

Multifamily Housing Notice 21-05

March 19, 2021

To: Developers, Sponsors and Local Housing Contacts

From: Gregory Hare, Director, Multifamily Housing

Re: Get Ready Notice-Assisted Housing Relief Program 2021 Update

The Maryland Department of Housing & Community Development (DHCD) set aside \$40 million to relaunch the Assisted Housing Relief Program, which serves rental units in multifamily projects financed by DHCD's Community Development Administration using State funds and other federal resources.

The purpose of this notice is to communicate important changes to residents, partners, and stakeholders in connection with the new funding through the Emergency Rental Assistance Program (ERAP). As a part of the relaunch, program eligibility criteria, intake process, and data collection has changed to align the program with the ERAP funds. Additionally, DHCD is currently working on an online portal to further streamline the application process. We will release more information in the coming weeks, including, FAQs, dates for the application period, and application instructions.

ELIGIBILITY:

- The Program is limited to rental units in multifamily projects with State financing or Low-Income Housing Tax Credits (LIHTC). A <u>property look-up website</u> is available to verify eligibility.
- Eligible households are comprised of one or more individuals who are obligated to pay rent on a residential dwelling of which:
 - 1. One or more individuals within the household has qualified for unemployment benefits or experienced a reduction in household income, incurred significant costs, or experienced other financial hardship due, directly or indirectly, to the COVID-19 outbreak;
 - 2. One or more individuals within the household can demonstrate a risk of experiencing homelessness or housing instability; and
 - 3. The household has a household income at or below 80% of area median income.
 - HUD's definition of "annual income" in 24 CFR 5.6091, applicants may request a waiver to use the adjusted gross income as defined for the purposes of reporting under Internal Revenue Service Form 1040 series





MULTIFAMILY HOUSING UPDATES

for individual federal annual income tax purposes if it is demonstrated that a household would otherwise be ineligible for assistance.

- If an eligible household receives a monthly federal subsidy (e.g., a Housing Choice Voucher, Public Housing, or Project-Based Rental Assistance) and the tenant rent is adjusted according to changes in income, the renter household may receive ERAP funds for the tenant-owed portion of rent or utilities that is not subsidized.
- Eligible tenants may receive assistance for unpaid rents for the period beginning January 1 and ending April 30, 2021.
- In preparation for the opening of the application portal, DHCD anticipates the need to collect the following in accordance with the U.S. Department of the Treasury guidance:
 - Address of the rental unit;
 - For landlords and utility providers, the name, address, and Social Security number, tax identification number or DUNS number;
 - Amount and percentage of monthly rent covered by ERA assistance;
 - Amount and percentage of separately stated utility and home energy costs covered by ERA assistance (if applicable);
 - Amount of outstanding rental arrears for each household;
 - Household income and number of individuals in the household; and
 - Gender, race, and ethnicity of the primary applicant for assistance.
 - Supporting documentation for income verification, which may include upfront, written third party, oral third party, and self-declarations.

We will release more information in the coming weeks, including, FAQs, dates for the application period, and application instructions.

Questions? Please submit questions to <u>dhcd.rentrelief@maryland.gov</u>.

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IMPORTANT NOTICE REGARDING EMAILING OF MULTIFAMILY NOTICES

Multifamily Housing issues periodic notices (such as the one above) to announce new initiatives, provide important news, announce funding round deadlines, significant application changes, bond program amendments, and other key dates and facts on our website and by email only. You can subscribe to receive Multifamily Housing Notices at the following link:

http://dhcd.maryland.gov/HousingDevelopment/Pages/About.aspx

Notices are posted to the DHCD website at the following location:

http://dhcd.maryland.gov/HousingDevelopment/Pages/MFLibrary.aspx



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