

# U.S. Department of Housing and Urban Development Office of Housing

#### Special Attention of:

Regional Directors
Multifamily Hub Directors
Multifamily Program Center
Directors
Supervisory Project Managers
Project Managers
Owners, Management Agents
Field Office Directors

Notice: H 2002-17 Issued: August 2, 2002 Expires: August 31, 2003

Cross Reference:
Handbook 4350.1

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**SUBJECT:** Renewal of Expiring Project Rental Assistance Contracts (PRACS) for Projects Under the Section 202 Program of Supportive Housing for the Elderly and the Section 811 Program of Supportive Housing for Persons with Disabilities

**PURPOSE:** The Departments of Veterans Affairs and Housing and Urban Development and Independent Agencies Appropriations Act of 2002 authorized the Department to renew expiring PRACS for a term of one year. This Notice provides instructions for renewing expiring Project Rental Assistance Contracts for Section 202 and Section 811 projects.

PROCEDURES FOR REQUESTING A PRAC RENEWAL: Owners must submit an operating budget for all projects with an expiring PRAC. If the owner is requesting an increase in project rental assistance, the request must detail project needs and summarize the reasons why an increase in project rental assistance is needed, including necessary increases to the Reserve for Replacement. An increase in the project rental assistance should be effective the date of the expiring contract. For general guidance on requesting and processing a rent increase, consult HUD Handbook 4350.1, Multifamily Asset Management and Project Servicing, Chapter 7.

In order for the Field Office to adequately and timely review and process the request for the renewal of a PRAC, the request for a renewal of the PRAC should be submitted to the Field Office no later than 120 days prior to the expiration of the contract. See example in Attachment A. The renewal term shall not exceed one year.

Prior to Field Office approval of a PRAC renewal and any needed {D0204383.DOC / 1}

increase in project rental assistance, owners of PRAC properties must first use funds remaining in the existing contract. If there are sufficient funds in the existing contract to cover project needs for a period of one year, there is no need to execute a contract renewal form. Instead, Field Office staff must amend the existing contract by extending the expiration date of the contract.

PROCEDURES FOR FUNDING PRAC RENEWALS: Attached is a list of properties with a PRAC that will expire this fiscal year (Attachment B). Field Offices are asked to submit the renewal needs of each of the projects on the attached list that are within your jurisdiction to your Desk Officer in the Office of Asset Management in Headquarters. If there are projects that should be added to, or removed from, the attached list, please do so. Based on the renewal needs that have been confirmed by each Field Office Funding Coordinator, funds will be assigned and allocated to the Multifamily Hub.

Each Processing Center will submit the request for PRAC renewal funds to the Hub. In turn, the Hub will forward the request to the Fort Worth Accounting Center for obligation. At the discretion of the Hub Director, the Field Office may submit the request for funding directly to the Fort Worth Accounting Center.

If, during the one-year contract renewal period, it is determined that the original estimate was too low and/or it is determined that the project needs have increased, the Field Office will submit a request to their Desk Officer in the Office of Asset Management for funds to amend the contract. The term of the amended contract will not exceed the term of the one-year renewal contract period.

**CONTRACT AMENDMENT:** The attached contract renewal form (Attachment C) must be executed upon reservation of the project rental assistance funds.

FOR FURTHER ASSISTANCE and additional information regarding the renewal of PRACs, please contact staff in the Office of Asset Management.

John C. Weicher Assistant Secretary for Housing-Federal Housing Commissioner

## Attachments

### EXAMPLE

# ATTACHMENT A

## DETERMINING CONTRACT RENEWAL AMOUNT

Approved annual operating budget:	\$480,000
Subtract the remaining funds in the expiring contract:	\$120,000
Amount needed to support the PRAC renewal contract:	\$360,000

