

# Small Area FMRs (SAFMRs)

Nov 7, 2023



#### Welcome!

Today's webinar is being recorded. The recording and PowerPoint will be posted to the "Webinars and Trainings" section of <a href="www.hud.gov/hcv">www.hud.gov/hcv</a> in about a week.



## Agenda

- 1. Welcome PDAS Monocchio
- 2. SAFMR Overview
- 3. Federal Register Notice and SAFMR Selection Criteria
- 4. PIH Implementation Notice
- 5. MTW Agencies
- 6. SAFMR Resources
- 7. Technical Assistance and Support
- 8. Field Office Regional Points of Contact
- 9. Q&A



#### Overview of Small Area FMRs

- Fair Market Rent calculated at ZIP code level
- Preliminary data analysis: Households more likely to move to low-poverty neighborhoods
- 2018: 192 PHAs in 24 metro areas designated SAFMR
- Since 2018: 70 Exception Payment Standard, 12 Opt-in
- 2024: Designating 263 more PHAs in 41 metro areas using same metrics as 2018
- New info and resources to be published at <u>SAFMR Website</u>

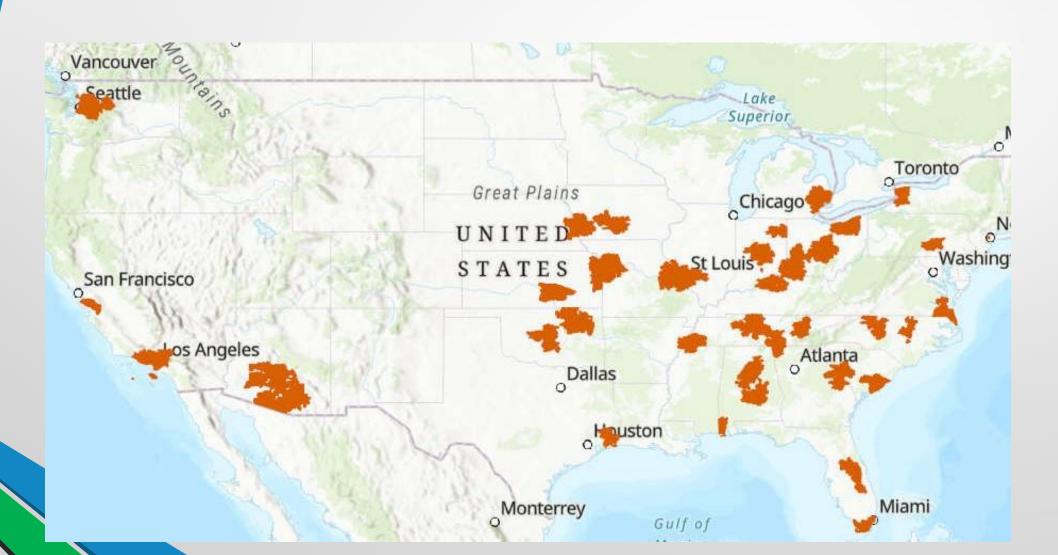


## Federal Register Notice

- Notice focuses on announcing the 2023 expansion metro areas
  - Notice expands mandatory SAFMRs to 41 new Metro Areas served by approximately 263 PHAs
  - Result = 41 percent of all tenant-based vouchers administered in metropolitan areas will be covered by SAFMRs.
- Will go into effect 10/1/24, with full implementation of all PHAs by 1/1/25
- Leaves room for PIH to announce implementation details in separate notices



## Map of New Designated ZIP Codes





#### PIH Implementation Notice

- Points to Federal Register notice and lists all mandatory SAFMR areas
- Describes special admin fees by pointing to revised <u>PIH</u> Notice 2023-07
- Informs MTW agencies that the MTW Office will provide separate guidance on alternative payment standard policies that may exempt MTW agencies from SAFMR
- Describes intent to fully update PIH Notice 2018-01
  - Confirms provisions are still relevant (with exception of the new areas)



## MTW Agencies

- 19 MTW agencies in mandatory SAFMR areas per new notice
- MTW Office provided guidance to affected agencies 10/25
  - Provisions of section 6 of Notice PIH 2018-01 apply to initial and expansion MTW agencies
  - Instructions for requesting exemption for alternative payment standards
    - MTW requests for exemption due by 1/23/2024



## MTW Agencies

- Process to Seek an Exemption. MTW PHAs seeking an exemption should provide the MTW office with:
  - A description of the alternative payment standards activity(ies) contained in the approved Annual MTW Plan or MTW Supplement to the PHA Plan.
  - The current status of the activity.
  - A description of how the MTW PHA's policy will enable HCV tenants greater access to areas of high opportunity and lower concentrations of poverty.



#### SAFMR Resources Currently Available

- SAFMR Website and Dashboard (Published in August 2023)
  - Links to SAFMR guidance and regulations
  - Short video explaining SAFMRs
  - SAFMR Implementation Guidebook, FAQs, and sample documents (via <u>Hud Exchange</u>)
  - Coming soon! SAFMR Best Practice Profiles (via HUD Exchange)
  - SAFMR Research and Reports
- Considering SAFMR Webinar from August 17, 2023



## Mentorship Program

- Creation of Mentor ("buddy") PHAs program designed to share knowledge gained through experience and support with planning, data analysis, business system needs, quality control, sharing of effective tools and forms.
- Virtual convening for current SAFMR PHAs and the new mandatory PHAs in Jan 2024.
- Identify volunteer mentors and solicit mentee PHA needs –
  match mentors/mentees



#### **Technical Assistance**

- HUD is currently drafting a scope of work with a technical assistance provider
  - Will provide direct implementation TA to PHAs throughout CY2024



#### Field Office Contacts

- Regional POCs
  - Region 1: Tanya Whippie
  - Region 2: Fatima Holder
  - Region 3: Ariayn Jeter
  - Region 4: Joy Alane Bankston

- Region 5: Tamela Shanks-Royston
- Region 6: Brian Gage
- Region 7: Gina Bryant
- Region 8: Scott Layman
- Regions 9 & 10: Thao (Katie) Pierce



