

**AMENDMENT TO THE AMENDMENT IN THE NA-
TURE OF A SUBSTITUTE TO THE COMMITTEE
PRINT**

OFFERED BY MR. BARR OF KENTUCKY

[Budget Reconciliation]

Section 40002 is amended by adding at the end the following new subsection:

1 (e) LIMITATION ON DEVELOPMENT COSTS.—

2 (1) IN GENERAL.—For any amounts made
3 available under subsection (a)(2), the Secretary
4 shall, by regulation, establish a maximum allowable
5 development cost for a grantee for the production,
6 preservation, and rehabilitation of a unit of rental
7 housing or housing for homeownership not to exceed
8 \$750,000 per unit.

9 (2) REIMBURSEMENT REQUIREMENT FOR MIS-
10 USE.—If any grantee of assistance under this sec-
11 tion is determined to have used any such amounts
12 in violation of the limitation established under para-
13 graph (1), the State or State designated entity shall
14 require that, within 12 months after the determina-
15 tion of such violation, the grantee shall reimburse
16 the State or State designated entity for such

1 amounts used in violation of this section. The rem-
2 edies under this paragraph are in addition to any
3 other remedies that may be available under law.

