

SECURITY DEPOSIT ASSISTANCE PROGRAM



The objective of the Security Deposit Assistance Program is to provide funding to eligible applicants for use in emergency situations to prevent homelessness or to assist person in transitional housing to secure permanent rental housing. Funds may also be used to assist low income families in securing a more affordable rental housing unit.

Terms

Upon receipt of the US Department of Housing and Urban Development funding award letter, \$200,000 of HOME funds will be set aside annually for eligible applicants. Any unallocated funds at the end of twelve months will be de-obligated and returned to the HOME Funds general funding pool.

Eligible Applicant

Public Housing Authorities and non-profit agencies.

Requirements

Applicants must submit an application and plan outlining the number of tenants to be assisted, selection process and their ability to meet the HUD HOME requirements of 24 CFR Part 92.

Eligible Uses

Funds will be granted for payment of security deposits. Applicants can use Security Deposit Assistance funds in emergency situations to prevent homelessness, to assist families in transitional housing to secure permanent rental housing, or to assist families in securing a more affordable rental unit. All families assisted under this program must be very low- or low-income, with incomes of 60 percent or less of Area Median Income. Applicants (Sub recipients) are eligible for an administrative fee, up to 10 percent of the requested grant amount to cover program expenses.

Grant Amount

Applicants can request up to \$25,000 per application.

Application

Applications can be received anytime during the 12 months from the date of the HUD funding award letter. Funds are awarded by the SDHDA Board of Commissioners on a first-come, first-serve basis as applications are deemed complete. Available funding will be posted on SDHDA's website www.sdhda.org.

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