSING GRANTS

Classification by Objects

(Dollars in thousands)

		2011	2012	2013	2014
		<u>Actual</u>	<u>Actual</u>	<u>Estimate</u>	<u>Estimate</u>
41.0	Loans, subsidies, and contributions.....	\$34,337	\$37,919	\$42,549	\$22,591
99.9	Total, new obligations.....	<u>34,337</u>	<u>37,919</u>	<u>42,549</u>	<u>22,591</u>

RURAL HOUSING SERVICE

STATUS OF PROGRAMS

As a part of USDA Rural Development, Housing and Community Facilities Programs' (HCFP) mission is to improve the quality of life in rural areas. HCFP assists rural communities and individuals by providing loans and grants for housing and community facilities, and provide funding for single family homes, apartments for low-income persons or the elderly, housing for farm laborers, childcare centers, fire and police stations, hospitals, libraries, nursing homes, schools, and much more.

In partnership with non-profits, Indian tribes, state and federal government agencies, and local communities, HCFP creates packages of technical assistance and loan and grant funds to assist rural communities and individuals. In the years to come, we hope to strengthen these partnerships as well as, our relationships with our borrowers and grantees.

Rural Housing Insurance Fund

Current Activities:

Rural Housing Service (RHS) continues to provide the only available homeownership opportunity for rural families with limited incomes, especially those in underserved groups or isolated areas through the Section 502 Direct Single Family Housing (SFH) Loan Program. The popularity of Rural Development home loan guarantees continues to rise as lenders flock to the program. Combined, these programs fill critical social and funding gaps which create local jobs, build strong local communities and assure tens of thousands of rural Americans achieve the goal of owning their own homes.

In 2012, a record 160,000 families were assisted with home loans or repair loans and grants totaling nearly \$20.1 billion. The majority of this support included working in conjunction with lenders and local groups serving customers in rural areas. In 2012, just over 145,100 guarantees of mortgage loans provided by other lenders were issued, totaling \$19.2 billion – a new record for Rural Development.

2012 was the agency's best year yet for both guarantees and the combined number of all Section 502 home and Section 504 repair loans as it eclipsed even 2009-2010 levels when significant supplemental funding was provided through the American Recovery and Reinvestment Act (ARRA). Along the way, Rural Development surpassed a significant milestone when it issued the 1 millionth loan guarantee in rural America since the program started as a small pilot in 1991. In an environment where every Federal program dollar needs to be strongly justified, the agency still provides sound investments in thousands of rural families nationwide.

The direct and guaranteed programs continue to thrive even with the new reality of reduced staff and greater reliance on other resources. The guaranteed program now operates as 'budget neutral' as a new fee structure combining upfront and annual fees was instituted. New automation tools and the centralization of guaranteed staff promise greater efficiencies in future program delivery. Further updates for the popular Guaranteed Underwriting System (GUS) will allow participating lenders to make sound loans faster and cheaper. Through a loan packaging pilot, the direct program is exploring the possibility of working through intermediary nonprofit groups to improve the quality and quantity of loan applications, better target customer groups, and reduce the overall burden on agency staff. Finally, process improvement at every level, from field office origination to final servicing at the Centralized Servicing Center, promises to provide improvements in loan quality, loss claim payments and, most importantly, will continue to help millions of rural families to be successful homeowners.

Section 502 Direct Single Family Housing Loans:

Section 502 Direct Single Family Housing Loans are directly funded by the Government. These loans are available for low- and very low-income households to obtain homeownership. Applicants may obtain 100 percent financing to purchase an existing dwelling, purchase a site, and construct a dwelling, or purchase newly constructed dwellings located in rural areas. Mortgage payments are based on the household's adjusted income. A total of 7,918 direct loans totaling \$900 million were obligated in 2012.

Direct loans provide home buying assistance to families with income at levels that would eliminate them from other home loan programs. In 2012, the average adjusted annual income of the rural families obtaining these subsidized loans was \$27,634.

In addition, during a recent Office of Inspector General review of the ARRA funds administered by RHS, a recommendation was made to strengthen controls for detecting, reducing, and preventing improper payments; enhance electronic systems to prevent or reduce improper payments; strengthen controls to prevent weaknesses identified in State internal reviews from recurring; and, improve monitoring of employee access authorities. RHS took timely and comprehensive steps to implement these recommendations and the audit has been closed.

Section 502 Guaranteed Single Family Housing Loans:

The Section 502 Single Family Housing Guaranteed Loan Program's (GLP) popularity continued to increase. With the recent housing crisis, lenders are increasingly reluctant to extend credit without government backing. Rural Development provides mortgage credit in rural areas with minimal upfront cost and a 30-year fixed rate. Without these guarantees, thousands of rural home buyers would be unable to attain the "American Dream" of homeownership. A total of 145,109 low- and moderate-income families obtained guarantees, totaling \$19.2 billion in 2012.

For each of the last six years, the program established new lending records, growing from a \$2.9 billion program in 2006 to \$19.2 billion in 2012. The delinquency of the agency's portfolio of loan guarantees was 10.20 percent for September 2012, well below the latest FHA rate of 11.38 percent (September 2012). Similarly, the foreclosure rate on USDA home loan guarantees was at 2.99 percent in September 2012, compared to the FHA rate of 3.98 percent (September 2012).

As a result of continued low market interest rates, Rural Development also provided a record number of guarantees for new loans refinancing existing direct and guaranteed loans. Rural Development issued nearly 7,600 guarantees of re-finance loans – an increase of 55 percent from the previous year's record of 4,900. The refinance numbers included loans made as part of a special Rural Refinance Pilot Program. The pilot is assisting borrowers in 17 of the "Hardest Hit" states (as identified by a U.S. Department of the Treasury initiative) by streamlining refinancing loans with a strong payment record and where the borrower meets other eligibility requirements. This refinance process will save rural families thousands of dollars each year and add to the financial resources to local economies.

