

U.S. Department of Housing and Urban Development Community Planning and Development

Special Attention of:

CPD Division Directors
All HOME Coordinators
All HOME Participating Jurisdictions

Notice: CPD-25-03

Issued: **January 16, 2025**

Expires: This NOTICE is effective until it is amended, superseded, or rescinded

Cross Reference: 24 CFR Part 92

Subject: HOME Investment Partnerships Program Tenancy Addenda

Purpose:

The purpose of this Notice is to provide the three HOME Investment Partnerships Program (HOME) tenancy addenda required by the final rule FR-6144-F-03 entitled "HOME Investment Partnerships Program: Program Updates and Streamlining" (Final Rule):

- 1) HOME Rental Housing Tenancy Addendum;
- 2) HOME Tenant-Based Rental Assistance Tenancy Addendum; and
- 3) HOME Security Deposit Assistance Tenancy Addendum.

Background:

The Cranston-Gonzalez National Affordable Housing Act (NAHA) (42 USC 12701 et seq.) requires that HOME rental housing tenants, tenants receiving tenant-based rental assistance, and tenants receiving security deposit assistance be provided tenant protections and provides the Secretary an explicit Congressional delegation of authority to specify the terms of the lease. NAHA specifically states that the lease between a tenant and owner of HOME-assisted rental housing and HOME tenant-based rental assistance (TBRA) "shall contain such terms and conditions as the Secretary shall determine to be appropriate." (42 U.S.C. 12755(a)).

On January 6, 2025, HUD published the Final Rule, and it becomes effective on February 5, 2025. Through the Final Rule, the Department conveyed the terms and conditions that the Secretary determined appropriate for leases with tenants in HOME rental housing, tenants receiving HOME TBRA, and tenants only receiving security deposit assistance. These requirements, which were subject to notice and comment rulemaking, are tailored to the type of HOME assistance provided to owners and/or tenants. The Final Rule specifies the requirements to be contained in the HOME Rental Housing Tenancy Addendum in 24 CFR 92.253(b), the HOME Tenant-Based Rental Assistance Tenancy Addendum in 24 CFR 92.253(c); and the HOME Security Deposit Assistance Tenancy Addendum in 24 CFR 92.253(d). The estimated burden for the addenda was included in the Paperwork Reduction Act (PRA) burden estimates in the Final Rule.

Instructions

For commitments made after the effective date of the Final Rule, HOME participating jurisdictions implementing 24 CFR 92.253 of the Final Rule must require that tenants and owners execute a tenancy addendum that meets the requirements of 24 CFR 92.253 for all HOME rental housing units, all tenants receiving HOME TBRA, and all tenants receiving security deposit assistance only.

HOME Rental Housing

For a tenant that is living in a HOME-assisted rental housing unit, the owner and tenant must execute a HOME Rental Housing Tenancy Addendum contained in Appendix A to this Notice. If a tenant is living in a HOME-assisted rental housing unit and receiving HOME TBRA and/or HOME security deposit assistance, the tenant and owner must only complete the HOME Rental Housing Tenancy Addendum.

HOME TBRA

For a tenant receiving HOME TBRA, the owner and tenant must execute a HOME Tenant-Based Rental Assistance Tenancy Addendum contained in Appendix B to this Notice. Tenants and owners receiving both HOME TBRA and security deposit assistance must only complete the HOME Tenant-Based Rental Assistance Tenancy Addendum.

HOME Security Deposit Assistance Only

For a tenant solely receiving security deposit assistance, the owner and tenant must execute a HOME Security Deposit Assistance Tenancy Addendum contained in Appendix C to this Notice.

For questions about the guidance provided in this notice, HUD field office staff should contact their Desk Officer in the Office of Affordable Housing Programs; a HOME PJ should contact its local HUD Field Office.

ATTACHMENTS

Appendix A: HOME Rental Housing Tenancy Addendum

Appendix B: HOME Tenant-Based Rental Assistance Tenancy Addendum Appendix C: HOME Security Deposit Assistance Tenancy Addendum