

$\ \, \text{U.s. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT} \\$

WASHINGTON, DC 20410-8000

April 28, 2025

OFFICE OF MULTIFAMILY PRODUCTION

MEMORANDUM FOR: All Multifamily Mortgagees

All Third-Party Project Design and Needs Assessment Providers

All Multifamily Regional and Satellite Office Directors &

Production Staff

Stephen P. Ott

MEMORANDUM FROM: Stephen P. Ott, Acting Director, Office of Multifamily Production

SUBJECT: Notice of Immediate Rescission of Administrative Memorandum

"Subdivisions for Rent"

In response to the growing number of inquiries regarding new construction of large groups of single-family homes proposed as a multifamily rental property ("subdivisions for rent"), the Office of Multifamily Production issued an Administrative Memorandum on May 14, 2021, titled "Clarification of Multifamily Insured Mortgage Project Eligibility – Restrictions on 'Subdivisions for Rent" clarifying eligibility and restrictions. Effective as of the date of this memorandum, the Office of Multifamily Production rescinds the aforementioned Administrative Memorandum.

Replacement guidance is currently being drafted and will be issued upon completion of Departmental clearance. Until such time, eligibility of subdivisions for rent type projects will be determined on a case-by-case basis pursuant to Departmental requirements.