

**Contents**

PROHIBITED ACTIVITIES ..... 1

    Ineligible Properties ..... 1

    Preservation of Certain HUD Subsidized Low-Income Housing Mortgages ..... 1

    Project Previously Assisted with Home Funds ..... 2

    Emergency Repair Program ..... 2

    HOME funds cannot be used for any emergency repair/programs ..... 2

    Delinquent fees, taxes or charges ..... 2

    Annual Compliance and Monitoring Fee ..... 2

**PROHIBITED ACTIVITIES**

The HOME Program provides an extremely flexible financing tool for affordable housing. However, there are certain activities that cannot be undertaken with HOME funds.

**Ineligible Properties**

- Development, maintenance, or modernization of Public Housing authorized under section 9 of the 1937 Act (Public Housing Capital and Operating Funds).
- Properties eligible for assistance under the 24 CFR Part 248, “Prepayment of Low Income Housing Mortgages,”(See below for more information)
- Properties receiving Federal Rental Rehabilitation Program funds
- Certain mandated existing Section 8 program uses, such as Section 8 rent subsidies for troubled HUD-insured projects.
- Commercial properties
- Emergency Homeless Shelters
- Emergency Repairs
- Properties currently in their HOME Period of Affordability
- Halfway housing, dormitories (including farmworker)
- Student housing (including dormitories)
- **Suspended until further notice- Housing constructed on of before January 1, 1978**
- **HTF- Specific- Transitional Housing**

**Preservation of Certain HUD Subsidized Low-Income Housing Mortgages**

Properties eligible for assistance under the 24 CFR Part 248, “Prepayment of Low-Income Housing Mortgages,” are not eligible for assistance with HOME Program funds unless the applicant is a nonprofit or resident ownership organization that qualifies as a priority purchaser under § 248.101.

**Project Previously Assisted with Home Funds**

After the first year following project completion date, no additional HOME funds can be added during the project's HOME Period of Affordability.

**Emergency Repair Program**

HOME funds cannot be used for any emergency repair/programs.

**Delinquent fees, taxes or charges**

HOME funds may not be used to pay delinquent taxes, fees, or charges on properties assisted with HOME funds.

**Annual Compliance and Monitoring Fee**

Effective with the 2013 Revised HOME Rule, IHFA may charge a reasonable, annual, compliance & monitoring fee to a HOME projects. See Chapter 7 of this plan for additional information.