Section 515 Multi-Family Housing (MFH) Preservation and Revitalization and Direct Rural Rental Housing Programs:

The objective of this program is to repair or rehabilitate individual housing, rental properties, or co-ops owned and/or occupied by very low- and low-income rural persons. The program provides alternative financing tools for repair or rehabilitation, including zero percent loans, soft second loans, grants, and loan modifications of existing Section 515 or Section 514/516 Farm Labor housing loans. Funding in this program provides the agency with an appropriate mix of funds that can be used according to whichever tool best suits the individual needs of each revitalization transaction. The program is also a critical part of the rehabilitation program as it helps attract third-party funding to assist in the preservation of the project. RHS uses these revitalization tools to provide gap financing not covered through Low-Income Housing Tax Credit (LIHTC) or other State or Federal programs. As a result, RHS is able to leverage approximately three times its funds in investments from LIHTC and other sources. A close partnership with state tax credit allocating agencies is critical, because without a financial commitment by

RHS through the revitalization tools, the credits and other third-party funding will dry up and rehabilitation of RHS's aging stock of rural rental housing will not occur. In 2012, MFH used more than \$59.5 million to preserve Section 515 properties consisting of a total of 3,202 units of housing and obligated about \$14.9 million through the Section 515 MFH Preservation program.

In June 2012, a 40-unit Section 515 elderly housing complex in Mulvane, KS, became operational. The project was the first project completed under RD's "Super Green" initiative that seeks to reduce project operating costs and maintain affordable rental housing through a comprehensive approach to build using recognized energy conservation standards. The project is noteworthy for its integration of healthy building construction and energy-efficiency with the accessibility needs and challenges of an elderly population. The apartment complex was designed to be up to 40 percent more energy-efficient than buildings that meet the International Energy Conservation Code. Upon final completion, the project became certified in the following programs: The Energy Star for Homes program, the U.S. Green Building Council's Leadership in Energy and Environment Design for Homes –Silver level, National Association of Home Builders' Green Building Standard – Bronze level, and the Department of Energy's Builders' Challenge.

Section 538 Guaranteed Rural Rental Housing Program:

In 2012, the Guaranteed Rural Rental Housing Program (GRRHP) committed loan guarantee funds in excess of \$104.3 million, providing funding to rehabilitate approximately 2,379 affordable housing units and build approximately 1,224 new affordable housing units. The 72 properties using the GRRHP this fiscal year utilized other public and private funding in excess of a 3.5 to 1 ratio. This means that for every dollar of loan guarantee funds, the property attracted more than \$3.50 of other funding.

Rural Development has made great strides in attracting lenders and investors into GRRHP. In prior years, a fraction of the loans guaranteed were sold in the secondary market. Because of strong relationships with Ginnie Mae and Fannie Mae, this program has been able to attract new lenders and new investors. Rural markets are attracting more private capital as a result of these relationships and through the program's expanding lender network.

Section 504 Housing Repair Loans:

The objective of the Section 504 Home Repair Loan Program is to help very low-income owners repair their modest homes. Loan funds are made available to improve or modernize a home, or address safety hazards and sanitation issues. Since 1950, USDA has provided 374,000 very low-income rural homeowners with repair loans and grants totaling \$1.6 billion. This program provided 1,872 low-interest repair loans totaling just under \$10 million in 2012. The average loan amount was \$5,341.

Rural Housing Assistance Program

Current Activities:

Multi-Family Housing (MFH) programs continue to face the challenges of rapidly aging direct loan portfolios serving the affordable rental needs of the most vulnerable residents in rural communities. Our on-going focus includes:

1. Continued engagement with funding partners to draw third-party funding into transactions that preserve the portfolio or bring new units to badly underserved rural areas. One significant step in these efforts is participation in the White House Rental Policy Working Group's efforts to align funding and operation requirements between the Departments of Housing and Urban Development, and Agriculture's rental housing programs and Treasury tax credit program. Improved alignment of funding will help USDA and partners better leverage resources available through the other agencies. Another goal of the working group is to make Federal rental housing programs more attractive to our partners by improving program efficiency and reducing duplication of Federal regulatory requirements.

2. Improved administrative internal controls to strengthen verification methods for tenant income in order to reduce the risk of improper rental assistance subsidy payments; thereby reducing the incidence of waste, fraud and abuse at properties financed by Rural Development.
3. Substantive training efforts undertaken by MFH Programs to provide guidance for its field staff with less than five years experience servicing the loan portfolio or handling asset management responsibilities.
4. Increased focus on attracting private funding for preservation and rehabilitation projects in order to make Rural Development's funding go further. In 2012, the MFH housing programs attracted approximately \$2.94 in external project funding for each \$1 of Rural Development funding.

Transparency in the Multi-Family Housing Program Funding Applications Process

Nearly all MFH direct loan and grant program funds are awarded through a funding application process. In prior years, applications were completed manually and submitted by mail. The agency was forced to make several copies in order to share applications among the evaluation team, increasing costs and slowing the review process. The manual nature of the applications also reduced applicants' opportunities to correct errors, which resulted in applications being rejected due to submission of incomplete packages.

The MFH Program is currently automating the application process, to allow electronic submission of applications. The process includes an edit check for applicants to verify completion of all required data fields, ensuring submission of complete applications. The automated application process will also include a dedicated e-mail site for each applicant to submit additional application documentation which will streamline the supporting documentation verification process. To date, the application/pre-application process for the Preservation and Revitalization Program, Farm Labor Housing,

Finally, the automation system allows applicants to self-score their applications in real time, assuming the responses are supported by required documentation. Applicants can immediately compare their projected application score against other applications received by the agency.

The use of electronic applications will further strengthen the agency's evaluation capability by allowing the simultaneous review of applications by staff. In addition, use of electronic supporting documentation will help to limit application files and eliminate the large paper files needed for review and storage.

Finally, the electronic application process will, over time, improve the quality of applications received and increase the efficiency of agency application review, thereby, ensuring that direct loan and grant funds are allocated to projects that most effectively provide safe, decent and affordable rental housing to the nation's rural population.

Section 521 Rental Assistance (RA) Program:

In 2012, \$904.7 million was used for RA purposes, including renewal of 202,364 contracts with borrowers, 341 new RA units for new construction, and 3,512 new RA units for preservation incentives. The agency began an initiative in 2010 to aggressively service non-performing projects and non-compliant borrowers, with the objective of recapturing unused funds from RA units from properties that leave the portfolio either through foreclosure or prepayment of the Rural Development mortgage. Aggressive servicing requires the Rural Development field staff to focus on the continued need and suitability of defaulted properties, and evaluate the available resources to rehabilitate or strengthen a property's financial position.

The Section 521 program annually conducts an audit under the Improper Payments Information Act to determine borrower and property manager compliance with improper payments requirements. In 2012, the program's error rate was 3.44 percent. The 2011 error rate was 1.48 percent. The increased error rate was due to property manager turnover and unfamiliarity with program requirements. Staff is continuing to work with industry groups to ensure appropriate property manager training to lower error rates. The RA Program is also participating with the Department's Office of the Chief Financial Officer in a pilot program on recovery auditing. This initiative is intended to comply with directives from the Office of Management and Budget to recover funds from improper payments.

