

Terry,

If you could forward my response onto the Committee Members, I would appreciate it.

- 1) Attached are the summary reports from the Federal Stimulus Funding. More detailed information can be obtained at <http://www.sdhda.org/content.asp?secl=305&ParentId=0> which is the reporting that is done on the SDHDA website.
- 2) For the Section 8 Program of Housing Assistance Payments, if a tenant has an increase of more than \$200 per month, they are required to report that to their landlord. They pay 30% of their income as rent and the amount they pay is adjusted at that time. If the amount of their income increase is less than \$200 a month, their rent amount is adjusted at annual recertification. If the tenants income increases enough, the 30% portion will equal the full rent and they will not be receiving any subsidy.
- 3) I spoke with Vona Johnson, SDHDA's Director of Rental Management, and she thinks that the Rural Development multifamily units are switching to Housing Assistance Payment Vouchers, which is HUD subsidy administered by the local Public Housing Authorities. With Vouchers, the landlords do not have to do the paperwork with rent verification, it is done by the local Public Housing Authority. If the landlords are moving away from the RD assisted units, the subsidized units may be transferred to another area by Rural Development. Unfortunately, this does result in less housing assistance in a particular area.

I hope this answers all the questions that Committee Members had. If you need additional information, please let me know.

Mark