## ATTACHMENT B

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# LIST OF EXPIRING PROJECT RENTAL ASSISTANCE CONTRACTS

me _	servicin g_site		property_manager	d	er	tracs_status_na me
Atlanta Atlanta	Atlanta Knoxvill e	Dogwood Terrace Magnolia Manor	NELSON E MITCHELL JOSEPH O WEBSTER		GA06Q941008 TN37Q951004	•
Atlanta	Knoxvill e	Roy J. Messer Apartments	JOSEPH O WEBSTER	80002018	TN37S951005	Active
Atlanta	Louisvill e	ARC APARTMENTS	JANICE S PAGE	80011235	KY36Q981003	Active
Baltimor e	Baltimor e	STANSBURY HOMES	OLIVIA A SMITH	80000946	MD06Q95100 5	Active
-	Baltimor e	TRINITY HOUSE	OLIVIA A SMITH	80000949	MD06S941001	Expired
Baltimor e	Baltimor e	WEINBERG TERRACE	CAROL L GRASSO	80000954	MD06S951003	Active
-	Richmo nd	GLENSHIRE GROUP HOME	LARRY E EDWARDS	80002184	VA36Q951006	Active
Baltimor e	Richmo nd	Longwood Group Home	LARRY E EDWARDS	80002191	VA36Q951001	Active
Baltimor e	Richmo nd	Magnolia Gardens	TERESA H LITTLE	80006203	VA36S971004	Active
Baltimor e	Richmo nd	Marlwood Group Home	LARRY E EDWARDS	80002194	VA36Q951004	Active
Baltimor e	Richmo nd	Rock Creek	LARRY E EDWARDS	80002204	VA36Q951002	Active
Baltimor e	Richmo nd	THE MEADOWS	LARRY E EDWARDS	80002204	VA36S951008	Active
Baltimor e	Washin gton, DC	GEORGETOWNE APARTMENTS	LEONETTE J TERRY	80000923	MD06Q95100 3	Active
Baltimor e	Washin gton, DC	SECOND STEP II	JASON P ROTH	80021169	MD39Q99100 1	Executed
Baltimor e	Washin gton, DC	THOMAS' CONTENTMENT	CHARLES G OSBORNE	80000948	MD06Q95100 4	Active
Boston	Boston	$\begin{array}{c} \text{SOMERVILLE PLACE} \\  \\ \text{DO} \end{array}$	ANNEMARIE CONNOLLY 204383.DOC / 1}4	80005748	MA06Q961021	Active

Boston	Manche	SUNDANCE VILLAGE	RITA R PERRY	80001389	NH36S951003	Active
	ster					
Boston	Provide nce	ELDER CARE II	BARRY D TATE	80005627	RI43S951003	Active
Boston	Provide nce	WENTWORTH APARTMENTS INC	BARRY D TATE	80005634	RI43Q951002	Active
Buffalo	Buffalo	BRICK SCHOOL HOUSE RESIDENCE	HELENA MALABRE	80001484	NY06Q951006	Expired
Buffalo	Buffalo	Blandina Street Apartments	HELENA MALABRE	80001478	NY06Q951012	Expired
Buffalo	Buffalo	Living Independently, Inc.	CAMILLE M SEWERYNIAK	80001536	NY06Q951004	Active
Buffalo	Buffalo	RIDGE ROAD APARTMENTS	HELENA MALABRE	80001572	NY06Q951007	Active
Chicago Chicago	_	Bridgeview Apartments AHEPA 78	ROBERTA FLOWERS STEVEN J COOK		IL06Q981004 IN36S951009	Active Active
515a.g5	polis	APARTMENTS III				7 10 11 10
Chicago	Indiana polis	CLIFFORD BIERS HOUSE	BERNARD L ROBERTS	80000664	IN36Q951001	Active
Chicago	•	STEPPING STONE	ROSALIE A FATTIC	80000700	IN36Q951006	Active
Columb	Columb	NWC Corporation HUD 2, Inc.	GEORGE MYERS	80006052	OH16Q951001	Active
us Columb	us Columb	OBANNON TERRACE	PAMELA TRAMMELL	80006125	OH10S951003	Active
us Columb	us Columb	STATION HILL	PETE POLITES	80006125	OH10S951006	Active
us Denver	us Denver	ARKVA GROUP HOME	EDWARD HOLLOWAY	90000001	CO99Q951003	A office
Denver	Denver	CROSSROADS VILLA, INCCOMMUNITY	GERI JOHNSON		UT99S981002	
Denver	Denver	HOUSING SERVICES CRYSTAL MEADOWS	JERRY BAKER	80007313	CO99S951002	Active
Denver	Denver	II DEVELOPMENTAL	EDWARD HOLLOWAY	80007324	CO99Q961002	Active
Denver	Denver	PATHWAYS GLENDALE SENIOR	GERI JOHNSON	80007369	UT99S971002	Active
Denver	Denver	HOUSING JUSTIN C. STEWART PLAZA	GERI JOHNSON	80007373	UT99Q951001	Active
Denver	Denver	SIOUX FALLS GOOD SAMARITAN	JOAN M ROSALES	80007212	SD99S951001	Active
Denver	Denver	HOUSING VILLA MARIA	DONNA L BEEM	80007313	CO99S951006	Active
Detroit	Detroit	CLAIR CIRCLE	PAMELA M WILDFONG		MI28Q951011	Active
Detroit	Detroit	EAST VILLAGE	PAMELA M WILDFONG		MI28Q951008	Active
		APARTMENTS				
Detroit	Detroit	INDEPENDENCE SQUARE APT II	PAMELA M WILDFONG	80001023	MI28Q951007	Active
Detroit	Detroit	MARINERS COURT APARTMENTS	PAMELA M WILDFONG	80001032	MI28Q951009	Active
Detroit	Grand Rapids	SPRING VALLEY CROSSING	KAY L HAMMEL	80006156	MI33S961003	Active

