# **Paperwork Reduction Act Submission**

Please read the instruction before completing this form. For additional forms or assistance in completing this forms, contact your agency's Paperwork Reduction Officer. Send two copies of this form, the collection instrument to be reviewed, the Supporting Statement, and any additional documentation to: Office of Information and Regulatory Affairs, Office of Management and Budget, Docket Library, Room 10102, 725 Seventeenth St. NW, Washington, DC 20503.

Agency/Subagency Originating Request:     U.S. Department of Housing and Urban Development     Office of Single Family Housing, Office of Single Family Asset	2. OMB Control Number: a. b. None 2502				
Management and Disposition Division					
3. Type of information collection: (check one) a. New Collection b. Revision of a currently approved collection c. Extension of a currently approved collection d. Reinstatement, without change, of previously approved collection for which approval has expired e. Reinstatement, with change, of previously approved collection which approval has expired f. Existing collection in use without an OMB control number For b-f, note item A2 of Supporting Statement instructions.	c. Delegated  5. Small entities: Will this in	cy - Approval requested by s information collection have a significant economic impact per of small entities?  date:			
7. Title: REVITALIZATION AREA DESIGNATION AND MANAGEM	ENT				
Agency form number(s): (if applicable)     None					
9. Keywords: Housing, revitalization area; property disposition.					
10. Abstract: The Department accepts requests from local governments or as revitalization areas. A request must describe the nominate requester. Requests are initiated voluntarily.  11. Affected public: (mark primary with "P" and all others that apply with "X")	ed area in terms of census blo				
a. Individuals or households b. Business or other for-profit c. X Not-for-profit institutions e. Farms f. X Federal Government g. P State, Local or Tribal Gove	a. <b>X</b> Voluntary b. <b>P</b> Required to obta				
b. Total annual responses Percentage of these responses collected electronically c. Total annual hours requested d. Current OMB inventory e. Difference (+,-) f. Explanation of difference: 1. Program change: 2. Adjustment:	Do not include costs bear a. Total annualized costs bear 5. Total annualized costs bear 5. Total annualized costs cost cost annualized cost cost cost cost cost cost cost cost	(O&M) ost requested equested ntory rence:			
<ul> <li>15. Purpose of Information collection: (mark primary with "P" and all others that with "X")</li> <li>a. P Application for benefits</li> <li>b. Program evaluation</li> <li>c. General purpose statistics</li> <li>d. Audit</li> </ul> 16. Research 17. Regulatory or compliance 18. Regulatory or compliance 19. X Regulatory or compliance 19. Audit	a. Recordkeeping c. Reporting: 1. On occas 4. Quarterly 7. Biennially	ion 2. Weekly 3. Monthly 5. Semi-annually 6. Annually 8. Other (describe)			
17. Statistical methods:  Does this information collection employ statistical methods?  Yes No	submission)	best answer questions regarding the content of this Policy Specialist/Team Leader .33			

## 19. Certification for Paperwork Reduction Act Submissions

On behalf of the U.S. Department of Housing and Urban Development, I certify that the collection of information encompassed by this request complies with 5 CFR 1320.9.

**Note:** The text of 5 CFR 1320.9, and the related provisions of 5 CFR 1320/8(b)(3) appears at the end of the instructions. The certification is to be made with reference to those regulatory provisions as set forth in the instructions.

The following is a summary of the topics, regarding the proposed collections of information that the certification covers:

- (a) It is necessary for the proper performance of agency functions;
- (b) It avoids unnecessary duplication;
- (c) It reduces burden on small entities;
- (d) It uses plain, coherent, and unambiguous terminology that is understandable to respondents;
- (e) Its implementation will be consistent and compatible with current reporting and recordkeeping practices;
- (f) It indicates the retention periods for recordkeeping requirements;
- (g) It informs respondents of the information called for under 5 CFR 1320.8(b)(3):
  - (i) Why the information is being collected;
  - (ii) Use of the information;
  - (iii) Burden estimate;
  - (iv) Nature of response (voluntary, required for a benefit, or mandatory);
  - (v) Nature and extent of confidentiality; and
  - (vi) Need to display currently valid OMB control number;
- (h) It was developed by an office that has planned and allocated resources for the efficient and effective management and use of the information to collected (see note in item 19 of the instructions);

- (i) It uses effective and efficient statistical survey methodology; and
- (j) It makes appropriate use of information technology.

If you are unable to certify compliance with any of these provisions, identify the item below and explain the reason in item 18 of the Supporting Statement.

