

COVID-19 Supplemental Payments (CSP), Round IV

Additional Funds Now Available to Multifamily Property Owners with HUD Assistance Contracts

*Complete Your Expenditures by October 31, 2021
Reimbursement Requests Due by November 19, 2021*

Who is eligible?

Owners of properties with all types of project-based rental assistance contracts directly administered by the Office of Multifamily Housing. This includes Section 8 PBRA, Section 202 PRACs, SPRACs, and PACs, and Section 811 PRAC. Properties that receive Section 811 Project Rental Assistance via a state housing agency are not eligible. To receive CSP, all properties must be in good standing with HUD and must meet the financial need criteria. See Sections III, VIII, and IX of [Notice H 2021-05](#).

What types of costs will be reimbursed?

CSP funds are available for operating cost increases that are directly related to a property's efforts to prevent and respond to the COVID-19 pandemic. PPE, increased cleaning and sanitization, as well as air filtration expenses, are among the most common expenditures. See Section V of Notice H 2021-05.

What's different for Round IV?

A few new types of eligible expenses have been added – including WiFi internet equipment, HVAC upgrades, and in limited cases emergency generators. Additionally, some of the financial need criteria for smaller requests will be waived. Properties projecting surplus cash are now eligible for amounts up to the *Standard CSP* cap for expenses incurred from April 1, 2021 to October 31, 2021 only. See Sections V and VIII of Notice H 2021-05.

Will I be reimbursed for all my COVID-related expenses?

That depends. Under the 4th round of CSPs, all properties with CSP-eligible expenses can expect to receive a minimum payment that is calculated based on each property's *Standard CSP* payment amount. Payments for requests above the minimum level may be prorated if funds are not sufficient to fully reimburse all eligible requests. See Sections VI and VII of Notice H 2021-05.

How do I know what the minimum payment will be for my property?

You can calculate this amount using basic information about your property and the formula specified in Section VI of Notice H 2021-05.

First, you'll need to determine the *Standard CSP* amount for your property. This is calculated similar to the *Tier I* level used in prior rounds with some adjustments:

- \$2,500 base amount per property
- Add \$75 for each HUD-assisted unit
- Add \$1,000 if designated as an Elderly Property
- Add up to \$1,250 for a budget-based service coordinator program.

Minimum payments for Section 8 PBRA properties will be equivalent to the *Standard CSP* amount. Due to the level of available funds, the minimum expected payment will be 70 percent of the *Standard CSP* amount for all PRAC, SPRAC, and PAC contracts.

How do I request funds?

To request CSP funds, you will need to complete form HUD 52671-E and email it to HUD/the contract administrator no later than November 19, 2021. As of the Notice publication, HUD was still in the process of updating the form. The new version is expected to be posted on HUDCLIPs in late September. You will need to organize your expenses into specified cost categories, i.e. PPE, staffing, equipment. Expense documentation must be submitted for requests that exceed the *Standard CSP* amount. See Section X of Notice H 2021-05.

For more information, please review [Notice H 2021-05](#). Contact your local HUD office or Contract Administrator with questions about your property's eligibility.