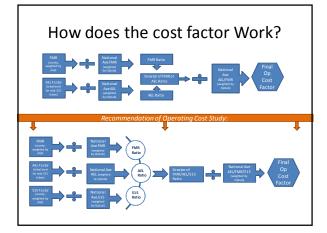
## Overview of USDA 515 Integration

### Overview

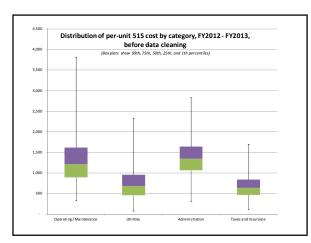
- " How does the current AEL/FMR factor work in the FCAS formula?
- What's the recommendation from the Operating Cost study for introducing 515 data?
- " How we did it, how it differed from the study's recommendations
- " Effects of Introduction



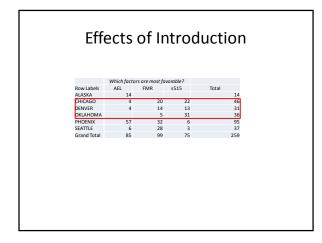
#### Comparing HUD / Firstpic methods Methods in Operating Cost Study (2008) HUD Methods (2014) Same, but if the county or county-groupings p averages less than the state average, then the o the state average (similar to HUD's FMR) County and adjacent county (SE AK) groupings (min 4 USDA pri 2 years of operating cost data (2012-2013) Inflated 2012 data to 2013 erating cost data (2002-2004) 3 years of o Unknown which operating cost categories were used, but probably just the 1<sup>st</sup> category. "Total operating costs or molithemate costs are prefered over an index based on administrative cost based to have a single the second or administrative costs are predered by the second or administrative costs are predered Only used 1st category (Operating/Maintenance) plus insurance costs. (See chart in next slide) Removed projects that are not suitable for comparison w/ 1937 Act units such as Farm Labor projects and congregate housing, or group homes. Do not have indicator for this; diffe imal impact Totals of zero, duplicates of data for a single project and year, and negative line items removed Took absolute values of negative items; differences likely cause minimal impact International and the second s Only deleted total per unit costs that were more than 3 standard deviations from the State average. Other Firstpic methods here seems sumerfluous



# 









Effects cont			
	Grantw/out 515 Introduction	Final Total Grant After 515 Introduction	% Change of Total Grant Due to 515
ALASKA	\$55.446.174	\$54,532,487	Introduction -1.65%
CHICAGO	\$55,446,174 \$86,655,968		
DENVER			1.14%
OKLAHOMA	\$95,253,394		
PHOENIX	\$94,398,796		1.27%
SEATTLE	\$201,446,721		-0.92%
Grand Total	\$54,638,885 \$587,839,939		-0.79%

## Considerations

- Geography level county-level, state-level, or mixed?
- Cost Categories to include- slim or comprehensive?
- " Other?

## Questions