1997, and also reside in a foreign country, all persons who are or become entitled to benefits on that earnings record will be assigned to the 3rd day of the month as the monthly payment day. We will notify you in writing if your monthly payment day is being changed to the 3rd of the month due to this provision.

(4) If you or any other person become entitled on the earnings record of the insured individual based on an application filed after April 30, 1997. and are not entitled to SSI but are or become eligible for the State where you live to pay your Medicare premium under the provisions of § 1843 of the Act, all persons who are or become entitled to benefits on that earnings record will be assigned to the 3rd day of the month as the monthly payment day. We will notify you in writing if your monthly payment day is being changed to the 3rd of the month due to this provision.

(5) After April 30, 1997, all individuals who become entitled on one record and later entitled on another record, without a break in entitlement, will be paid all benefits to which they are entitled no later than their current payment day. Individuals who are being paid benefits on one record on the 3rd of the month, and who become entitled on another record without a break in entitlement, will continue to receive all benefits on the 3rd of the month.

(6) If the day regularly scheduled for the delivery of your benefit payment falls on a Saturday, Sunday, or Federal legal holiday, you will be paid on the first preceding day that is not a Saturday, Sunday, or Federal legal holiday.

[FR Doc. 97–3205 Filed 2–10–97; 8:45 am] BILLING CODE 4190–29–P

# DEPARTMENT OF VETERANS AFFAIRS

38 CFR Part 17

RIN 2900-AH89

VA Homeless Providers Grant and Per Diem Program Clarification of Per Diem Eligibility

**AGENCY:** Department of Veterans Affairs. **ACTION:** Final rule.

**SUMMARY:** This document amends the regulations implementing the VA Homeless Providers Grant and Per Diem Program concerning per diem assistance by: Establishing more detailed criteria for determining which entities are eligible for obtaining per diem

assistance; establishing a priority for funding eligible entities: Clarifying the requirements for continued receipt of per diem payments; and clarifying the maximum amount payable for per diem assistance. This rule is designed to ensure that the appropriate entities receive the appropriate amount of per diem assistance under fair and objective procedures.

EFFECTIVE DATES: March 13, 1997.
FOR FURTHER INFORMATION CONTACT:
Roger Casey, VA Homeless Providers
Grant and Per Diem Program, Mental
Health Strategic Health Group (116E),
Department of Veterans Affairs, 810
Vermont Avenue, NW, Washington, DC
20420; (202) 273–8442. (This is not a
toll-free number.)

SUPPLEMENTARY INFORMATION: In the Federal Register of July 16, 1996 (61 FR 37024), VA published a proposal to amend the regulations implementing the VA Homeless Providers Grant and Per Diem Program. Interested persons were invited to submit written comments on or before September 16, 1996. No comments were received. The information presented in the proposed rule document still provides a basis for this final rule. Therefore, based on the rationale set forth in the proposed rule document, we are adopting the provisions of the proposed rule as a final rule with changes discussed below and with nonsubstantive changes.

#### Paperwork Reduction Act

Information collection and recordkeeping requirements associated with this final rule concerning VA Homeless Providers Grants (38 CFR 17.710–17.714) have been approved by OMB under the provisions of the Paperwork Reduction Act (44 U.S.C. 3501–3520) and have been assigned OMB Control Number 2900–0554. The regulations require that the application for VA Homeless Providers Grants be submitted on VA forms included in the application package. The corresponding form numbers are included in the text of the rule.

Information collection and recordkeeping requirements associated with this final rule concerning the VA Homeless Providers Per Diem have not been approved by OMB under the provisions of the Paperwork Reduction Act. OMB has withheld approval pending review of any comments received. VA intends to obtain OMB control numbers for the information collection requirements concerning VA Homeless Providers Per Diem. Once OMB approval is received, OMB control numbers will be announced by a separate Federal Register document.

VA is not authorized to impose a penalty on persons for failure to comply with information collection requirements which do not display a current OMB control number, if required.

#### Regulatory Flexibility Act

The Secretary hereby certifies that the provisions of the final rule will not have a significant economic impact on a substantial number of small entities as they are defined in the Regulatory Flexibility Act (RFA), 5 U.S.C. 601–602. In all likelihood, only similar entities that are small entities will participate in the Homeless Providers Grant and Per Diem Program, therefore, pursuant to 5 U.S.C. 605(b), this final rule is exempt from the initial and final regulatory flexibility analysis requirement of sections 603 and 604.