Section 514/516 Farm Labor Housing Program:

The Farm Labor Housing Program remains the only national source of construction funds dedicated to farm labor housing. This program provides loans and grants to build housing for both migrant and year-round farm laborers.

Funds may also be used for related facilities, such as on-site child care and community buildings. Funding is made available annually through a competitive process.

The use of low interest Section 514 loans, third-party funds, and Section 516 Farm Labor Housing grants provides sufficient leverage to minimize the cost of new construction, and allows the projects to maintain rents at affordable levels. The primary source of funding leveraged by the Section 514 and 516 programs is through the LIHTCP. A few States also provide assistance through grant programs designed to attract farm labor housing development opportunities; Rural Development works very closely with those States to coordinate its efforts. For example, in addition to the farm labor housing loans or grants, Rural Development also provides Section 514/516 new construction rental assistance to assure the financial stability of the projects.

The Multi-Family Housing program financed the construction and repair of 308 farm labor housing units in 2012. The selection process for Farm Labor Housing Loans and Grants is conducted through a Federal Register notice, which establishes the criteria used by Rural Development to allocate these loans and grants. One Rural Development goal is to attract more external funding. Typically, groups attracting external financing, receive more credit in the application review process. Overall, this program obligated \$5.5 million in 2012. For each loan or grant obligation dollar of loan or grant, in excess of \$1.50 of external funding was leveraged.

Section 542 Voucher Program:

Through the end 2012, the first seven years of the demonstration period, the Voucher program offered more than 13,697 vouchers to residents in rural America. During that time, more than \$43.2 million in voucher funds were obligated. The program is intended to provide a simple, direct and responsive approach to program delivery, without duplicating other Federal rent assistance programs. In 2012, the program obligated \$10.5 million, the highest level yet, and issued almost 3,300 vouchers. An average voucher pays approximately \$270 per month per household.

Section 523 Mutual and Self-Help Housing Grants:

The Mutual and Self-Help program provides the only opportunity for many of the lowest income families in rural areas, including a high portion of minorities, to achieve their homeownership goal. Since 1966, USDA has provided \$727 million to non-profit organizations around the country to organize nearly 2,500 groups of families to build their own communities.

Nearly 48,000 families have built their homes through USDA's Self-Help Program. In 2012, a total of 922 families were assisted with mortgage loans totaling \$121 million to build their homes through the Self-Help program. The program obligated \$37.9 million in Section 523 Technical Assistance grants and contracts to organizations supporting these groups of rural families.

Families participating in the Self-Help program work together in teams of six-to-ten to build each other's homes under the supervision of qualified contractors. This program makes homes affordable through sweat equity. The program serves a high percentage of minorities and others who would never be able to obtain a home through conventional means. One single mom reported that she sought to give her child a safe and comfortable home in which to grow up. After reading about the program and feeling it was "too good to be true," she immediately knew it was the solution to her problem. "Although it was hard work coordinating a babysitter and work schedule," she said, "It was worth it to see your dreams come true by your own work and sweat. Instead of giving me housing, this program gave us a home."

A great success story for 2012 comes from the state of California. A single father with full custody of his three young sons were living in a small manufactured home that his employer provided on the ranch where he works. He

wanted to try and change that situation, and hoped to one day have a new home for his family in Gustine, California. The energetic father worked an average of 50 hours per week with his employer and still found time to help build the new homes. "It was very difficult juggling all the responsibilities of being a single father, keeping up with work and working on the new house," the proud new homeowner said. "But I knew that if I made the sacrifice now, I would be able to provide a more stable atmosphere and a better future for my kids. That is what kept me motivated."

Rural Housing Assistance Grants

Current Activities:

In order to meet the Department's strategic goal of assisting rural communities to thrive economically, housing programs provide loans, grants and guarantees for housing and community facilities. This includes funding for single family homes, housing for low-income persons, the elderly and disabled, housing for farm laborers, and other housing and community facilities. Since the beginning of USDA housing assistance, shortly after the passage of the Housing Act of 1949, over 3.5 million low income rural Americans have been assisted by USDA to attain or maintain the "American Dream" of homeownership. This homeownership assistance is available only to low-income families who, by definition, are unable to obtain credit elsewhere.

In 2012, HUD, USDA, and housing agencies from six individual States signed a Memorandum of Understanding (MOU) to reduce the number of inspections on properties that the agencies financed together. MOUs were signed in Washington, Wisconsin, Minnesota, Michigan, Ohio and Oregon. Implementation of the MOU agreements will reduce the burden on property managers and tenants, and ultimately reduce property operating expenses.

Section 504 Housing Repair Grants:

The Section 504 Grant program is available to very low-income homeowners 62 years of age or older. The grant funds are used to remove health and safety hazards or make dwellings more accessible to household members with disabilities. These grants currently average about \$5,908. More than 5,100 very low-income families used \$30,315,811 in Section 504 grants in 2012 to make essential repairs to their homes.

Homeowners were able to complete essential repairs with the help of this program. An elderly grantee from North Carolina provided a personal note expressing gratitude for the program. "I was recently awarded a USDA grant to remove health and safety hazards from my home. With this assistance I was fortunate to replace my very old fuse box panel, repair a leaky roof, and install a much safer bathtub surround with grip bars. In addition to that, for the first time in my life I can actually dry laundry without having to hang it up--a strenuous job for someone in my overall health condition. Thank you for the opportunity to share my thoughts. I am exceedingly grateful for the grant money and certainly appreciate the safety improvements which have been made to my home as a result."

Section 509 Compensation For Construction Defects:

This program provides funds to Section 502 direct homeowners to repair structural defects in newly constructed homes. Grants are available only if the contractor refuses, or is unable to honor the warranty, and only covers structural defects within 18 months of completion of the home. This program obligated five grants totaling \$74,990 in 2012.

Section 533 Housing Preservation Grant Program:

The Housing Preservation Grant program strives to improve the quality of existing MFH and some SFH units through partnerships with various local public bodies and non-profit organizations. Grants of approximately \$4.6 million were made to non-profit and public entities improving the housing quality of approximately 1,155 families in 2012.

The Housing Preservation Grant program is administered through a public notice process, in which nonprofit and public bodies are invited to apply for grants to repair SFH and MFH housing units that are below housing standards. In 2012, this program attracted \$4 of private and public funds for each \$1 of Rural Development housing preservation grants.