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Detroit	Grand Rapids	WATERTOWER PLACE / BIG RAPIDS	BRUCE ROTH	80001068	MI33Q951003	Active	
Fort Worth	Albuque rque	AHEPA 501 APTS	RITA E JARAMILLO	80007498	NM16S951002	Active	
Fort Worth	Fort Worth	ACCESSIBLE RESIDENCES	BARBARA A SHOUSE	80002063	TX21Q941001	Active	
Fort Worth	Fort Worth	CLIFF VIEW VILLAGE	PAMELA D SPICER	80007394	TX16S951002	Active	
Fort Worth	Fort Worth	FORT WORTH COMMUNITY HOMES, INC.	BARBARA A SHOUSE	80002088	TX21Q951002	Active	
Fort Worth	Fort Worth	PLANO COMMUNITY HOME IV	GLORIA TRAVIS	80002118	TX16S951001	Active	
Fort Worth	Fort Worth	TARRANT COUNTY COMMUNITY HOMES, INC	BEVERLY G DENNEY	80002141	TX21Q951003	Active	
Fort Worth	Houston	AHEPA NATIONAL HOUSING CORP.	LARRY CAMPBELL	80007440	TX24S951006	Active	
Fort Worth	Houston	EL REDENTOR APARTMENTS II	JOYCE YOUNG	80011220	TX24S981007	Active	
Fort Worth	Houston	EVERGREEN VILLAGE	WILLO WORTHAM	80002083	TX24Q951003	Active	
Fort Worth	San Antonio	CASA DE AMISTAD, INC.	PAULITA B RAMIREZ	80002073	TX59S951002	Active	
Fort Worth	San Antonio	GONZALES INDEPENDENCE HOMES	EDDIE DE LA GARZA	80002122	TX59Q941003	Active	
Fort Worth	Shrevep ort	Magnolia Manor	DIANNE ADAMS-SMITH	80011239	LA48Q981003	Active	
Fort Worth		Oakwood Apartments	DIANNE ADAMS-SMITH	80011229	LA48S981005	Active	
Fort Worth		RUSTON VOA LIVING CENTER	DIANNE ADAMS-SMITH	80000816	LA48Q921001	Expired	
Greens boro		ADAPTIVE LIFESTYLES INC	RUBY J BROWN	80001945	SC16Q951001	Active	
Greens boro		PLEASANT MEADOWS APARTMENTS FOR	MARIA B MARKELL	80011215	SC16S981004	Active	
Greens boro	Columbi a	SENIORS SLOAN STREET HSG. DEV. CORP., INC.	MARIA B MARKELL	80006370	SC16S951004	Active	
Greens boro	-	ARC/HDS ALAMANCE COUNTY APTS.	MARTHA N JOHNSON	80001246	NC19Q951004	Active	
Greens boro	Greens boro	ARC/HDS ASHE CO	EVELYN J KINGSBERRY	80001247	NC19Q951003	Active	
Greens boro	Greens boro	ARC/HDS DAVIDSON CO GH #4	BARBARA P NICHOLS	80001252	NC19Q951002	Expired	
Greens boro	Greens boro	AS STANLY CO. APTS. #2	JOANN M DAVIS	80001269	NC19Q951006	Active	
Greens boro	Greens boro	AS WAKE CO. G.H. #3	JOANN M DAVIS	80001269	NC19Q951005	Active	
Greens		CAC OF CATAWBA	ANNIE MAYES	80001301	NC19Q951013	Active	
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Greens boro	Greens boro	PROVIDENCE PLACE	KENNETH R ANTHONY	80001313	NC19S951001	Active
Greens boro	Greens boro	RSS SCATTERED SITE CONDOS	JOANN M DAVIS	80001267	NC19Q951001	Expired
Jackson ville		COLLIER HOUSING ALTERNATIVES	JERALD D THOMPSON	80000401	FL29Q951008	Active
Jackson ville		SOUTHWEST FL GWI HOUSING	CATHY F CONEY- SANDERS	80000444	FL29Q951007	Active
		ABILITIES OF WINDJAMMER	EVERETT H ROTHSCHILD	80000389	FL29Q951006	Expired
Jackson ville		CHOICE APARTMENTS	JOHN R CARRAWAY	80000400	FL29Q951018	Active
Kansas City	Des Moines	Maple Heights Annex	JANET E WILLIAMS	80000548	IA05S951001	Active
Kansas City	Des Moines	Oak Tree Apartments	RANAE S RIDLEN	80000539	IA05Q951001	Active
Kansas City	Kansas City	RIDGEVIEW ESTATES	MARY ANN GARCIA	80000737	KS16S951002	Active
Kansas City	Kansas City	THE VILLAS	BRUCE L LADD	80001193	MO16Q95100 1	Active
Kansas City	Oklaho ma City	VENTURE VILLA, INC.	RITA A CREWS	80001776	OK56S951003	Active