The Catalog of Federal Domestic Assistance program number is 64.024.

### List of Subjects in 38 CFR Part 17

Administrative practice and procedure, Alcohol abuse, Alcoholism, Claims, Day care, Dental health, Drug abuse, Foreign relations, Government contracts, Grant programs-health, Grant programs-veterans, Health care, Health facilities, Health professions, Health records, Homeless, Medical and dental schools, Medical devices, Medical research, Mental health programs, Nursing homes, Philippines, Reporting and record-keeping requirements, Scholarships and fellowships, Travel and transportation expenses, Veterans.

Approved: January 31, 1997. Jesse Brown,

Secretary of Veterans Affairs.

For the reasons set forth in the preamble, 38 CFR part 17 is amended as set forth below:

#### **PART 17—MEDICAL**

1. The authority citation for part 17 continues to read as follows:

Authority: 38 U.S.C. 501, 1721, unless otherwise noted.

## §17.700 [Amended]

2. In § 17.700, paragraph (a) is amended by removing "17.715(a)" and adding, in its place, "17.716".

3. Sections 17.710 through 17.719 are revised to read as follows:

### §17.710 Application requirements.

(a) General. Applications for grants must be submitted in the form prescribed by VA in the application package, must meet the requirements of this part, and must be submitted within the time period established by VA in the notice of fund availability under

§ 17.708 of this part. The application packet includes exhibits to be prepared and submitted as part of the application process, including:

(1) Justification for the project by addressing items listed in § 17.711(c) of

- (2) Site description, design, and cost estimates (VA Forms 10-0362G, 10-0362H);
- (3) Documentation on eligibility to receive assistance under this part (VA Form 10-0362J);
- (4) Documentation on matching funds committed to the projects (VA Forms 10-0362N, 10-0362M);
- (5) Documentation on operating budget and cost sharing (VA Form 10-0362P);
- (6) Documentation on supportive services committed to the project (VA) Form 10-0362o);
- (7) Documentation on site control and appropriate zoning, and on the boundaries of the area or community proposed to be served (VA Form 10-0362Q);
- (8) Applicants who are States must submit any comments or recommendations by appropriate State (and areawide) clearinghouses pursuant to E.O. 12372 (3 CFR, 1982 Comp., p. 197) (Standard Form SF 424); and

(9) Reasonable assurances with respect to receipt of assistance under this part that (VA Form 10-0362K):

(i) The project will be used principally to furnish to veterans the level of care for which such application is made; that not more than 25 percent of participants at any one time will be nonveterans; and that such services will meet standards prescribed by VA;

(ii) Title to such site or van will vest

solely in the applicant;

(iii) Each recipient will keep those records and submit those reports as VA may reasonably require, within the time frames required; and give VA, upon demand, access to the records upon which such information is based; and

(iv) Adequate financial support will be available for the purchase of the van or completion of the project, and for its maintenance, repair and operation.

(b) Pre-award expenditures. Costs incurred for a project after the date VA notifies an applicant that the project is feasible for VA participation are allowable costs if the application is approved and the grant is awarded. These pre-award expenditures include architectural and engineering fees. Such notification occurs when VA requests information for the second submission portion of the application.

(Paperwork requirements were approved by the Office of Management and Budget under control number 2900-0554.)

(Authority: 38 U.S.C. 501, 7721, note)

## §17.711 Rating criteria for applications.

- (a) General. Applications will be assigned a rating score and placed in ranked order, based upon the criteria listed in paragraphs (b) through (d) of this section.
- (b) Threshold review. Applicants will undergo a threshold review prior to rating and ranking, to ensure they meet the following:
- (1) Forms, time, and adequacy. Applications must be filed in the form prescribed by VA in the application process and within the time established in the Notice of Funding Availability

(2) Application eligibility. The applicant and project sponsor, if relevant, must be eligible to apply for the specific program.

(3) Eligible population to be served. The population proposed to be served must be homeless veterans and meet other eligibility requirements of the

specific program.

(4) *Eligible activities*. The activities for which assistance is requested must be eligible for funding under this part (e.g., new programs or new components of existing programs).