Community Facilities (CF) Program

Current Activities:

The CF program has taken a leadership role in coordinating, facilitating and implementing the Under Secretary's Public Private Partnership Initiative to strengthening investment in community facilities infrastructure such as health care and education through increased collaboration and partnerships with the capital credit markets and institutional investors to improve the quality of health and educational facilities in rural America.

A notice in the Federal Register was published in December 2011 to seek institutional investors interested in long-term investment opportunities in rural community facilities infrastructure to:

- Improve rural America's access to capital for rural community facilities infrastructure,
- Strengthen CF underwriting and oversight,
- Reduce the agency's exposure to risk, and
- Protect the safety and soundness of our portfolio.

An excellent example of one of these public-private partnerships was with the Mansfield Auxiliary Corporation and Mansfield University in Mansfield, Pennsylvania. CF worked with institutional investors through a public private partnership to structure a financing package to support Mansfield University's efforts to replace their aging and antiquated student housing using CF direct and guaranteed loan funds leveraged with private sector capital. This financing provided funding for critical student housing needs at Mansfield University and eliminated a number of health and safety issues connected with its aging and antiquated housing stock.

CF also has successfully facilitated several high level meetings with institution investors in Washington, D.C., to develop business models and investments through public private partnerships.

In addition, during 2012, the CF program saw a sharp increase in the capital credit markets and investment bankers/institutional investors providing the interim construction financing for community infrastructure and essential community facilities.

Major accomplishments:

- 2012 was a banner year for the CF Program's efforts to leverage government funding with the private sector to complete 100 Public-Private Partnership projects.
- In 2012, interim construction financing played a significant role in CF's partnerships with the private sector. Approximately 22 projects used a lender for interim construction financing for nearly \$375 million.
- Over the past 4 years, CF participated in essential community facilities valued at \$3.44 billion.
- In 2012, total leveraged funds from institutional investors and capital credit markets totaled nearly \$249.9 million.
- In 2012, 31 States and Puerto Rico approved Public-Private Partnership projects with Rural Development investments in these projects including \$677.5 million in direct loans and \$124.1 million in guaranteed loans.
- These Public-Private Partnerships resulted in approximately 36,000 jobs created or maintained on these projects.

Finally, Rural Development, through its guaranteed loan program, established itself as a contender in the commercial lending arena, building a successful lending partnership with community, regional and national lenders.

Rural Development achieved this level of financing support to the community because of its ability to leverage direct loan funding with commercial funding.

Excellent examples of CF Public-Private Partnerships include the many critical access hospitals constructed or improved with direct and guaranteed loan combinations. CF's success would not have been achieved without the ability to leverage CF direct loan funding with commercial financing.

Community Facilities Loans and Grants:

In 2012, CF obligated over 1,400 loans and grants for a total of slightly more than \$1.5 billion, which is an all-time record since inception of the program in 1974 (excluding ARRA), and more than double the 2011 total of \$721 million.

CF's educational performance goal for 2012 was 4.5 percent of Rural Americans served with new or improved education facilities. The actual percent served in 2012 was 6.4 percent, with over \$253.0 million in 215 educational facilities, serving 3,797,926 rural residents.

CF's health care performance goal for 2012 was 5.5 percent of rural residents with access to new or improved rural health care facilities. The actual percent served in 2012 was 7.3 percent, with over \$862.0 million invested in 168 rural health care facilities through 243 loans and grants, serving 4,332,498 rural residents.

Despite the record breaking performance in total CF obligations in 2012, the CF grant program was unable to meet the 2012 goal for safety facilities. CF's safety facilities goals for 2012 was 4.7 percent of rural residents with access to new or improved rural safety facilities, the actual percent served in 2012 was 3.7 percent, with over \$126 million in 413 safety facilities, serving 2,197,540 rural residents.

RURAL HOUSING SERVICE

Summary of Budget and Performance Statement of Department Goals and Objectives

Mission: As a part of RD, our mission is to improve the quality of life in rural areas by providing loans and grants for housing and community facilities. Funding is provided for single family homes, apartments for low-income persons or the elderly, housing for farm laborers, childcare centers, fire and police stations, hospitals, libraries, nursing homes, schools, and much more.

In partnership with non-profits, Indian tribes, state and federal government agencies, and local communities, packages of technical assistance and loan and grant funds are created to assist more rural communities and individuals.

USDA Strategic Goal: Assist rural communities to create prosperity so they are self-sustaining, repopulating, and economically thriving.

RHS has one strategic goal and two strategic objectives that contribute to one of the Secretary's Strategic Goals.

Agency Strategic Goal	Agency Objectives	Programs that Contribute	Key Outcome
Improve the quality of life in Rural America	<u>Objective 2.1:</u> Provide decent, safe and affordable housing	Sec. 502 Direct Single Family Housing Sec. 502 Guaranteed Single Family Housing Purchase and Refinance Sec. 515 Direct Multi-Family Housing Loans Sec. 521 Rental Assistance Program Grants Sec. 514 Farm Labor Housing Loans Sec. 516 Domestic Farm Labor Housing Grants Sec. 504 Housing Repair Grants Sec. 542 Multi-Family Housing Voucher Program	Decent, safe and affordable housing
	<u>Objective 2.2:</u> Develop community infrastructure	Rural Community Programs Community Facility Direct Loans Community Facility Grants	Develop community infrastructure
	Other Key Outcome	Sec. 515 Direct Rural Rental Housing Sec. 514/516 Farm Labor Housing	Affordable Rental Housing

Key Outcome 1: The single family housing programs support the strategic goal of improving life in Rural America by providing decent, safe and affordable housing.

Performance measures related to the single family housing programs include targets for the number of Section 502 loans financed annually and for the percentage of these loans to rural minority families.

Single family housing includes smaller programs to support and supplement its homeownership and repair programs. The self-help building method allows very low income families to contribute their labor to obtain equity in their homes while creating strong community bonds. These programs are aimed at rural areas with large numbers of minorities.

Key Performance Measure and Targets:

Performance measures for single family housing programs include targets for homeownership opportunities provided annually in rural communities. A homeownership opportunity is defined as a Section 502 direct loan or a loan guarantee, including subsequent direct loans and guarantees of refinance loans.

