



DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT
PEACHTREE SEVENTH BUILDING, ATLANTA, GEORGIA 30323

Room 645

REGION III

September 23, 1969

IN REPLY REFER TO:

3RF

Mr. Lester H. Persells
Executive Director--
Housing Authority of the
City of Atlanta
824 Hurt Building
Atlanta, Georgia 30303

Dear Mr. Persells:

Subject: Project No. Ga. A-2
Neighborhood Development Program
Second Year Activities

We have been advised by Assistant Secretary Lawrence M. Cox that \$24,000,000 has been established as the amount available for the second year's activity of the six Neighborhood Development Programs now under way in Region III. This amount of capital grant funds equals 45.9% of the amount allocated for the first year's activity for the six programs.

The Regional Office has the responsibility for dividing the amount of \$24,000,000 among the six programs. We intend to use other criteria than merely multiplying last year's allocations by 45.9%; each city's needs, its record of performance, and its ability to stretch some activities into a subsequent year will be considered.

We provide you this information as a basis for your preparation of the Neighborhood Development Program Application for 1970.

Sincerely yours,

John T. Edmunds
Acting for John T. Edmunds
Assistant Regional Administrator
for Renewal Assistance

cc: Mr. Howard Openshaw