(5) Outstanding audit findings. No organization that receives assistance may have an outstanding obligation to VA that is in arrears or for which a payment schedule has not been agreed to, or whose response to an audit is overdue or unsatisfactory.

- (c) Rating and ranking of first submission. Applicants that pass the threshold review will then be rated using the eight selection criteria listed in paragraphs (c)(1) through (c)(8) of this section. Applicants must receive at least 600 points (out of a possible 1,200) and must receive points under criteria 1, 2, 3, 4, and 8. Applicants that are applying as an innovative supportive housing project must achieve points under the innovative quality of the proposal
- (1) Quality of the project—300 points (VA Forms 10-0362A, 10-0362D):.
- (2) Targeting to persons on streets and in shelters—150 points (VA Form 10-0362C):
- (3) Ability of the applicants to develop and operate a project-200 points (VA Form 10-0362E);
- (4) Need for the type of project proposed in the area to be served—150 points (VA Form 10–0362B);
- (5) Innovative quality of the proposal—50 points (VA Forms 10-0362A, 10-0362D);
- (6) Leveraging—50 points (VA Form 10-0362F);
- (7) Cost-effectiveness—100 points (VA Form 10-0362A); and

- (8) Coordination with other programs-200 points (VA Form 10-0362D-1).
- (d) Selection criteria—(1) Quality of the project. VA will award up to 300 points based on the extent to which the application presents a clear, wellconceived and thorough plan for assisting homeless veterans to achieve residential stability, increased skills and/or income, and more influence over decisions that affect their lives. Higher ratings will be assigned to those applications that clearly describe:
- (i) How program participants will achieve residential stability, including how available supportive services will help participants reach this goal;
- (ii) How program participants will increase their skill level and/or income, including how available supportive services will help participants reach this
- (iii) How program participants will be involved in making project decisions that affect their lives, including how they will be involved in selecting supportive services, establishing individuals goals and developing plans to achieve these goals so that they achieve greater self-determination;
- (iv) How permanent affordable housing will be identified and made available to participants upon leaving the transitional housing, and how participants will be provided necessary follow-up services to help them achieve stability in the permanent housing;
- (v) How the service needs of participants will be assessed on an ongoing basis:
- (vi) How the proposed housing, if any, will be managed and operated;
- (vii) How participants will be assisted in assimilating into the community through access to neighborhood facilities, activities and services;
- (viii) How and when the progress of participants toward meeting their individual goals will be monitored and evaluated;
- (ix) How and when the effectiveness of the overall project in achieving its goals will be evaluated and how program modifications will be made based on those evaluations; and
- (x) How the proposed project will be implemented in a timely fashion.
- (2) Targeting to persons on streets and in shelters. VA will award up to 150 points based on:
- (i) The extent to which the project will serve homeless veterans living in places not ordinarily meant for human habitation (e.g., streets, parks, abandoned buildings, automobiles, under bridges, in transportation

facilities) and those who reside in emergency shelters; and

(ii) The likelihood that proposed plans for outreach and selection of participants will result in these populations being served.

- (3) Ability of applicant to develop and operate a project. VA will award up to 200 points based on the extent to which those who will be involved in carrying out the project have experience in activities similar to those proposed in the application. Ratings will be assigned based on the extent to which the application demonstrates experience in the following areas:
- (i) Engaging the participation of homeless veterans living in places not ordinarily meant for human habitation and in emergency shelters;
- (ii) Assessing the housing and relevant supportive service needs of homeless veterans;
- (iii) Accessing housing and relevant supportive service resources;
- (iv) If applicable, contracting for and/ or overseeing the rehabilitation or construction of housing;
- (v) If applicable, administering a rental assistance program;
- (vi) Providing supportive services for homeless veterans;
- (vii) Monitoring and evaluating the progress of persons toward meeting their individual goals; and
- (viii) Evaluating the overall effectiveness of a program and using evaluation results to make program improvements.
- (4) Need. VA will award up to 150 points based on the applicant's demonstrated understanding of the needs of the specific homeless veteran population proposed to be served in the specified area or community. Ratings will be made based on the extent to which applicants demonstrate:
- (i) Substantial unmet needs, particularly among the target population living in places not ordinarily meant for human habitation (e.g., streets) and in emergency shelters, based on reliable data from surveys of homeless populations, a Comprehensive Housing Affordability Strategy (CHAS), or other reports or data gathering mechanisms that directly support claims made;
- (ii) An understanding of the homeless population to be served and its unmet housing and supportive service needs.
- (5) Innovative quality of the proposal. Applicants who have indicated in their application that they are applying under the innovative supportive housing component must receive points under this criteria to be eligible for award. VA will award up to 50 points based on the innovative quality of the proposal, when

compared to other applications and projects; in terms of:

