

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

SALARIES AND EXPENSES

CONSOLIDATED FEE ACCOUNT

APPROPRIATION HIGHLIGHTS

	ACTUAL	ENACTED	ESTIMATE	INCREASE + DECREASE -
	2001	2002	2003	2003 vs 2002
	(Dollars in Thousands)			
<u>Budget Authority</u>				
Unobligated Balance: EOY	\$16,266	...	...	...
Unobligated Balance: SOY ....	...	\$15,729	\$8,492	-\$7,237
Rescission of Budget Authority .....	...	-\$6,700	-\$8,492	-\$1,792
New Obligations	<u>-\$537</u>	<u>-\$537</u>	<u>...</u>	<u>...</u>
Subtotal	\$15,729	\$8,492	...	-\$9,029

SUMMARY OF BUDGET REQUEST

Under Section 7(j) of the Department of Housing and Urban Development Act of 1970, the Secretary was authorized to establish fees and charges, chargeable against program beneficiaries and project participants, adequate to cover over the long run, the costs of inspection, project review and financing service, audit by Federal or Federally authorized auditors, and other beneficial rights, privileges, licenses, and services. Such fees and charges collected are considered non-administrative and remain available for operating expenses of the Department in providing similar services on a consolidated basis.

The Consolidated Fee Account in effect, combined eight separate fee accounts for the following programs: Low-Rent Public Housing, Urban Renewal (Title I), Comprehensive Planning Grants, College Housing Grants and Loans, Basis Water and Sewer Facilities Grants, Neighborhood Facilities Grants, Open Space Land Program, and Public Facility Loans. For several years, these fees were mis-classified as deposit funds, (Unearned Fees and Charges), which is a holding for refunds to private entities. Because these are Federal funds, they are now re-classified as such and displayed in the Budget. No additional fees have been deposited in this account for several years. The existing funds are now surplus. In 2003, a rescission is requested, this will rescind the remaining balance for this account.