Annual number of homeownership opportunities generated through rural housing credit programs.							
	FY 2008 Actual	FY 2009 Actual	FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Target	FY 2014 Target
(1) Homeownership Opportunities	67,420	56,613	127,735	140,100	153,027	182,140	174,884
Cost	\$7.3B	\$6.8B	\$16.1B	\$18.0	\$20.1B	\$24.7	\$24.4B

Selected Past Accomplishments Toward Achievement of the Key Outcome:

A record 160,000 families were assisted with home loans or repair loans and grants totaling nearly \$20.2 billion. This is the best year ever – for both guarantees and the combined number of all section 502 home and section 504 repair loans. In an environment where every Federal program dollar needs to be strongly justified, the agency still provides sound investments in thousands of rural families nationwide

The agency's direct loan program is the only available homeownership opportunity for rural families most in need because of limited income and inability to secure conventional credit at affordable rates and terms. And, the popularity of Rural Development home loan guarantees continues to rise as lenders, reluctant to make loans without Government backing, flock to the program. Combined, these programs fill critical social and funding gaps, creating local jobs, building strong local communities and assuring that tens of thousands of rural Americans meet the still-important goal of owning their own homes.

The direct and guaranteed programs continue to thrive even with the new reality of reduced staff as the agency streamlines its business processes. The guaranteed program now operates 'budget neutral' since a new fee structure combining upfront and annual fees was instituted.

Rural Development guarantees for new loans still provide perhaps the most appealing mortgage financing options. More than 145,000 USDA-backed guaranteed loans were approved in 2012. Rural Development also issued nearly 7,600 guarantees of re-finance loans – an increase of 55 percent from the previous year record of 4,900. This included the Rural Refinance Pilot program which assisted borrowers in 19 "Hardest Hit" states (as identified by a U.S. Department of the Treasury initiative) by refinancing without a new appraisal and other verifications so long as the loan has a strong payment record and the borrower meets other eligibility requirements. In 2013, the program was expanded to include an additional 16 jurisdictions. This program stands to save rural families thousands of dollars each year and add to the financial resources of local areas.

Staff is also working to preserve homeownership for rural families participating in the SFH programs. Guaranteed loan staff is monitoring delinquencies and making adjustments to avoid potential delinquencies. This includes refining the agency's automated underwriting system and tightening underwriting standards to ensure better loan quality and performance. Direct loan management is launching programs, similar to the Guaranteed Underwriting System, to improve underwriting while reducing the burden on field staff and loan applicants. The National Office provided web-based training and performance tools to assist the field with loan making activities, including eligibility determinations and underwriting/risk analysis.

Special servicing options are provided for 502 Guaranteed and Direct borrowers with problems that make it difficult for them to make the loan payments. Finally, we are strengthening access to homeownership counseling for Direct borrowers who become delinquent and addressing the borrower's financial crisis at the earliest stages by engaging community partners to assist borrowers dealing with the delinquency. Guaranteed loan servicers use a wide range of loss mitigation techniques, resulting in fewer foreclosures, fewer loss claims, and increased successful homeowners. Emphasized loss mitigation techniques include special forbearance, loan modifications, and when possible, pre-foreclosure sales and the acceptance of deeds in lieu of foreclosures. RD processes over 250 such homeownership-saving opportunities a month.

Selected Accomplishments Expected at the 2014 Proposed Resource Level:

2014 loan performance will be affected significantly by a change in Rural Area definition slated to take effect in late March 2013. Based on a comparison of the addresses of loans guaranteed in 2012, we expect about 20 percent of these loans will no longer be located in eligible areas. Thus, the projected number of guarantees has been reduced from the full usage of \$24 billion to reflect the rural area impact.

Further updates for the popular Guaranteed Underwriting System (GUS) will allow participating lenders to make sound loans faster and cheaper. Through a loan application packaging pilot that began in the summer of 2009 and now includes 19 States, the agency has partnered with five housing nonprofits to utilize their network of affiliates to package Section 502 direct loan applications and reduce application processing burdens placed on agency staff by redistributing certain tasks to qualified third parties. The five housing nonprofits act as intermediaries between their affiliates and the agency, ensure those engaged in packaging activities have adequate experience/training, and conduct quality control reviews on loan application packages prepared by their affiliates prior to submitting the packages to the agency. Another pilot implemented in direct to reduce staff burdens involves property inspections. As a temporary procedural change, all states can replace Agency staff inspections (with the exception of the final inspection for new constructions though even this requirement is being reconsidered) with the use of qualified third party inspections. In the pilot states, however, the agency will cover the cost of the inspection should the transaction fall through. And, an automated underwriting system for direct loans remains in development. New automation tools and the centralization of guaranteed staff promise greater efficiencies in program delivery. Further updates for the popular Guaranteed Underwriting System (GUS) will allow participating lenders to make sound loans faster and cheaper. Program efficiencies created at every level, from field office origination to final servicing at the Centralized Servicing Center, promises to provide improvements in loan quality, loss claim payments and, most importantly, will continue to assist millions of rural families to be successful homeowners.

Funding which has been allocated in 2013 will also improve monitoring delinquencies and avoiding them. The \$1.5 million allocated to improve the Electronic Data Interchange (EDI) for guaranteed loans will result in providing the agency with much more performance data at more frequent intervals. The agency will use the more robust EDI information to identify lenders and loan servicer who are not performing up to standard. \$277,534 received toward the lender monitoring contract with Deloitte and Touche will ensure continued support by a major auditing firm. The recent hiring of a Guaranteed Lender Oversight Program Manager will also result in better identification of deficient lenders or loan servicers. \$395,000 in funding received for automating loan closing functions, including digital signatures, will save Field staff time, which they will then be able to spend reviewing especially difficult loan applications and avoid guaranteeing loans which are likely to become delinquent. \$250,000 allocated to make systems changes for implementing the new regulation, RD Instruction 3555, will also result in fewer delinquencies because the new regulation will provide better loan-making guidance than the older regulation. Indeed, the new regulation will resolve 18 recommendations from an Office of Inspector General audit of loan origination.

Direct loan management has developed and validated a custom scorecard that will provide a dependable risk prediction that accounts for the direct program's unique lending environment. In addition, we are also working on implementing an underwriting rules engine to further evaluate eligibility and qualification requirements for each loan application. The Scorecard and the underwriting rules engine, when combined, are a powerful tool for reducing manual underwriting and making reliable lending decisions for 502 Direct loans. The guaranteed loan program has found that loans underwritten through the automated system perform better than manually underwritten loans. The expected outcome is to reduce field staff workload, processing time and delinquency rate. We recently received funding to complete and implement these two projects.