- (i) Helping homeless veterans or homeless veterans with disabilities to be served to reach residential stability, increase their skill level and/or income and increase the influence they have over decisions that affect their lives; and
- (ii) A clear link between the innovation(s) and its proposed effect(s); and

(iii) Its ability to be used as a model for other projects.

(6) Leveraging. VA will award up to 50 points based on the extent to which resources from other public and private sources, including cash and the value of third party contributions, have been committed to support the project at the time of application. *Note:* Any applicant who wishes to receive points under this criterion must submit documentation of leveraged resources which meets the requirements stated in the application. This is optional; applicants who cannot, or choose not to, provide firm documentation of resources as part of the application will forego any points for leveraging.

(7) Cost-effectiveness. VA will award up to 100 points for cost-effectiveness. Projects will be rated based on the cost and number of new supportive housing beds made available or the cost, amount and types of supportive services made available, when compared to other transitional housing and supportive services projects, and when adjusted for high-cost areas. Cost-effectiveness may include using excess government properties (local, State, Federal), as well as demonstrating site control at the time

(8) Coordination with other programs. VA will award up to 200 points based on the extent to which applicants demonstrate that they have coordinated with Federal, State, local, private and other entities serving homeless persons in the planning and operation of the project. Such entities may include shelter transitional housing, health care, or social service providers; providers funded through Federal initiatives; local planning coalitions or provider associations; or other programs relevant to the local community. Applicants are required to demonstrate that they have coordinated with the VA medical care facility of jurisdiction and VA Regional Offices of jurisdiction in their area. Higher points will be given to those applicants who can demonstrate that:

(i) They are part of an ongoing community-wide planning process which is designed to share information on available resources and reduce duplication among programs that serve homeless veterans; (ii) They have consulted directly with other providers regarding coordination of services for project participants. VA will award up to 50 points of the 200 points for this criterion based on the extent to which commitments to provide supportive services are available at the time of application. Applicants who wish to receive points under this optional criterion must submit documentation of supportive service resources.

(Paperwork requirements were approved by the Office of Management and Budget under control number 2900–0554.)

(Authority: 38 U.S.C. 501, 7721, note)

### §17.712 Selecting applications.

(a) General. The highest-ranked applications will be conditionally selected in accordance with their ranked order, as determined under § 17.711 of this part. Each will be requested, as necessary, to provide additional project information, as described in § 17.713 of this part as a prerequisite to a grant from VA.

(b) *Ties between applicants*. In the event of a tie between applicants, VA will use the selecting criterion in § 17.711(d)(4) of this part, need for the type of project proposed in the area to be served, to determine which application should be selected for potential funding.

(c) Procedural error. If an application would have been selected but for a procedural error committed by VA, VA will select that application for potential funding when sufficient funds become available if there is no material change in the information that resulted in its selection. A new application will not be

required for this purpose.

(Paperwork requirements were approved by the Office of Management and Budget under control number 2900–0554.)

(Authority: 38 U.S.C. 501, 7721, note)

# § 17.713 Obtaining additional information and awarding grants.

- (a) Additional information.
  Applicants who have been conditionally selected will be requested by VA to submit additional project information, as described in the second submission of the application, which may include:
- (1) Documentation to show that the project is feasible.
- (2) Documentation showing the sources of funding for the project and firm financing commitments for the matching requirements described in § 17.706 of this part.
- (3) Documentation showing site control, as described in § 17.731 of this part.
- (4) Information necessary for VA to ensure compliance with the provisions

of the National Environmental Policy Act of 1969 (42 U.S.C. 4321, *et seq.*), as described in § 17.714 of this part.

