NAHMA HUD Update: HUD Announces Management Fee Add-On for Homeless Preference

Dear NAHMA Members-

NAHMA received the message below from HUD, regarding a Management Fee Add-On for Homeless Preference. The attached memo provides additional guidance on requesting the fee and is also available on NAHMA website <u>here</u>.

Thanks, Larry

Larry Keys, Director of Government Affairs National Affordable Housing Management Association 400 N. Columbus St., Suite 203, Alexandria, VA 22314 Phone 703-683-8630, ext.111 Email <u>lkeys@nahma.org</u>, Website www.nahma.org NAHMA is the leading voice for affordable housing management, advocating on behalf of multifamily property managers and owners whose mission is to provide quality affordable housing.

> U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT OFFICE OF MULTIFAMILY HOUSING

Dear Partners:

The Office of Multifamily Housing has been working steadily to increase the number of assisted properties with homeless preferences and previously homeless admissions to our housing inventory. In recognition of the time and effort spent by management agents to establish and administer a homeless preference, we are pleased to announce the availability of a new management fee add-on and special fee.

<u>Per this memo</u>, owners of Multifamily assisted housing can now negotiate an add-on and/or a special fee with their property management company to assist in implementing a homeless preference.

- A special management fee will be permitted during a nine-month start-up period to enable owners/agents to create and implement the homeless preference process. The special fee amount is \$2.50 PUPM. (For example, a 100-unit property can collect up to \$2.50 x 100 units x 9 months = \$2,250.)
- Once the homeless preference is in place, management agents may collect a monthly add-on fee as long as at least one previously homeless individual or household is admitted to a particular property during a one-year period. The add-on fee is \$2.00 PUPM. (For example, a

100-unit property can collect up to 2.00×100 units x 12 months = 2,400 in a one-year period.)

The processes for requesting, approving, and monitoring these fees are detailed in the memo. Please contact Carissa Janis with any questions at <u>Carissa.l.janis@hud.gov</u> or 202-402-2487.

U.S. Department of Housing and Urban Development Office of Multifamily Housing Programs Communications Team