Key Outcome 2: Develop community infrastructure

Key Performance Measure and Targets:

CF programs provide both direct and guaranteed loans and grants to help rural communities develop or improve their essential community infrastructure and facilities for public use in rural communities of 20,000 or less. The program is available to public entities such as cities, towns and special purpose districts, as well as nonprofit corporations with significant community support and federally-recognized Indian tribes. These facilities include hospitals, health clinics, schools, fire, rescue, and public safety, nursing homes and assisted living facilities, child and adult day care, and public buildings. Community Facilities programs have the flexibility to finance over 100 separate types of community infrastructure projects.

Historically, favorable proportions, in terms of dollar volume and number of loans and grants, have gone to finance health care, education and public safety projects. The quality of rural schools, health care and public safety facilities has a direct impact on the quality of life and competitiveness of rural communities and is often a threshold condition for rural economic prosperity. Through CF Programs, Rural Development maintains this threshold by ensuring essential community facilities are readily available to all rural Americans.

The following chart shows key performance indicators, targets and results for Housing and Community Facilities Program.

Percentage of rural residents who are provided access to new or improved essential community facilities – (1) Health Facilities, (2) Safety Facilities, and (3) Educational Facilities							
	FY 2008 Actual	FY 2009 Actual	FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Target	FY 2014 Target
(1) Health Care	5.3	5.4	3.2	5.2	7.3	5.5	5.5
(2) Public Safety	2.8	5.0	3.2	4.3	3.7	3.7	3.7
(3) Education	N/A	3.5	3.8	3.8	6.4	4.5	4.5
Cost	\$672M	\$639.3M	\$948.4M	\$722M	\$1,504B	\$1,399B	\$1,514B

Selected Past Accomplishments Toward Achievement of the Key Outcome:

In 2012, despite a reduction in staff and a surge in workload and initiatives, CF obligated 1,430 loans and grants for a total of slightly more than \$1.5 billion, which is an all-time record since inception of the program in 1974 (excluding funding under the American Recovery and Reinvestment Act of 2009), and more than double the 2011 total of \$722 million. CF significantly improved on its performance goals for rural health care and education. However, as a result of a decrease in overall CF grant funding; increased targeted investments in community infrastructure, economic growth and quality jobs; and a shift in critical needs of rural communities toward investment in education and health care, the Community Facilities program returned to its 2010 performance results for its Public Safety Facilities goal.

During the past 3 fiscal years, the CF programs supported several special Departmental initiatives focused on strengthening investment in critical community infrastructure facilities that have a major impact on economic growth and quality jobs such as health care and education. Several notable initiatives directly supported by CF programs include:

Memorandum of Understanding between USDA and HHS - An MOU between USDA RD and HHS to improve collaboration and to strengthen the healthcare infrastructure in rural communities was executed in August of 2011;

Public Private Partnership - USDA Rural Development published a notice in the Federal Register on December 27, 2011 seeking institutional investors that are interested in long term investment opportunities in rural community infrastructure, which will improve rural America's access to capital and leverage Community Facilities funding to better manage credit risk. CF leveraged government funding with the

private sector to complete 100 Public-Private Partnership projects in 31 States for a total of over \$801.6 million. These partnerships resulted in a total of 35,822 jobs created or maintained on these projects;

Memorandum of Understanding with the Rural Community College Alliance and the American Association of Community Colleges - USDA executed an MOU with the Rural Community College Alliance and the American Association of Community Colleges. The purpose of the MOU is to facilitate access to capital for rural community college infrastructure projects, increased cooperation between USDA RD and rural community colleges, and to work more effectively together with the goal to reach more and teach more; thereby improving efforts to strengthen the rural economy;

Rural Libraries Initiative of 2010 – Secretary Vilsack set-aside \$100 million in 2010 to support the construction, renovation, expansion, or improvement of public libraries across rural America;

Know Your Farmer, Know Your Food – USDA implemented a Department-wide initiative to strengthening local and regional food systems;

Strike Force Initiative - USDA Rural Development achieved success in the 6 Strike Force States that targeted persistent poverty counties. In 2012 outreach was a priority for RD's State directors and staff in the 6 Strike Force States where representatives from RD programs hosted or participated in more than 197 outreach events. In 2012, approximately 25 percent of all local food projects funded under the CF Program were in areas designated as a persistent poverty or strike force county (overall, CF obligated a total of \$65,607,713 in Strike Force areas), which was a RD 2012 goal to support the mission of improving food security. Total 2012 funding in Strike Force counties is more than double the \$30,909,404 funding that Strike Force counties received in 2011. This represents a 112 percent increase.

Selected Accomplishments Expected at the 2014 Proposed Resource Level:

The Community Facilities program looks to build on its mission of developing community infrastructure with proposed 2014 resource levels through several initiatives outlines including:

Public Private Partnership – CF seeks to build on its prior successes and relationship with institutional investors interested in long term investment opportunities in rural community infrastructure. This effort will be a key component to improve rural America's access to capital and leverage CF funding to better manage credit risk;

Memorandum of Understanding between USDA and HHS – As a major employer in the rural market, healthcare facilities will continue to receive strategic support from the Community Facilities program. The MOU between USDA RD and HHS to improve collaboration and to strengthen the healthcare infrastructure in rural communities serves as the basis for CF's commitment to ensuring adequate access to rural health care;

Prioritize Local and Regional Food System Projects - A priority focus of the CF program for 2014 will be projects related to local and regional food system infrastructure. Broadly, local and regional products are those that are grown or raised, processed, distributed and sold within a specific region. USDA supports local and regional marketing opportunities as a component of RD's portfolio because the economic and community benefits accrue locally, generating job opportunities in rural America and strengthening the connection between food producers and consumers.

In 2014, CF will adopt a priority focus on local and regional food system infrastructure. Products may vary depending on the level of maturity of the local food system in a given area. For example, in some areas, CF funds may support the winterization or weatherization of existing farmers markets. In other areas, CF may support food hubs, which are facilities that aggregate product from many different farmers and ranchers and then package and distribute it to regional buyers. CF may also support specific components of a food hub, such as cold storage that can be used by multiple local producers; processing or packaging facilities for locally-produced foods; trucks to distribute food locally; or the retrofitting of existing

infrastructure to accommodate more locally-produced product. USDA is particularly interested in exploring opportunities to partner with food banks to develop hybrid food bank/food hub facilities.