(5) A site survey performed by a licensed land surveyor. A description of the site shall be submitted noting the general characteristics of the site. This should include soil reports and specifications, easements, main roadway approaches, surrounding land uses, availability of electricity, water and sewer lines, and orientation. The description should also include a map locating the existing and/or new buildings, major roads, and public services in the geographic area. Additional site plans should show all site work including property lines, existing and new topography, building locations, utility data, and proposed grades, roads, parking areas, walks, landscaping, and site amenities.

(6) Design development (35 percent)

drawings.

- (i) The applicant shall provide to VA one set of sepias and two sets of prints, rolled individually per set, to expedite the review process. The drawing shall indicate the designation of all spaces, size of the areas and rooms, and indicate in outline the fixed and moveable equipment and furniture. The drawings shall be drawn at 1/8" or 1/4" scale. Bedroom and toilet layouts, showing clearances and Uniform Federal Accessibility Standards requirements, should be shown at 1/4" scale. The total floor and room areas shall be shown in the drawings. The drawings shall include:
- (A) A plan of any proposed demolition work;
- (B) A plan of each floor. For renovation, the existing conditions and extent of new work should be clearly delineated:
  - (C) Elevations;
  - (D) Sections and typical details;
  - (E) Roof plan;
  - (F) Fire protection plans; and

(G) Technical engineering plans, including structural, mechanical, plumbing, and electrical drawings.

- (ii) If the project involves acquisition, remodeling, or renovation, the applicant should include the current as-built site plan, floor plans and building sections which show the present status of the building and a description of the building's current use and type of construction.
- (7) Design development outline specifications. The applicant shall provide eight copies of outline specifications which shall include a general description of the project, site, architectural, structural, electrical and mechanical systems such as elevators, air conditioning, heating, plumbing,

lighting, power, and interior finishes (floor coverings, acoustical material, and wall and ceiling finishes).

(8) Design development cost estimates. The applicant shall provide three copies of cost estimates showing the estimated cost of the buildings or structures to be acquired or constructed in the project. Cost estimates should list the cost of construction, contract contingency, fixed equipment not included in the contract, movable equipment, architect's fees and construction supervision and inspection.

(9) A design development conference. After VA reviews design development documents, a design development conference may be recommended in order to provide applicants and their architects an opportunity to learn VA procedures and requirements for the project and to discuss VA review comments.

(10) Such other documentation as specified by VA in writing to the applicant that confirms or clarifies information provided in the application.

- (b) Receipt of additional information. The required additional information must be received in acceptable form within the time frame established by VA in a notice of fund availability published in the Federal Register. VA reserves the right to remove any proposed project from further consideration for grant assistance if the required additional project information is not received in acceptable form by the established deadline.
- (c) Grant award. Following receipt of the additional information in acceptable form (and, where applicable, provided that the environmental review described in § 17.714 of this part indicates that the proposed project is environmentally acceptable to VA), to the extent funds are available VA will approve the application and send a grant agreement for execution to the applicant.

(Paperwork requirements were approved by the Office of Management and Budget under control number 2900–0554.)

(Authority: 38 U.S.C. 501, 7721, note)

# §17.714 Environmental review requirements.

(a) General. Project selection is subject to completion of an environmental review of the proposed site, and the project may be modified or the site rejected as a result of that review. The environmental effects must be assessed in accordance with the requirements of the National Environmental Policy Act of 1969 (NEPA) (42 U.S.C. 4321, et seq.) as implemented pursuant to the Council on Environmental Quality's applicable

regulations (40 CFR parts 1500–1508) and VA's applicable implementing regulations (38 CFR part 26).

(b) Responsibility for review. (1) VA will perform the environmental review, in accordance with part 26 of this title, for conditionally selected applications received directly from private nonprofit organizations and governmental entities with special or limited purpose powers. VA is not permitted to approve such applications prior to its completion of this review. Because of time constraints, any applications subject to environmental review by VA that requires an Environmental Impact Statement (EIS) (generally, an application that VA determines would result in a major Federal action significantly affecting the quality of the human environment in accordance with the environmental assessment procedures at 38 CFR part 26) will not be eligible for assistance under this part.

