

Single Family Housing Consolidated Line of Business

Exhibit 300: Capital Asset Plan and Business Case Summary

Part I: Summary Information And Justification (All Capital Assets)

Section A: Overview (All Capital Assets)

Date of Submission	5/21/2009
Agency	Department of Housing and Urban Development
Bureau	Working Capital Fund
Name of this Capital Asset	HSG - 1768060 - Single Family Housing Consolidated Line Of Business -P233
What kind of investment will this be in this Budget Year?	Operations and Maintenance

Provide a brief summary and justification for this investment, including a brief description of how this closes in part or in whole an identified agency performance gap:

This investment's purpose is to incorporate e-Gov and e-business to the maximum extent possible; will work with other agencies (e.g. SSA, Treasury), state/local governments, and the mortgage industry to improve the Mortgage Insurance process. An example of HUD's major performance outcome is that Financial Performance and Asset Management will be improved by better staff ability to analyze partner performance, and automated monitoring & HUD Management & Performance are addressed by improved capabilities for risk management and strengthened program controls. Currently, 15 steady state national legacy systems and 22 steady state local (cuff) systems support the 4 key business functions: Loan Origination, Loan Insurance Management, Asset Management, and Business Partner Approval and Compliance. Despite these steady state systems, HUD successfully accomplished the following in FY07 and 08: 1)the management, accounting, and collection of premiums from lenders for FHA's reverse mortgages which provides elderly homeowners a stream of income & 107,000 Home Equity Conversion Mortgages were endorsed with a value of over \$16B; 2) 49K properties were managed and sold for over \$3.7B; 3)\$60B in endorsements in CY07 for single family mortgage insurance applications; 4)90K claims filed for \$364M in SF Insurance Claims System; 5) FY08, \$47M in grants were allocated to Housing Counseling Agencies; 6)\$3.1B in fees and mortgage insurance from over 11,000 FHA lenders and insurance premium & claim payments to 22 other Housing and GNMA applications approved; 7)Prescreened applicants for federally guaranteed loans(resulting in over \$1B in loss avoidance annually since 1988); 8)Computerized Homes Underwriting Management processes over \$60B in FHA insured mortgages annually; 9)Lender Assessment SubSystem collects/assesses financial data from approximately 7,000 Loan Correspondents and Mortgagees, providing FHA real-time access to risk management information associated with lender and issuer activities (related to over \$700B of insured mortgages and mortgage-backed securities), providing HUD with a comprehensive tool to identify and measure risk factors posed by lenders to the insured portfolio. Because the current systems used are in steady state, HUD needs to continue to address federal legislation, as well as, GAO and OIG audit weaknesses.

Did the Agency's Executive/Investment Committee approve this request?	Yes
If "yes," what was the date of this approval?	7/24/2008
Did the Project Manager review this Exhibit?	Yes
Has the agency developed and/or promoted cost effective, energy efficient and environmentally sustainable techniques or	Yes

practices for this project.	
Will this investment include electronic assets (including computers)?	Yes
Is this investment for new construction or major retrofit of a Federal building or facility? (answer applicable to non-IT assets only)	No
If "yes," is an ESPC or UESC being used to help fund this investment?	
If "yes," will this investment meet sustainable design principles?	
If "yes," is it designed to be 30% more energy efficient than relevant code?	
Does this investment directly support one of the PMA initiatives?	Yes
Briefly describe how this asset directly supports the identified initiative(s)?	Expanded E-Government Real Property Asset Management Housing and Urban Development Management and Performance The initiative will incorporate e-Gov and e-business to the maximum extent possible; will work with other agencies (e.g. SSA, Treasury), state/local governments, and the mortgage industry to improve the Mortgage Insurance process. Real Property will be improved by better staff ability to analyze property condition and partner performance through automated monitoring. HUD Management & Performance are addressed by improved capabilities for risk management and strengthened program controls
Is this investment for information technology?	Yes
If the answer to Question: "Is this investment for information technology?" was "Yes," complete this sub-section. If the answer is "No," do not answer this sub-section.	
What is the level of the IT Project? (per CIO Council PM Guidance)	Level 3
What project management qualifications does the Project Manager have? (per CIO Council's PM Guidance):	(1) Project manager has been validated as qualified for this investment
If this project produces information dissemination products for the public, are these products published to the Internet in conformance with OMB Memorandum 05-04 and included in your agency inventory, schedules and priorities?	Yes
Are the records produced by this investment appropriately scheduled with the National Archives and Records Administration's approval?	Yes
SENSITIVE DATA: Some of the questions/responses from this section were omitted.	

Section B: Summary of Spending (All Capital Assets)

Provide the total estimated life-cycle cost for this investment by completing the following table. All amounts represent budget authority in thousands, and are rounded to three decimal places. Federal personnel costs should be included only in the row designated "Government FTE Cost," and should be excluded from the amounts shown for "Planning," "Full Acquisition," and "Operation/Maintenance." The "TOTAL" estimated annual cost of the investment is the sum of costs for "Planning," "Full Acquisition," and "Operation/Maintenance." For Federal buildings and facilities, life-cycle costs should include long term energy, environmental, decommissioning, and/or restoration costs. The costs associated with the entire life-cycle of the investment should be included in this report.

Table 1: SUMMARY OF SPENDING FOR PROJECT			
* Costs in thousands			
	PY 2008	CY 2009	BY 2010
TOTAL BUDGETARY RESOURCES	14.959932	16.544	26.594

Note: For the cross-agency investments, this table should include all funding (both managing partner and partner agencies). Government FTE Costs should not be included as part of the TOTAL represented.

SENSITIVE DATA: Some of the questions/responses from this section were omitted.

Section C: Acquisition/Contract Strategy (All Capital Assets)

SENSITIVE DATA: The information in this section was omitted completely.

Section D: Performance Information (All Capital Assets)

SENSITIVE DATA: The information in this section was omitted completely.

Section E: Security and Privacy (IT Capital Assets Only)

SENSITIVE DATA: The information in this section was omitted completely.

Section F: Enterprise Architecture (EA) (IT Capital Assets Only)

In order to successfully address this area of the capital asset plan and business case, the investment must be included in the agency's EA and Capital Planning and Investment Control (CPIC) process and mapped to and supporting the FEA. The business case must demonstrate the relationship between the investment and the business, performance, data, services, application, and technology layers of the agency's EA.

Is this investment included in your agency's target enterprise architecture? Yes

If "no," please explain why this investment is not included in your agency's target enterprise architecture?

Is this investment included in the agency's EA Transition Strategy? Yes

Will the application leverage existing components and/or applications across the Government (i.e., FirstGov, Pay.Gov, etc)? Yes

SENSITIVE DATA: Some of the questions/responses from this section were omitted.

Part III: For "Operation and Maintenance" Investments ONLY (Steady State)

Section A: Risk Management (All Capital Assets)

You should have performed a risk assessment during the early planning and initial concept phase of this investment's life-cycle, developed a risk-adjusted life-cycle cost estimate and a plan to eliminate, mitigate or manage risk, and be actively managing risk throughout the investment's life-cycle.

Does the investment have a Risk Management Plan?	Yes
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What is the date of the risk management plan?	5/31/2006
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SENSITIVE DATA: Some of the questions/responses from this section were omitted.

Section B: Cost and Schedule Performance (All Capital Assets)

SENSITIVE DATA: The information in this section was omitted completely.