Memorandum of Understanding with the Rural Community College Alliance and the American Association of Community Colleges – In FY 2014, CF will continue its partnership with the Rural Community College Alliance and the American Association of Community Colleges. Fiscal year funding will assist in facilitating access to capital for rural community college infrastructure projects, increased cooperation between USDA RD and rural community colleges, and to work more effectively together with the goal to reach more and teach more; thereby improving efforts to strengthen the rural economy;

Strike Force Initiative – The CF program will continue to target persistent poverty counties. In FY 2014, the CF program will look to improve the identification, outreach, and investment in critical infrastructure in these targeted areas.

Other Key Outcome: Making rental housing affordable for low- and very-low income rural Americans

Key Performance Measure and Targets:

The rental assistance program provides assistance to eligible tenants in section 515 and section 514/516 assisted housing so that they pay no more than 30 percent of their incomes for rent. Eligible tenants are those considered low- or very-low income (defined as 80 percent and 50 percent of Area Median Income, respectively). Rental assistance is provided through contracts with the owner of the assisted housing, for the benefit of eligible tenants.

Section 521 Rental Assistance – Contracts to be renewed							
	FY 2008 Actual	FY 2009 Actual	FY 2010 Actual	FY 2011 Actual	FY 2012 Actual	FY 2013 Target	FY 2014 Target
Units	120,449	202,525	219,148	216,654	206,216	206,861	230,693
Cost	\$479M	\$902M	\$979M	\$954M	\$905M	\$910M	\$1,015B

Selected Past Accomplishments Toward Achievement of the Key Outcome:

- Recover unused rental assistance from section 515 assisted housing.
- Increase efficiency of rental assistance usage by assuring appropriate assistance is provided based on household size.
- Improved monitoring of housing project operations to reduce the cost of rental assistance.

Selected Accomplishments Expected at the 2014 Proposed Resource Level:

- Compliance with Federal Do-Not-Pay initiative to reduce payment errors.

RURAL HOUSING SERVICE
Strategic Goal Funding Matrix
(Dollars in thousands)

Program / Program Items	2011 Actual	2012 Actual	2013 Estimate	Increase or Decrease	2014 Estimate
USDA Strategic Goal: Assist rural communities to create prosperity so they are self-sustaining, repopulating, and economically thriving.					
Program Level.....	19,975,594	22,801,821	27,350,152	-120,948	27,229,204
Staff Years.....	4,261	3,903	3,758	-85	3,673
Total Costs, All Strategic Goals.....	19,975,594	22,801,821	27,350,152	-20,948	27,229,204
Total FTEs, All Strategic Goals.....	4,261	3,903	3,758	-19	3,673

HOUSING AND COMMUNITY FACILITIES PROGRAMS
Full Cost by Department Strategic Goal
(Dollars in thousands)

Strategic Goal: Assist Rural Communities to Create Prosperity so They Are Self-Sustaining, Repopulating and Economically Thriving.

PROGRAM	PROGRAM ITEMS	2011 ACTUAL	2012 ACTUAL	2013 ESTIMATE	2014 ESTIMATE
Direct Single Family Housing Loans (Section 502)					
	Program Level	\$1,119,159	\$899,998	\$717,429	\$360,000
	Budget Authority	70,059	42,570	42,831	9,792
	Administrative Costs (Direct)	50,905	46,788	47,075	46,260
	Administrative Costs (Indirect)	23,955	22,018	22,153	21,769
	Total Costs	144,919	111,376	112,058	77,821
	FTEs	617	546	526	514
	Performance measure:				
	home purchase loans				
	Target:	9,685	7,918	6,293	3,158
	Cost per Measure (unit cost)	14.96	14.07	17.81	24.64
Guaranteed Single Family Housing Purchase and Refinance Loans (Section 502)					
	Program Level	\$16,858,928	\$19,213,344	\$24,000,000	\$24,000,000
	Budget Authority	0	0	0	0
	Administrative Costs (Direct)	70,534	66,841	67,250	66,086
	Administrative Costs (Indirect)	33,192	31,454	31,647	31,099
	Total Costs	103,726	98,295	98,896	97,185
	FTEs	854	781	752	735
	Performance measure:				
	home purchase loan guarantees				
	Target:	130,415	145,109	175,847	171,726
	Cost per Measure (unit cost)	0.80	0.68	0.56	0.57
Direct Rural Rental Housing Loans (Section 515)					
	Program Level	\$69,215	\$59,481	\$62,936	\$28,432
	Budget Authority	23,346	20,295	22,135	6,656
	Administrative Costs (Direct)	64,344	60,156	60,525	59,477
	Administrative Costs (Indirect)	30,280	28,309	28,482	27,989
	Total Costs	117,970	108,760	111,142	94,122
	FTEs	779	703	676	661
	Performance measure: units				
	selected for new const. or rehab.				
	Target:	3,401	1,315	3,079	1,391
	Cost per Measure (unit cost)	34.69	82.71	36.10	67.67
Guaranteed Multi-Family Housing (Section 538)					
	Program Level	\$32,353	\$104,255	\$130,000	\$150,000
	Budget Authority	3,135	0	0	0
	Administrative Costs (Direct)	18,961	16,710	16,812	16,521
	Administrative Costs (Indirect)	8,923	7,864	7,912	7,775
	Total Costs	31,019	24,574	24,724	24,296
	FTEs	230	195	188	184
	Performance measure: units				
	selected for new const. or rehab.				
	Target:	1,436	3,359	4,493	5,194
	Cost per Measure (unit cost)	21.60	7.32	5.50	4.68

