#### SUPPORTING STATEMENT FOR PAPERWORK REDUCTION ACT SUBMISSION

Date:	January 31, 2018
OMB Cont.:	#0937-0191
Title:	Application Packets for Public Health Purposes
Program:	DHHS/ASA/PSC/REL/RPMS/Federal Real Property Assistance Program
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#### A. Justification

#### 1. <u>Need and Legal Basis</u>

The is a request, from the Office of Assistant Secretary for Administration, Program Support Center, Federal Real Property Assistance Program, for an approval by OMB, on a revision to a currently approved information collection request, 0937-0191 Application Packets for Real Property for Public Health Purposes 40 U.S.C. § 550, as amended, provides authority to the Secretary of Health and Human Services to convey or lease surplus real property to States and their political subdivisions and instrumentalities, to tax-supported institutions, and to nonprofit institutions which (except for institutions which lease property to assist the homeless) have been held exempt from taxation under Section 501(c)(3) of the 1954 Internal Revenue Code, and 501(c)(19) for veterans organizations.

The Stewart B. McKinney-Vento Homeless Assistance Act, Section 501 in Title V, (McKinney Act) (42 U.S.C. § 11411), directs that assistance to the homeless be included as a permissible use in the protection of public health within the meaning of section 203(k) of the Federal Property and Administrative Services Act of 1949. The Federal Asset and Transfer Act of 2016 (P.L. 114-287) streamlined the McKinney Act, bifurcating the application process.

All excess/surplus properties in the General Services Administration's inventory must be considered for facilities to assist the homeless before other disposal actions can be taken. HHS is required to accept and process applications for all property determined suitable for use by the homeless by the Department of Housing and Urban Development including unutilized and underutilized, as well as properties reported as excess/surplus.

The National Environmental Policy Act, (42 U.S.C § 4321-4370a, P.L. 91-190).

#### Implementing Authority (Regulation)

Applicable provisions of 40 U.S.C. § 550, as amended, and the McKinney Act, have been implemented by the Department in its regulations under Title 45 C.F.R., Subtitle A, Parts 12 and 12a. Revisions to Title 45 C.F.R. Part 12a are underway as a result of the Federal Asset and Transfer Act of 2016 (P.L. 114-287).

#### Program Authority (Delegations)

Authority for administering the Federal Real Property Assistance Program has been delegated, to the Director, Real Property Management Services/Program Support Center.

## 2. <u>Information Users</u>

An eligible institution must complete an application (which includes environmental information) to obtain all or a portion of a property and establish that the property is needed for health and/or homeless assistance purposes. There are three types of applications: (1) an Application for Purchase of Real Property at Public Benefit Allowance for Public Health Purposes; (2) an Application for Purchase of Real Property at Public Benefit Allowance for Homeless Purposes; and (3) an Application for Purchase of Real Property at Public Benefit Allowance for Off-Site.

The application must establish eligibility of the institution/organization, assure that it is a health and/or homeless program within the language of the Law, and that the proposed use will carry out program requirements. In addition, it must contain all information to show organizational and financial ability to acquire the property and carry out the proposed program. It must also include an assurance that in carrying out the program there will be no discrimination because of race, color, sex, handicap, age, religion, or national origin in the use of the property. Environmental information, including historic preservation, must also be provided to enable the Department to carry out its responsibilities under the National Environmental Policy Act. These applications are reviewed for completeness of information and evaluated by the appropriate staff. Subsequently, a report and recommendation is provided to the Program Manager, Federal Real Property Assistance Program/Real Property Management Services/Real Estate, Logistics, and Operations Support, Program Support Center who makes the final decision to approve or disapprove the application. The application is the only source of information available from an applicant and the program could not function without it.

#### 3. Improved Information Technology

Priority mail, overnight mailing, email, and a computer generated tracking system and inventory are used to facilitate the exchange of information. In addition to individual program staff email addresses, the FRPAP has a main, general email address for the transmittal of information. Technology improvements have expedited the sending and receiving of information, and processing of property actions. As technology improves we may continue to experience increased efficiencies. Data collection through the above-means, including e-mail submission (preferred), is acceptable. A website, <a href="https://www.psc.gov/additional-resources/real-property-management/howtoacquire">https://www.psc.gov/additional-resources/real-property-management/howtoacquire</a> is also maintained to provide program information to the public.

## 4. <u>Duplication of Similar Information</u>

The majority of the information (environmental information being excluded) requested in the applications is not duplicative of another information collection. The program, the only of its kind in the Federal government, is specific to the acquisition and use of surplus Federal real property for public health or homeless purposes.

HHS is required to include environmental consideration in its decision making activities, and therefore, requires pertinent environmental information from applicants. If an environmental assessment has been prepared on the proposed project for another local, State, or Federal agency which addresses all of the information required, it may be included in the application.

## 5. <u>Small Businesses</u>

The following actions have been taken to minimize the impact in the collection of information by small businesses or other small entities. The applications provide stepby-step instructions for responding to each question, as well as a format for the resolution, and a perforated sheet that may be certified and returned with the application. Technical assistance is provided to eligible organizations. Applicants can phone or send e-mail for clarification on any part of the application. In some cases, staff can refer applicants to potential sources of information from other government agencies.

# 6. Less Frequent Collection

The application is only required as necessary/occasionally; that is, if an applicant wishes to acquire surplus/excess or underutilized/unutilized Federal real property for public health or homeless purposes. We know of no legal or technical obstacles to reducing the burden.

# 7. <u>Special Circumstances</u>

There are no special circumstances that would cause an information collection to be conducted in a manner that is inconsistent with the eight situations listed in this item.