Kansas City	Omaha	BEACON HEIGHTS	DANIEL G BAMBERRY	80001352	NE26Q951001	Active
Kansas City	Omaha	SEVEN OAKS OF FLORENCE	WILMA V MILES	80001369	NE26S951001	Active
Kansas City	Tulsa	HOPE HOUSING OF	MARY SURBER	80001763	OK56Q951001	Active
Kansas City	Tulsa	KC ESTATES	DEBBIE YEAROUT	80000726	KS16Q951005	Active
Kansas City	Tulsa	LAKEFRONT SENIOR RESIDENCES	DEBBIE YEAROUT	80000728	KS16S951004	Active
Los Angeles	Los Angeles	CLARK TERRACE	NETTIE E WINSTEAD	80000129	CA43S951009	Active
Los	Los	HOMEWARD BOUND- CULVER CITY	NETTIE E WINSTEAD	80007680	CA16Q951012	Active
Los	Los	HOMEWARD BOUND- INGLEWOOD	NETTIE E WINSTEAD	80007680	CA16Q951009	Active
Los	Los Angeles	HOPE CONDOS	CHRIS T YAO	80007681	CA16Q951018	Active
Los	Los Angeles	TELACU - MONTEREY	DESIREE WRIGHT	80007636	CA16S951004	Active
Los Angeles	San	BIG SISTER LEAGUE RESIDENCY	DESIREE WRIGHT	80007801	CA33Q951005	Active
Minnea polis	_	JAMES AND JOHN APARTMENTS	JOSEPH A THIBEDEAU	80002309	WI39S951010	Active
Minnea polis		JOSEPH J. VINOPAL VILLA	MICHAEL D FURNNER	80002310	WI39S951012	Active
Minnea polis		BOULEVARD GARDENS	RITA A NUNWEILER	80001076	MN46S951003	Active
Minnea	•	COUNTRY PLACE of		80021128	MN46S991007	Active
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nolio	nolio	DIEDZ Harizan Haalth				
polis Minnea polis	polis Minnea polis	PIERZ - Horizon Health EAGLE COURT APTS aka Horizon Health	JOAN L HERRERA	80021128	MN46S991006	Active
Minnea polis	Minnea polis	EXCELSIOR COURT	JUNE H TRASK	80001100	MN46Q95100 6	Active
Minnea polis	Minnea polis	Milaca VOA Living Center	JOAN L HERRERA	80021125	MN46Q99100 2	Active
Minnea polis	Minnea polis	Park Villa	HELEN J DEMERS	80011228	MN46S981004	Active
Minnea polis	Minnea polis	Penelope 35 Apts aka AHEPA Nat'l Hsing	LAURA L SIMPSON	80011219	MN46S981006	Active
Minnea polis	Minnea polis	WILLOW WOOD APARTMENTS	JUNE H TRASK	80001134	MN46S951002	Active
New York	New York	OPTIONS SUPPORTIVE HSG II	VICTORIA HEATH	80005541	NY36Q951001	Active
Philadel phia	Newark	DUNELLEN CONSUMER HOME	NANCY E CURREN	80001409	NJ39Q951015	Active
Philadel phia	Newark	MAPLEWOOD CONSUMER HOME	BARBARA G DICKERSON	80001425	NJ39Q951010	Active
Philadel phia	Newark	PRINCETON CONSUMER HOME	BARBARA G DICKERSON	80001437	NJ39Q951032	Active
Philadel phia	Newark	PROIJECT LIVE V CONSUMER HOME	JUAN M BONILLA	80001438	NJ39Q951014	Active
Philadel phia	Newark	RIDGEFIELD PARK CONSUMER HOME	NANCY E CURREN	80001440	NJ39Q951013	Expired
Philadel phia	Newark	SOUTH ORANGE CONSUMER HOME	DEAN J SANTA	80001443	NJ39Q951017	Active
Philadel phia	Newark	South Bound Brook Consumer Home	JOSEPH RUDO	80001443	NJ39Q951016	Active
Philadel phia	Newark	TRENTON II CONSUMER HOME	JUAN M BONILLA	80001447	NJ39Q951033	Active
San Francisc o	Phoenix	CASA DE MERCED	MANDY M COOLEY	80000083	AZ20S951004	Active
San Francisc	Phoenix	FILLMORE COURTYARD	KATHY DEHLER	80000089	AZ20S951007	Active
o San Francisc		VALLY OF THE SUN 2	MANDY M COOLEY	80000097	AZ20Q951003	Active
o San Francisc		DELLA WILLIAMS GARDENS	MARGUERITE BEANE	80000137	CA30Q951001	Active
o San Francisc		President Grover Cleveland Manor	MARGUERITE BEANE	80000224	CA30S961003	Active
o San Francisc o		Shasta Manor	MARGUERITE BEANE	80011230	CA30S981005	Active
San Francisc o		Shasta Point	F. DENISE WILLIAMS	80011226	CA30S981001	Active