- Applicants that are States, metropolitan cities, urban counties, Indian tribes, or other governmental entities with general purpose powers shall include environmental documentation for the project submitting information establishing a Categorical Exclusion (CE), a proposed Environmental Assessment (EA), or a proposed Environmental Impact Statement (EIS). The environmental documentation will require approval by VA before final award of a construction or acquisition grant under this part. (See 38 CFR 26.6 for compliance requirements.) If the proposed actions involving construction or acquisition do not individually or cumulatively have a significant effect on the human environment, the applicant shall submit a letter noting a CE. If construction outside the walls of an existing structure will involve more than 75,000 gross square feet (GSF), the application shall include an EA to determine if an EIS is necessary for compliance with section 102(2)(c) of the National Environmental Policy Act 1969. When the application submission requires an EA, the State shall briefly describe the possible beneficial and/or harmful effect which the project may have on the following impact categories:
  - (i) Transportation;
  - (ii) Air quality;
  - (iii) Noise;
  - (iv) Solid waste;
  - (v) Utilities;
- (vi) Geology (soils/hydrology/flood
  plains);
  - (vii) Water quality;
  - (viii) Land use;
- (ix) Vegetation, wildlife, aquatic, and ecology/wetlands;
  - (x) Economic activities;

- (xi) Cultural resources:
- (xii) Aesthetics;
- (xiii) Residential population;
- (xiv) Community services and facilities;
- (xv) Community plans and projects;

(xvi) Other.

(3) If an adverse environmental impact is anticipated, the action to be taken to minimize the impact should be explained in the EA. An entity covered by this section that believes that it does not have the legal capacity to carry out the responsibilities required by 38 CFR part 26 should contact the VA Homeless Providers Grant and Per Diem Program, Mental Health and Behavioral Sciences Service (111C), U.S. Department of Veterans Affairs, 810 Vermont Avenue NW., Washington, DC 20420, for further instructions. Determinations of legal capacity will be made on a case-by-case basis.

(Paperwork requirements were approved by the Office of Management and Budget under control number 2900–0554.)

(Authority: 38 U.S.C. 501, 7721, note)

# § 17.715 Aid for supportive services and supportive housing.

- (a) Per diem payments. Aid in the form of per diem payments may be paid to an entity meeting the requirements of the regulations of this part under the heading "VA Homeless Providers Grant and Per Diem Program," including the specific criteria of § 17.716 of this part, if
- (1) VA referred the homeless veteran to a recipient of a grant under this part (or entity eligible for such a grant as described in § 17.716 of this part); or

(2) VA authorized the provision of supportive services or supportive housing for the homeless veteran.

- (b) *In-kind assistance*. In lieu of per diem payments under this section, VA may, with approval of the grant recipient (or entity eligible for such a grant as described in § 17.716 of this part), provide in-kind assistance through the services of VA employees and the use of other VA resources, to a grant recipient (or entity eligible for such a grant as described in § 17.716 of this part).
- (c) Selection of per diem applicants. In awarding per diem assistance, applications from grant recipients and nongrant recipients will be reviewed and ranked separately. Funds will first be awarded to grant recipients who request such assistance. If funds are still available for nongrant recipients, VA will announce funding through a Notice of Funding Availability (NOFA) process as described in § 17.708 of this part. VA will not award per diem payments when

doing so would decrease funding to those entities already receiving such payments. For both grant recipients and non-grant recipients, eligibility will be determined by the criteria described in § 17.716 of this part, and applications will be ranked according to scores achieved on the portions of the application described in § 17.716(b)(4) of this part. Applicants must score a minimum of 500 points on these portions to be eligible for per diem. Those applications that meet the eligibility criteria will be conditionally selected for per diem assistance. Funds will be allocated to the highest-ranked, conditionally selected applicants in descending order until funds are expended. Payments will be contingent upon meeting the requirements of a site inspection conducted by VA pursuant to § 17.721 of this part.

(d) Continued receipt of per diem assistance. (1) Continued receipt of per diem assistance for both grant recipients and nongrant recipients will be contingent upon maintaining the program for which per diem is provided so that it would score at least the required minimum 500 points as described in § 17.716(b)(4) of this part on the application. VA will ensure compliance by conducting inspections as described in § 17.721 of this part.

(2) Where the recipient fails to comply with paragraph (d)(1) of this section, VA will issue a notice of the Department's intent to discontinue per diem payments. The recipient will then have 30 days to submit documentation demonstrating why payments should not be terminated. After review of any such documentation, VA will issue a final decision on termination of per diem payment.