#### 8. Federal Register Notice/Outside Consultation

A 60-day Federal Register Notice was published in the *Federal Register* on November 15, 2017, Vol. # 82, Number 219, Pages # 52934-52935. There were no public comments.

The basic application packet has been in use for many years. It is not possible to determine if consultation with persons outside the agency was conducted at the time of its

inception. The instructions have been slightly modified in the past for McKinney Act requirements. The Law Center for Homelessness and Poverty provided input, specific to homeless programs, on previous revisions to the application.

Revisions to the *Application for Purchase of Real Property at Public Benefit Allowance for Homeless Purposes* are a result of meeting requirements of the Federal Asset and Transfer Act of 2016. The Department has used this opportunity to revise all other applications to clarify application elements and ease of use. No major changes to application content have been made.

No recent outside consultants have occurred. In past years, outreach/consultant has included: staff members conducted an educational webinar covering the Title V of the McKinney-Vento Homeless Assistance process; and staff participation in Department of Defense Outreach Seminars, other educational forums, and specific property site tours. These interactions provided opportunities to stress and clarify the need for the information required by a particular application. For example, providers questioned the time limitations on when use of the property must take place and the extent to which information should be included in the application. In recent years these outreach opportunities have been limited. HHS makes concerted efforts to participate in site tours of properties during the screening process, in addition to, being available by telephone or email to address program inquires.

For excess/surplus property, assignment must be received from the disposal agency and negotiation of the use or deed document must be completed before the property can be conveyed. In addition, in some instances a property may require that environmental concerns are remedied before transfer.

For underutilized property, the landholding agency negotiates directly with the provider on terms and conditions of the occupancy document.

#### 9. Payment/Gift to Respondents

No payments or gifts are provided to respondents.

#### 10. <u>Confidentially</u>

The applications do not request a significant amount of information containing personal identifiers. It requests such information as applicant contact information, evidence of tax-exemption, and financial information. Information is not provided to third parties without first obtaining approval from the applicant or without processing requests for information through the Freedom of Information Office.

#### 11. <u>Sensitive Questions</u>

The application requires certain information regarding an applicant's financial ability to maintain the real property it is requesting, to fund any construction or rehabilitation of

that property, and to assure that funds are available to operate the proposed program. This may be considered sensitive information; however, it is necessary in order to determine an applicant's eligibility, to evaluate the potential for a successful program, and to ensure the protection of the real estate.

An applicant is required to provide its tax status, either tax-supported or tax-exempt under section 501(c)(3) of the IRS code of 1986 throughout the period of restrictions, in order to determine eligibility.

Type of Respondent	No. of Respond ents	No. Responses per Respondent	Average Burden per Response (in hours)	Total Burden Hours
State, instrumentalities of the state, units of local gov't, nonprofit organizations	15	1	200	3,000
Total	15	1	200	3,000

# 12. Burden Estimate (Total Hours & Wages)

We estimate 15 applicants per year who prepare one application for each property requested. The burden per response was based on previous conversations with people who filled out applications and who indicated a range of 20 to 1000 hours. The average of this estimate is 200 hours to complete an application. Therefore, the annualized hour burden is 15 applicants x 200 hours = 3,000 burden hours.

This request covers three types of applications. However, the information contained in the applications is very similar; therefore, no separate hour burden estimates are provided. The aggregate hour burdens are provided in item 13 of OMB Form 83-1.

Type of Respondent	Number of Respondents	Total Burden Hours	Hourly Wage Rate	Total Respondent Costs
State, instrumentalities of the state, units of local gov't, nonprofit organizations	15	3,000	\$35.00	\$105,000.00
Total				\$105,000.00

We estimate the annualized cost to respondents for the hour burdens for collections of information to be between \$20-\$80 per hour burden which averages out to approximately \$35 per hour burden times 200 hours x 15 = \$105,000.

## 13. Capital Costs (Maintenance of Capital Costs)

An applicant may contract for environmental expertise in completing the environmental questionnaire portion of the application. We estimate the cost of contracting to be approximately \$75 to \$100 for 2 to 3 hours. This averages out to approximately \$220.00.

Applicants are required to submit estimates for capital costs to improve the property for its proposed program and provide the source of funding to pay for those costs.

## 14. <u>Cost to Federal Government</u>

We estimate 15 applications received annually requiring 750 hours of review and evaluation by staff ranging from GS 11 through GS 14 totaling, inclusively, \$35,250, including mailing and miscellaneous expenses. Approximately 50 hours of professional staff time by realty specialists are required to process each application. At an average of \$47 per hour, the cost to the Federal Government of processing 15 applications is \$35,250.

#### 15. <u>Program or Burden Changes</u>

Pursuant to the Federal Asset and Transfer Act of 2016 (P.L. 114-287), the Title V McKinney-Vento application for homeless programs was changed to a two part application process. While the application content itself is relatively similar, the application was bifurcated. Part I of the application speaks to all previous application questions other than an applicant's financial proposal. Should an applicant's Part I be approved, the applicant will be provided an opportunity to complete Part II (financial proposal) for a final determination of award by HHS. Considering this is a revised application approach, we are uncertain if it will result in a burden change; however, we do not expect that it will.

Additionally, HHS eliminating the use of the Application for Un/Underutilized Federal Real Property and requiring applicants for these properties to complete the standard application. Therefore, for these program purposes there are a total of three applications: Application for Homeless Use; Application for Public Health Use; and Application for Off-Site use.

# 16. <u>Publication and Tabulation Dates</u>

There is no possibility that these information collection requirements will be published, tabulated or manipulated.

# 17. <u>Expiration Date</u>

Not applicable.

# 18. <u>Certification Statement</u>

There are no exceptions to the certification.

# B. <u>Collection of Information Employing Statistical Methods.</u>

Not applicable.