San	San	AUTUMN GLOW	RAJANI N KHARE	80007607	CA39Q951003	Active
rancisc	Francisc	ALZHEIMER'S				
)	0	RESIDENTIAL				
San	San	OAK HILL	GWEN Y KELLEHER	80000207	CA39Q921004	Active
rancisc	Francisc	APARTMENTS				
)	0					

### ATTACHMENT C

# U. S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

# OFFICE OF HOUSING

## CONTRACT RENEWAL TO THE

# PROJECT RENTAL ASSISTANCE CONTRACT

I.	Contract Information:
	Project Rental Assistance Contract No
	Project Name
	Project Number
	Project Address
II.	EXPIRING CONTRACT:
	Except as specifically modified by this Contract Renewal, all provisions of the Expiring Project Rental Assistance Contract are renewed.
III.	TERM OF THE RENEWAL:
	The term of the Contract Renewal begins on
	Subject to the availability of appropriations, to make

housing assistance payments for any year in accordance with

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the Contract Renewal Amendment, as determined by HUD, the Contract Renewal Amendment shall run for a period of one year, beginning on the first day of the term.

## IV. CONTRACT RENT:

The contract rents for each bedroom size (number of bedrooms) shall be the contract rent amount listed on Exhibit A of this Contract Renewal Amendment.

#### SIGNATURES:

U. S. DEPARI	MENT OF H	OUSING	AND U	JRBAN	DEVELOPMENT			
ву								
Signature by authorized representative								
Name and off	icial tit	le (Pri	int)					
Date								
OWNER								
Name of Owne	er (Print)							
Ву								
By Signature of	authoriz	ed repi	resent	tative	2			
Name and tit	le (Print	:)						
Date								

# EXHIBIT A

# IDENTIFICATION OF UNITS BY SIZE AND APPLICABLE CONTRACT RENTS

PROJECT	NAME: _				
PROJECT	RENTAL	ASSISTANCE	CONTRACT	NUMBER: _	
PROJECT	NUMBER:				
Number o		Number Bedroo	_	Conti Rei	