# **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 I Management and Disposition Division   | 2. OMB Control Number: a. <b>2502-0566</b> b. None  |  |  |  |  |
|---|---|--|--|--|--|
| 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 for which approval has expired  f. Existing collection in use without an OMB control number  For b-f, note item A2 of Supporting Statement instructions.  7. Title:  REVITALIZATION AREA DESIGNATION AND MANAGEMEN | 4. Type of review requested: (check one)  a. Regular  b. Emergency - Approval requested by  c. Delegated  5. Small entities: Will this information collection have a significant economic impact on a substantial number of small entities?  Yes No  6. Requested expiration date:  a. Three years from approval date b. Other (specify)          |  |  |  |  |
| Agency form number(s): (if applicable)     None   |   |  |  |  |  |
| 9. Keywords: Housing, revitalization area; property disposition.  10. Abstract: The Department accepts requests from local governments or ir as revitalization areas. A request must describe the nominated   | nterested nonprofit organizations to designate specified geographic areas<br>If area in terms of census block groups.   |  |  |  |  |
| 11. Affected public: (mark primary with "P" and all others that apply with "X")  a. Individuals or households e. Farms  b. Business or other for-profit f. Federal Government  c. X Not-for-profit institutions g. P State, Local or Tribal Government  | 12. Obligation to respond: (mark primary with "P" and all others that apply with "X")  a. Voluntary  b. <b>P</b> Required to obtain or retain benefits  c. Mandatory  |  |  |  |  |
| 13. Annual reporting and recordkeeping hour burden:  a. Number of respondents  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:   | 14. Annual reporting and recordkeeping cost burden: (in thousands of dollars) Do not include costs based on the hours in item 13. a. Total annualized capital/startup costs b. Total annual costs (O&M) c. Total annualized cost requested d. Current OMB inventory e. Difference f. Explanation of difference: 1. Program change: 2. Adjustment: |  |  |  |  |
| <ul> <li>15. Purpose of Information collection: (mark primary with "P" and all others that appears 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> <li>e. X Program planning or managements</li> <li>f. Research</li> <li>g. X Regulatory or compliance</li> </ul>  | a. Recordkeeping b. Third party disclosure  |  |  |  |  |
| 17. Statistical methods:  Does this information collection employ statistical methods?  Yes No  | Agency contact: (person who can best answer questions regarding the content of this submission)  Name: Rhonda L. Dickerson, Housing Program Policy Specialist  Phone: (202) 708-1672, ext. 2161   |  |  |  |  |

## 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). appear 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;

Signature of Program Official:

Signature of Senior Officer or Designee:

Office of the Chief Information Officer

Lillian Deitzer, Departmental Paperwork Reduction Act Officer,

- (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:

Date:

| X Michael Winiarski, Office of Management, HROA |  |
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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 the Department 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)(l)). 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 (c) 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 to the Department for designation of a described geographic area 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 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 Centers 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 programs. 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 fund.
- 7. There are no special circumstances required in this collection.
- 8. In accordance with 5 CFR 1320.8(d), the agency's notice soliciting public comments was announced in the *Federal Register* on October 1, 2009, (Vol. 74, No. 189, pages 50815). No comments were received.

Comments were solicited from field office staff at three HUD homeownership center offices who normally review the revitalization area requests. Respondents indicated satisfactorily to the amount of data, frequency of collection, clarity of instructions, and all aspects of the data elements.

- 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 for the collection of information.

| Information          | Number of   | Frequency of | Total Annual | Hours per | Total Annual | Cost per Hour | Total Annual |
|----------------------|-------------|--------------|--------------|-----------|--------------|---------------|--------------|
| Collection           | Respondents | Response     | Responses    | Response  | Hours        |               | Cost         |
| Preparation of       | 12          | 1            | 12           | 2         | 24           | \$35          | \$840        |
| Requesting<br>Letter |             |              |              |           |              |               |              |

Hourly rate based on an estimated salary for local government employees of approximately \$73,000 annually.

13. There are no additional costs to the respondents.

### 14. Cost to the Federal Government.

| Information Collection   | Total     | Review /      | Hours per | Total Annual | Cost per Hour | Total Annual |
|--|-----------|---------------|-----------|--------------|---------------|--------------|
|  | Annual    | Completion by | Response  | Hours        |               | Cost         |
|  | Responses | HUD Staff     |           |              |               |              |
| Request for designation of a specific geographic area as a revitalization area | 12        | 12            | 3         | 36           | \$35          | \$1,260      |
| Annual review of designated areas (by 4 HOC offices)                           | 4         | 4             | 8         | 32           | \$35          | \$1,120      |
| <b>Grand Totals</b>  | 12        | 12            | 3         | 36           | \$35          | \$2,380      |

HUD staff costs are based on GS-12-1, \$73,100 annually or approximately \$35 per hour.

15. This is an extension of a currently approved collection. 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.