(3) Continued payment is subject to availability of funds. When necessary due to funding limitations, VA will, in proportion to the decrease in funding available, decrease the per diem payment for each authorized veteran. (Authority: 38 U.S.C. 501, 7721, note)

# § 17.716 Eligibility to receive per diem payments.

An entity must be formally recognized by VA as eligible to receive per diem payments under this section before per diem payments can be made for the care of homeless veterans, except that per diem payments may be made on behalf of a veteran up to three days prior to this recognition.

(a) A grant recipient will be eligible if it receives the minimum score as described in paragraph (b)(4) of this section.

(b) A nongrant recipient will be eligible if it is an entity eligible to

receive a grant, which for the purposes of this section means:

(1) At least 75 percent of persons who are receiving supportive services or supportive housing from the entity are veterans who may be included in computation of the amount of aid payable from VA;

(2) The supportive services or supportive housing program for which per diem payments is requested was established after November 10, 1992;

(3) The entity is a public or nonprofit

private entity; and

- (4) The entity score at least 500 cumulative points on the following sections of the Grant/Per Diem application: Quality (1); Targeting (2); Ability (3); Description of Need (4); and Coordination with Other Programs (8). These sections correspond to the selection criteria of § 17.711(c) of this part.
- (c) For grant recipients, only those programs that provide supportive services or supportive housing (or the portions thereof) created with grant funds will be considered for per diem assistance. For nongrant recipients, only those portions of the supportive services or supportive housing described in the application will be considered for per diem assistance.

(Authority: 38 U.S.C. 501, 7721, note)

# §17.717 Request for recognition of eligibility.

- (a) Requests for recognition of eligibility may be addressed to the VA Homeless Providers Grant and Per Diem Programs, Mental Health Strategic Healthcare Group (116E), U.S. Department of Veterans Affairs, 810 Vermont Avenue NW, Washington, DC 20420.
- (b) For nongrant recipients, the receipt of application for per diem will constitute the request for recognition of eligibility. Grant recipients seeking per diem assistance will indicate this request on the application. Grant recipients are not required to complete a separate application for per diem assistance. VA will review those portions of the grant application that pertain to per diem. Those entities already receiving a grant must submit a request for recognition to initiate the scoring of their application for per diem payments.

(Authority: 38 U.S.C. 501, 7721, note)

# §17.718 Approval of annexes and new facilities.

Separate applications for recognition must be filed for any annex, branch, enlargement, expansion, or relocation of the site of service provision of an eligible entity's facility which is not on the same or contiguous grounds on which the parent facility is located. When an eligible entity establishes sites which have not been inspected and approved by VA, a request for separate approval of such sites must be made. The prohibitions in § 17.720 of this part are also applicable to applications for aid on behalf of any veterans cared for in a new annex, branch or enlarged, expanded or relocated facility.

(Authority: 38 U.S.C. 501, 7721, note)

### §17.719 Amount of aid payable.

The per diem amount payable for supportive housing is the current VA State Home Program per diem rate for domiciliary care as set forth in 38 U.S.C. 1741. The per diem amount payable for supportive services, not provided in conjunction with supportive housing, is \$1.10 for each half-hour during which supportive services are provided, up to \$17.60 per day. These rates will be paid provided, however, the per diem amount for supportive housing or supportive services (not provided in conjunction with supportive housing) does not exceed one-half of the cost to the per diem recipient of providing the services. Also, provided further, per diem payment of supportive housing and supportive services may be lessened because of budget restriction as described in § 17.715(d)(3) of this part. Per diem payments may not be paid for a veteran for both supportive housing and supportive services (not in conjunction with supportive housing). (Authority: 38 U.S.C. 501, 7721, note)

### §17.720 [Amended]

(4) In § 17.720, paragraphs (a) introductory text, (a)(1), and (a)(2) are amended by removing "17.715(a)" and adding, in their place, "17.716".

[FR Doc. 97–3283 Filed 2–10–97; 8:45 am] BILLING CODE 8320–01–P

# ENVIRONMENTAL PROTECTION AGENCY

40 CFR Part 52

[IL154-1a; FRL-5685-7]

Approval and Promulgation of Implementation Plans; Illinois

AGENCY: U.S. Environmental Protection

Agency (USEPA).

