§ 972.206

is being removed. The term "conversion," as used in this subpart, does not necessarily mean the physical removal of the public housing development from the site.

REQUIRED INITIAL ASSESSMENTS

§ 972.206 Required initial assessments.

- (a) General. A PHA must conduct a required initial assessment (which consists of the certification described in paragraph (b) of this section), in accordance with this section, once for each of its developments, unless:
- (1) The development is subject to required conversion under 24 CFR part 971:
- (2) The development is the subject of an application for demolition or disposition that has not been disapproved by HUD;
- (3) A HOPE VI revitalization grant has been awarded for the development; or
- (4) The development is designated for occupancy by the elderly and/or persons with disabilities (*i.e.*, is not a general occupancy development).
- (b) Certification procedure. For each development, the PHA shall certify that it has:
- (1) Reviewed the development's operation as public housing;
- (2) Considered the implications of converting the public housing to tenant-based assistance; and
- (3) Concluded that conversion of the development may be:
- (i) Appropriate because removal of the development would meet the necessary conditions for voluntary conversion described in §972.224; or
- (ii) Inappropriate because removal of the development would not meet the necessary conditions for voluntary conversion described § 972.224.
- (c) Documentation. A PHA must maintain documentation of the reasoning with respect to each required initial assessment.
- (d) Timing of submission. Consistent with statutory submission requirements, the results of each required initial assessment (consisting of the certification described in paragraph (b) of this section) must be submitted to HUD as part of the next PHA Annual Plan after its completion.

VOLUNTARY CONVERSION PROCEDURE

§ 972.209 Procedure for voluntary conversion of public housing developments to tenant-based assistance.

- A PHA that wishes to convert a public housing development to tenant-based assistance must comply with the following process:
- (a) The PHA must perform a conversion assessment, in accordance with §§ 972.218–972.224 and submit it to HUD as part of the next PHA Annual Plan submission.
- (b) The PHA must prepare a conversion plan, in accordance with §972.227–972.233, and submit it to HUD, as part of its PHA Annual Plan, within one year after submitting the conversion assessment. The PHA may submit the conversion plan in the same Annual Plan as the conversion assessment.
- (c) The PHA may proceed to convert the development if HUD approves the conversion plan.

§ 972.212 Timing of voluntary conversion.

- (a) A PHA may proceed to convert a development covered by a conversion plan only after receiving written approval of the conversion plan from HUD. This approval will be separate from the approval that the PHA receives for its PHA Annual Plan. A PHA may apply for tenant-based assistance in accordance with Section 8 program requirements and will be given priority for receiving tenant-based assistance to replace the public housing units.
- (b) A PHA may not demolish or dispose of units or property until completion of the required environmental review under part 58 of this title (if a Responsible Entity has assumed environmental responsibility for the project) or part 50 of this title (if HUD is performing the environmental review). Further, HUD will not approve a conversion plan until completion of the required environmental review. However, before completion of the environmental review, HUD may approve the targeted units for deprogramming and may authorize the PHA to undertake