	Date:	
X		
Kevin B. Perkins, Director, Organizational Policy, Planning and Analysis Division, HROA		
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Signature of Senior Officer or Designee: Date:		
x		
Lillian Deitzer, Departmental Reports Management Officer,		
Office of the Chief Information Officer		

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## **Supporting Statement for Paperwork Reduction Act Submissions**

#### **Revitalization Area Designation And Management**

#### A. Justification

1. The Secretary is authorized to sell any properties conveyed to him in exchange for debentures and certificates of claim (12 U.S.C. 1710(g)). The Secretary is required to carry out a program under which eligible assets shall be made available for sale in a manner that promotes the revitalization, through expanded homeownership opportunities, of revitalization areas (12 U.S.C. 1710(h)(1)). The Secretary is required to designate areas as revitalization areas after consulting with affected units of general local government and interested nonprofit organizations. The Secretary may designate as revitalization areas only areas that meet one of the following requirements: (a) very low-income area; (b) high concentration of eligible assets; or low home ownership rate (12 U.S.C. 1710(h)(3)). The program is operating under a Housing Notice with regulatory development pending.

The requesting entity receives no benefit from approval of its request for designation. Individual citizens may receive a benefit resulting from the operation of special property disposition programs in an approved area. For example, HUD's Officer Next Door and Teacher Next Door Sales programs offers homes for purchase to law enforcement officers and teachers at a fifty percent discount. The homes must be located in a revitalization area to be eligible for sale at the discount rate.

2. A local government or interested nonprofit may submit a request for designation of a described geographic area by the Department as a Revitalization Area. Requests are generally stated in a one to two page letter on the requester's stationery. A request must describe the area using census block group designations. No other form of submission is required. The underlying research to by the requester to identify an area of interest for designation is likely to be performed in the general course of the entity's community development interests and work such that the principal effort will be discussing and formulating the actual request. HUD's review is limited by legislation to determining or verifying that the nominated area meets at least one of three legislatively established criteria. Deliberation is not required, as any nominated area meeting at least one criterion must be approved. HUD must examine and consider any area proposed by an entity. The entity is not required to justify the request. HUD uses the information to determine whether or not a property meets the requirements for that designation.

HUD is mandated to review the eligibility of all designated revitalization areas at least annually. HUD accomplishes this by requiring each of the four Homeownership Center to review the eligibility of designated areas within its jurisdiction and report the results to Headquarters.

3. The information is not generally collected electronically, although HUD will accept requests and related attachments to email. Requests are generally stated in a one to two page letter on the requester's stationery. The local government or interested nonprofit initiates a request to the Department through a regional Homeownership Center administrative office to designate a geographic area as a revitalization area. The requester identifies the nominated area by census block group listings. The Department utilizes geographic information systems to determine if the proposed area meets revitalization area designation criteria. Automation for the small number of responses would not be cost-efficient.

Federal field officials are required to review existing designated areas at least annually to determine the continuing appropriateness of a Revitalization Area designation for a geographic area. The review process

relies solely on geographic mapping tools for the review and does not request or require submissions by the original requesting party.

- 4. The information is not collected elsewhere.
- 5. Governmental and non-profit entities making the requests may be small entities. The information required is the minimum possible for HUD to review the request.
- 6. Collection of proposed designation information is necessary in order to have a revitalization area program. Designated revitalization areas are, in turn, the basis for selecting FHA foreclosed properties for sale through various discount sales program. Selection of inappropriate areas may result in the inappropriate sale of certain properties at substantial discounts resulting in a consequent loss of revenue to the FHA insurance funds.
- 7. There are no special circumstances required in this collection.
- 8. In accordance with 5 C.F.R. 1320.8(d), a notice inviting public comments was published in the *Federal Register* on April 28, 2006 (Vol. 71, No. 82, page 25206). An inquiry has been made to three parties who have submitted requests for designation of revitalization areas as described in this filing. No objection was raised to the information collection, which is required by statute (12 USC 1710(g)) as a prerequisite for approving a request.
- 9. No payments or gifts to respondents are involved in this program.
- 10. No assurance of confidentiality is provided to respondents and there is no basis for assurance in statute, regulation, or agency policy.
- 11. There are no questions of a sensitive nature.
- 12. The following are the estimates of the burden hours of the collection of information.

Information Collection	Number of	Frequency of	Total Annual	Hours per	Total Annual	Cost per	Total Annual
	Respondents	Response	Responses	Response	Hours	Hour	Cost
Preparation of requesting letter	12	1	12	2	24	\$26	\$624

Hourly rate based on an estimated salary for local government employees of approximately \$54,000 annually.

13. There are no additional costs to the respondents.

#### 14. Cost to the Federal Government.

Information Collection	Total Annual	Review / Completion	Hours per	Total Annual	Cost per	Total Annual
Information Collection	Responses	by HUD Staff	Response	Hours	Hour	Cost
Request for designation of a specific geographic area as a revitalization area	12	12	3	36	\$26	\$ 432
Annual review of designated areas (by 4 HOC offices)	4	4	8	32	\$26	\$ 832
<b>Grand Totals</b>	12	12	3	36	\$26	\$1,264

HUD staff costs are based on GS-12-1, \$54,221 annually or approximately \$26 per hour.

- 15. This is a new collection, due to the increased popularity of the GNND and Dollar Home Sales Programs. The information is submitted voluntarily.
- 16. The information is not published.
- 17. A request not to display the expiration date is not being made.
- 18. There are no exceptions to the certification statement.

# **B.** Collections of Information Employing Statistical Methods

Information is not collected employing statistical methods.