

Examples of Allocation Adjustments								
#	Row Description	Definition	Universe	Example 1	Example 2	Example 3	Example 4	Example 5
1	Example	N/A		PHA001	PHA002	PHA003	PHA004	PHA005
2	Example Description	N/A	3,142 PHAs	Large PHA- Allocation Adjustment Not Limited	Small PHA Allocation Adjustment Not Limited	Below Minimum Operating Reserve Level	Small PHA-Capped at 12 Months of Eligibility	MTW
3	Fiscal Year End	FYE of FDS used to Calculate Operating Reserves		9/30/2010	3/31/2010	12/31/2010	9/30/2010	6/30/2010
4	PHA Size Category	>= 250 PH units = Large; less than 250 PH units small		Large	Small	Large	Small	Large
5	Total Operating Reserves	Calculated from FDS	\$4,014,884,639	\$29,630,872	\$763,372	\$16,874,563	\$1,876,302	\$1,789,274
6	2010 Formula Expense	Calc. of Operating Subsidy PEL + UEL + Add-on	\$6,575,235,608	\$35,597,879	\$951,338	\$54,399,253	\$1,029,416	\$ -
7	2010 Monthly Formula Expense	Line 6 divided by 12	\$547,936,301	\$2,966,490	\$79,278	\$4,533,271	\$85,785	\$ -
8	Minimum Operating Reserve Level	Line 7 times 4 if 250 or more units or times 6 if less the 250 units	\$2,358,071,798	\$11,865,960	\$475,669	\$18,133,084	\$514,708	\$ -
9	2010 Op Fund Eligibility	Calc. of Operating Subsidy	\$4,611,685,196	\$25,226,295	\$595,202	\$21,884,763	\$298,922	\$21,407,984
10	Amounts above Minimum Operating Reserve Level	Line 5 minus Line 8; if negative, then zero	\$1,926,668,043	\$17,764,912	\$287,703	\$ -	\$1,361,594	\$ -
11	Proposed Alloc. Adjustment Limited to \$1 B Prior to Cap	Reduction of Amounts above Minimum Operating Reserve Level - Limited to Min. Reserve Levels to	\$1,000,000,000	\$8,225,619	\$133,214	\$ -	\$630,454	\$3,691,966
12	Proposed Alloc. Adjustment Limited to \$1 Billion (capped at 12 months of eligibility)	Lesser of Line 9 or Line 11	\$881,686,836	\$8,225,619	\$133,214	\$ -	\$298,922	\$3,691,966
13	Factor to Meet \$1 Billion (capped at 12 months of eligibility)	Factor: Applied towards \$1 Billion but limited to Min. Reserves and Eligibility	20.8%					
14	Proposed 2012 Allocation Adjustment (capped at 12 months of eligibility)	Reduction in Operating Subsidy	\$1,000,000,000	\$9,935,976	\$160,913	\$ -	\$298,922	\$3,691,966
15	Reduction of Eligibility Possible	Yes/No Indicator if the PHA will have Eligibility Reduced under proposed methodology	2,412	Yes	Yes	No	Yes	Yes
16	% Reduction in Eligibility	Line 14 divided by Line 9, Expressed as a Percentage	21.7%	39.4%	27.0%	0.0%	100.0%	17.2%
17	% Reduction in Reserves	Line 14 divided by Line 5, Expressed as a Percentage	24.9%	33.5%	21.1%	0.0%	15.9%	0.0%
18	% Reduction in Amounts above the Min Operating Reserve Level	Line 14 divided by Line10, Expressed as a Percentage	51.9%	55.9%	55.9%	no reduction	22.0%	no reduction