**ACTION:** Direct final rule.

**SUMMARY:** On October 11, 1996, Illinois submitted a negative declaration regarding the need for rules controlling air emissions from sources classified as part of the "Shipbuilding and Ship

Repair Industry" (SSRI) or "Marine Coatings" category in the Standard Industrial Classification (SIC) Manual. This negative declaration indicates that the State of Illinois has determined that there are no major sources (sources with a potential to emit twenty-five or more tons per year of volatile organic material (VOM)) in Illinois' ozone nonattainment areas. In this action, USEPA is approving the State's finding that no additional control measures are needed through a "direct final" rulemaking; the rationale for this approval is set forth below. Elsewhere in this Federal Register, USEPA is proposing approval and soliciting comment on this direct final action; if adverse comments are received, USEPA will withdraw the direct final rulemaking and address the comments received in a new final rule; otherwise, no further rulemaking will occur on this requested negative declaration.

DATES: This action will be effective April 14, 1997 unless adverse comments not previously addressed by the State or USEPA are received by March 13, 1997. If the effective date of this action is delayed due to adverse comments, timely notice will be published in the Federal Register.

ADDRESSES: Written comments should be sent to: J. Elmer Bortzer, Chief, Regulation Development Section, Air Programs Branch (AR–18J), U.S. Environmental Protection Agency, 77 West Jackson Boulevard, Chicago, Illinois, 60604.

Copies of the Illinois submittal are available for public review during normal business hours, between 8:00 a.m. and 4:30 p.m., at the above address.

FOR FURTHER INFORMATION CONTACT: Randolph O. Cano, Regulation Development Section, Air Programs Branch (AR–18J), U.S. Environmental Protection Agency, 77 West Jackson Boulevard, Chicago, Illinois, 60604. Telephone: (312) 886–6036.

### SUPPLEMENTARY INFORMATION:

## I. Background

Section 183(b)(3) of the Clean Air Act requires the Administrator of USEPA to issue a Control Technique Guideline (CTG) for controlling VOM emissions from the Marine Coatings SIC category sources. Illinois was required to adopt rules controlling VOM emissions from sources in this SIC category with a potential to emit twenty-five or more tons per year of VOM (major sources) and located in either of Illinois' ozone nonattainment areas. The Chicago ozone nonattainment area is comprised of Cook, DuPage, Kane, Lake, McHenry, Will Counties and Aux Sable and Goose

Lake Townships in Grundy County and Oswego Township in Kendall County. The Metro-East ozone nonattainment area is comprised of Madison, Monroe, and St. Clair Counties. Illinois reviewed the data in its emissions inventory data base and determined that there were no major sources in the marine coatings category located in Illinois ozone nonattainment areas. Illinois also determined that should such a major source exist it would be subject to regulation under the provisions of the State non-CTG rules.

The USEPA has reviewed the documentation on which this Illinois negative declaration is based. The USEPA agrees with the Illinois finding that there are no major sources of VOM from marine coating facilities located in Illinois' Chicago or Metro-East ozone nonattainment areas.

#### II. Rulemaking Action

The USEPA approves the incorporation of Illinois' negative declaration concerning marine coatings into the Illinois SIP for ozone.

The USEPA is publishing this action without prior proposal because USEPA views this as a noncontroversial revision and anticipates no adverse comments. However, in a separate document in this Federal Register publication, the USEPA is proposing to approve the SIP revision should adverse or critical comments be filed. This action will be effective on April 14, 1997 unless, by March 13, 1997, adverse or critical comments are received.

If the USEPA receives such comments, this action will be withdrawn before the effective date by publishing a subsequent rulemaking that will withdraw the final action. All public comments received will be addressed in a subsequent final rule based on this action serving as a proposed rule. The USEPA will not institute a second comment period on this action. Any parties interested in commenting on this action should do so at this time. If no such comments are received, the public is advised that this action will be effective on April 14, 1997.

Nothing in this action should be construed as permitting, allowing or establishing a precedent for any future request for revision to any SIP. Each request for revision to the SIP shall be considered separately in light of specific technical, economic, and environmental factors and in relation to relevant statutory and regulatory requirements.