PROGRAM	PROGRAM ITEMS	2011 ACTUAL	2012 ACTUAL	2013 ESTIMATE	2014 ESTIMATE
Housing Repair Loans (Section 504)					
	Program Level	\$21,851	\$9,998	\$10,459	\$26,280
	Budget Authority	4,136	1,421	1,430	2,176
	Administrative Costs (Direct)	6,930	6,684	6,725	6,609
	Administrative Costs (Indirect)	3,261	3,145	3,165	3,110
	Total Costs	14,327	11,250	11,320	11,894
	FTEs	84	78	75	73
	Performance measure: # of families assisted				
	Target:	4,047	1,872	1,920	4,729
	Cost per Measure (unit cost)	3.54	6.01	5.90	2.52
Single and Multi-Family Housing Credit Sales (Non-Program)					
	Program Level	\$885	\$975	\$10,000	\$10,000
	Budget Authority	67	0	0	0
	Administrative Costs (Direct)	1,794	3,342	3,362	3,304
	Administrative Costs (Indirect)	844	1,573	1,582	1,555
	Total Costs	2,705	4,915	4,945	4,859
	FTEs	22	39	38	37
	Performance measure: # of loans to facilitate REO property sales				
	Target:	16	41	0	0
	Cost per Measure (unit cost)	N/A	N/A	N/A	N/A
Rental Assistance Program (Section 521/502)					
	Program Level	\$953,710	\$904,653	\$910,189	\$1,015,050
	Budget Authority	953,710	904,653	910,189	1,015,050
	Administrative Costs (Direct)	15,021	13,368	13,450	13,217
	Administrative Costs (Indirect)	7,069	6,291	6,329	6,220
	Total Costs	975,800	924,312	929,968	1,034,487
	FTEs	182	156	150	147
	Performance measure: Families assisted with new/renewed Sec. 521 RA contracts				
	Target:	216,654	206,216	206,861	230,693
	Cost per Measure (unit cost)	4.50	4.48	4.50	4.48
Farm Labor Housing Loans and Grants (Section 514/516) and Domestic Farm Labor Housing Grants					
	Program Level	\$56,174	\$5,510	\$28,569	\$32,191
	Budget Authority	31,219	3,560	14,287	13,992
	Administrative Costs (Direct)	19,595	20,052	20,175	19,826
	Administrative Costs (Indirect)	9,221	9,436	9,494	9,330
	Total Costs	60,035	33,048	43,956	43,147
	FTEs	237	234	225	220
	Performance measure: units selected for financing or new construction				
	Target:	3,154	308	773	840
	Cost per Measure (unit cost)	19.03	107.30	56.86	51.37
Rural Housing Voucher Program					
	Program Level	\$10,769	\$11,621	\$11,067	\$12,575
	Budget Authority	10,769	11,621	11,067	12,575
	Administrative Costs (Direct)	0	0	0	0
	Administrative Costs (Indirect)	0	0	0	0
	Total Costs	10,769	11,621	11,067	12,575
	FTEs	0	0	0	0
	Performance measure: Tenants Protected				
	Target:	2,684	3,298	3,480	3,955
	Cost per Measure (unit cost)	4.01	3.52	3.18	3.18

PROGRAM	PROGRAM ITEMS	2011 ACTUAL	2012 ACTUAL	2013 ESTIMATE	2014 ESTIMATE
Multifamily Housing Revitalization Program (MHRP): MHRP Modifications, MHRP Zero Percent Loans, MHRP Soft Second Loans, MHRP Grants, (Sec 515) and MHRP Preservation Demo Revolving Loan Fund					
	Program Level	\$54,846	\$14,702	\$2,012	\$37,676
	Budget Authority	14,153	10,843	2,012	20,000
	Administrative Costs (Direct)	0	0	0	0
	Administrative Costs (Indirect)	0	0	0	0
	Total Costs	14,153	10,843	2,012	20,000
	FTEs	0	0	0	0
	Performance measure: units selected for new const. or rehab.				
	Target:	2,638	2,885	394	5,382
	Cost per Measure (unit cost)	5.37	3.76	5.11	3.72
Mutual Self-Help Loans and Grants (Section 523)					
	Program Level	\$34,684	\$37,919	\$35,184	\$10,000
	Budget Authority	34,357	37,919	30,184	10,000
	Administrative Costs (Direct)	1,161	3,342	3,362	3,304
	Administrative Costs (Indirect)	546	1,573	1,582	1,555
	Total Costs	36,064	42,834	35,129	14,859
	FTEs	14	39	38	37
	Performance measure: # of families who build their own homes				
	Target:	1,015	922	1,000	1,000
	Cost per Measure (unit cost)	35.53	46.46	35.13	14.86
Housing Assistance Grants					
	Program Level	\$41,404	\$34,992	\$33,339	\$25,000
	Budget Authority	41,404	34,992	33,339	25,000
	Administrative Costs (Direct)	23,781	23,394	23,537	23,130
	Administrative Costs (Indirect)	11,191	11,009	11,076	10,885
	Total Costs	76,376	69,395	67,953	59,015
	FTEs	288	273	263	257
	Performance measure: # of housing assistance grants				
	Target:	7,892	5,241	4,895	4,137
	Cost per Measure (unit cost)	9.68	13.24	13.88	14.27
Rural Community Programs- Direct Community Facilities Loans, Guaranteed Community Facility Loans, Community Facility Grants, Rural Community Development Initiative Grants					
	Program Level	\$721,617	\$1,504,371	\$1,398,967	\$1,517,000
	Budget Authority	49,198	41,455	29,470	17,000
	Administrative Costs (Direct)	78,767	73,525	73,974	72,694
	Administrative Costs (Indirect)	37,067	34,600	34,812	34,209
	Total Costs	165,032	149,579	138,256	123,903
	FTEs	954	859	827	808
	Performance measure: Percent of rural population with new or improved public safety services				
	Target:	4.3	3.7	3.7	3.7
	Cost per Measure (unit cost)	38,379.53	40,426.85	37,366.48	33,487.37

PROGRAM	PROGRAM ITEMS	2011 ACTUAL	2012 ACTUAL	2013 ESTIMATE	2014 ESTIMATE
Housing Site Development Loans					
	Program Level	\$0	\$0	\$0	\$5,000
	Budget Authority	0	0	0	0
	Administrative Costs (Direct)	0	0	0	0
	Administrative Costs (Indirect)	0	0	0	0
	Total Costs	0	0	0	0
	FTEs	0	0	0	0
	Performance measure: # of housing assistance grants				
	Target:	0	0	0	0
	Cost per Measure (unit cost)	0	0	0	0
Total for Secretary's Priorities					
	Program Level	\$19,975,595	\$22,801,819	\$27,350,151	\$27,229,204
	Budget Authority	1,235,553	1,109,329	1,096,944	1,132,241
	Administrative Costs (Direct)	351,793	334,203	336,248	330,428
	Administrative Costs (Indirect)	165,549	157,272	158,234	155,496
	Total Costs	1,752,895	1,600,803	1,591,426	1,618,165
	FTEs	4,261	3,903	3,758	3,673
	Performance measure:				
	Target:	N/A	N/A	N/A	N/A
	Cost per Measure (unit cost)	N/A	N/A	N/A	N/A

* S&E and FTE figures for each program are based on calculations and a best estimate of the personnel involved. Actual staff time by program is not available at this time.

** FY 13 data based on Appropriation.

Totals may not balance due to rounding.