

(2) may provide transitional housing to veterans who are not homeless and to homeless individuals who are not veterans if—

(A) at the time of taking occupancy by any such veteran or homeless individual, the transitional housing needs of homeless veterans in the project area have been met;

(B) the housing needs of any such veteran or homeless individual can be met in a manner that is compatible with the manner in which the needs of homeless veterans are met under paragraph (1); and

(C) the provisions of paragraphs (4) and (5) of subsection (b) are met.

(d) In determining whether to guarantee a loan under this subchapter, the Secretary shall consider—

(1) the availability of Department of Veterans Affairs medical services to residents of the multifamily transitional housing project; and

(2) the extent to which needs of homeless veterans are met in a community, as assessed under section 107 of Public Law 102-405.

(Added Pub. L. 105-368, title VI, §601(a), Nov. 11, 1998, 112 Stat. 3343, §3773; renumbered §2052 and amended Pub. L. 107-95, §5(d)(1), (2)(C), Dec. 21, 2001, 115 Stat. 918; Pub. L. 108-454, title IV, §402(b), Dec. 10, 2004, 118 Stat. 3616.)

#### REFERENCES IN TEXT

Section 107 of Public Law 102-405, referred to in subsec. (d)(2), is set out as a note under section 527 of this title.

#### AMENDMENTS

2004—Subsec. (c)(1). Pub. L. 108-454 substituted “services, other commercial activities,” for “services”.

2001—Pub. L. 107-95, §5(d)(1), renumbered section 3773 of this title as this section.

Subsec. (a). Pub. L. 107-95, §5(d)(2)(C), substituted “section 2051 of this title” for “section 3772 of this title” in introductory provisions.

#### § 2053. Default

(a) The Secretary shall take such steps as may be necessary to obtain repayment on any loan that is in default and that is guaranteed under this subchapter.

(b) Upon default of a loan guaranteed under this subchapter and terminated pursuant to State law, a lender may file a claim under the guarantee for an amount not to exceed the lesser of—

- (1) the maximum guarantee; or
- (2) the difference between—

(A) the total outstanding obligation on the loan, including principal, interest, and expenses authorized by the loan documents, through the date of the public sale (as authorized under such documents and State law); and

(B) the amount realized at such sale.

(Added Pub. L. 105-368, title VI, §601(a), Nov. 11, 1998, 112 Stat. 3344, §3774; renumbered §2053, Pub. L. 107-95, §5(d)(1), Dec. 21, 2001, 115 Stat. 918.)

#### AMENDMENTS

2001—Pub. L. 107-95 renumbered section 3774 of this title as this section.

#### § 2054. Audit

(a) During each of the first 3 years of operation of a multifamily transitional housing

project with respect to which a loan is guaranteed under this subchapter, there shall be an annual, independent audit of such operation. Such audit shall include a detailed statement of the operations, activities, and accomplishments of such project during the year covered by such audit. The party responsible for obtaining such audit (and paying the costs therefor) shall be determined before the Secretary issues a guarantee under this subchapter.

(b) After the first three years of operation of such a multifamily transitional housing project, the Secretary may provide for periodic audits of the project.

(Added Pub. L. 105-368, title VI, §601(a), Nov. 11, 1998, 112 Stat. 3345, §3775; amended Pub. L. 106-117, title VII, §712, Nov. 30, 1999, 113 Stat. 1584; renumbered §2054, Pub. L. 107-95, §5(d)(1), Dec. 21, 2001, 115 Stat. 918.)

#### AMENDMENTS

2001—Pub. L. 107-95 renumbered section 3775 of this title as this section.

1999—Pub. L. 106-117 designated existing provisions as subsec. (a) and added subsec. (b).

#### SUBCHAPTER VII—OTHER PROVISIONS

#### § 2061. Grant program for homeless veterans with special needs

(a) ESTABLISHMENT.—The Secretary shall carry out a program to make grants to health care facilities of the Department and to grant and per diem providers in order to encourage development by those facilities and providers of programs for homeless veterans with special needs.

(b) HOMELESS VETERANS WITH SPECIAL NEEDS.—For purposes of this section, homeless veterans with special needs include homeless veterans who are—

- (1) women, including women who have care of minor dependents;
- (2) frail elderly;
- (3) terminally ill; or
- (4) chronically mentally ill.

(c) FUNDING.—(1) From amounts appropriated to the Department for “Medical Services” for each of fiscal years 2007 through 2012, \$5,000,000 shall be available for each such fiscal year for the purposes of the program under this section.

(2) The Secretary shall ensure that funds for grants under this section are designated for the first three years of operation of the program under this section as a special purpose program for which funds are not allocated through the Veterans Equitable Resource Allocation system.

(Added Pub. L. 107-95, §5(a)(1), Dec. 21, 2001, 115 Stat. 913; amended Pub. L. 109-461, title VII, §706, Dec. 22, 2006, 120 Stat. 3440; Pub. L. 112-37, §13, Oct. 5, 2011, 125 Stat. 397.)

#### AMENDMENTS

2011—Subsec. (c)(1). Pub. L. 112-37 substituted “2012” for “2011”.

2006—Subsec. (c)(1). Pub. L. 109-461 substituted “Medical Services” for “Medical Care” and “fiscal years 2007 through 2011” for “fiscal years 2003, 2004, and 2005”.

#### STUDY OF OUTCOME EFFECTIVENESS OF GRANT PROGRAM FOR HOMELESS VETERANS WITH SPECIAL NEEDS

Pub. L. 107-95, §7, Dec. 21, 2001, 115 Stat. 919, required the Secretary of Veterans Affairs to conduct a study of