

# HOTMA 102/104 Appendix to the Administrative Plan

## Purpose of the Appendix

HUD published a final rule on February 14, 2023, revising regulations related to income, assets, adjusted income, verification, and reexaminations and more to implement Sections 102 and 104 of HOTMA. While the new regulations were effective January 1, 2024, HUD delayed full compliance for HOTMA 102/104. Compliance with Sections 102 and 104 of HOTMA means not only applying HOTMA 102/104 regulations to affected programs but also submitting Form HUD-50058s with family information to HUD's electronic reporting system. Currently, PHAs remain unable to fully comply with HOTMA 102/104 because HUD's current IMS/PIC system is unable to accept HOTMA-compliant Form HUD-50058s. However, in Notice PIH 2024-38, HUD determined that some HOTMA 102/104 policies are not dependent on transition systems and specified a PHA implementation date for these policies of July 1, 2025.

HOTMA 102/104 policies are provided in each affected area of the model policy. Some HOTMA policies that are "on hold" are indicated in the model policy as such. This appendix explicitly identifies all HOTMA elements that are on hold.

~~HUD published a final rule on February 14, 2023, revising regulations related to income, assets, adjusted income, verification, and reexams (among others) to implement Sections 102 and 104 of HOTMA. While the new regulations were effective January 1, 2024, HUD has delayed the full compliance date for HOTMA 102/104. Initially, Compliance with Sections 102 and 104 of HOTMA means not only applying HOTMA 102/104 regulations to affected programs but also reporting in HUD's new Housing Information Portal (HIP) system. Currently, PHAs remain unable to fully comply with HOTMA 102/104 because compliance depends on transitioning from HUD's IMS/PIC system (which is unable to accept HOTMA-compliant Form HUD-50058) to HUD's new HIP system (which will be the only system that accepts HOTMA-compliant Form HUD-50058). PHAs cannot transition to HOTMA until HIP is in place, HOTMA-compliant, and accessible.~~

~~On December 18, 2024, HUD published Notice PIH 2024-38, which identifies provisions in HOTMA 102/104 that PHAs must comply with no later than July 1, 2025. The notice states that all transactions with an effective date on or after July 1, 2025, must be processed using requirements in the notice. The July 1, 2025, compliance deadline does not apply to other HOTMA 102/104 provisions not listed in the notice. Other provisions are still dependent on HIP implementation and may not be implemented yet.~~

The PHA must have:

- ~~Have~~Stopped enrolling families into the EID as of 12/31/23;
- Transitioneded to the new Form HUD-9886-A no later than 2/1/25;

- ~~Apply~~Applied HOTMA 102/104 income exclusions listed in [24 CFR 5.609](#)(b) (including new requirements for student financial assistance) for all income examinations effective on or after 7/1/25;
- ~~Applied~~y provisions related to de minimis errors; and
- Used ~~these~~ new HOTMA 102/104 definitions listed in the regulations for all transactions effective on or after 7/1/25.

These definitions are found in Chapter 6 of policy, although some may also be found in other chapters. The definitions include:

- Earned income
- Unearned income
- Family
- Day laborer
- Independent contractor
- Dependent
- Foster child and foster adults
- Health and medical care expenses
- Minor

Further, PHAs **may**, but are not required to:

- Stop using the EIV Income Report during interim reexams.
- Use Safe Harbor income determinations from means-tested federal assistance programs to verify a family's income and assets.

Finally, in FAQs dated 2/22/24, HUD also stated PHAs **may**, but are not required to:

- Accept third-party verification dated within 120 days of the date received by the PHA (rather than 60 days of the reexam/PHA request date);
- Accept a statement dated within the appropriate benefit year for fixed income sources like Social Security; and
- Accept a self-certification of SSNs along with a third-party document as a last resort if an individual is not able to provide documentation of SSN.

More details about each of the above provisions can be found in Notice [PIH 2023-272024-38](#).

~~Other than what's listed above, all~~All other provisions of HOTMA 102/104 ~~are remain still~~ on hold. This means **PHAs may not yet implement certain provisions of HOTMA-yet**. These include:

- All asset provisions, including the asset limitation;
- All adjusted income provisions, with the exception of the definition of health and medical care expenses;
- Inflationary adjustments (although PHAs ~~may use-choose to use~~ the HUD-determined passbook rate instead of a PHA-determined passbook rate);
- The new verification hierarchy, which allows for EIV + self-certification certification and for policy allowing the PHA to not use either third-party verification form or oral third-party verification before proceeding to accepting self-certifications;
- Annual reexaminations using the previous 12-month period income;
- Interim reexamination requirements; and

- Non-interim reexam~~ination~~ transactions.

PHAs may not implement the above provisions because HUD's current IMS/PIC system is unable to accept HOTMA-compliant Form HUD-50058s.~~HUD has determined they depend on HIP implementation.~~ PHAs should await further guidance from HUD on when these will be applicable.

HOTMA 102/104 Policies Not Yet Implemented

## Chapter 00

No HOTMA 102/104 policies apply.

## Chapter 1

No HOTMA 102/104 policies apply.

## Chapter 2

No HOTMA 102/104 policies apply.

## Chapter 3

~~Model policy section 3-H.D. FAMILY CONSENT TO RELEASE OF INFORMATION is amended to comply with section J.2 of Notice PIH 2023-27, Revocation of Consent~~

Model Policy section **III.C. RESTRICTION ON ASSISTANCE BASED ON ASSETS** is added to comply with section A.1 of Notice PIH 2023-27, **Asset Limitation**

HOTMA 102/104 policies related to the definition of family, foster children, and foster adults ~~are applicable~~applied no later than July 1, 2025.

## Chapter 4

No HOTMA 102/104 policies apply.

## Chapter 5

No HOTMA 102/104 policies apply.

## Chapter 6

Prior to the PHA's HOTMA compliance date, the PHA will follow policies in Chapter 6.A (as updated for Notice PIH 2024-38).

Upon the PHA's HOTMA compliance date, the PHA will follow policies in Chapter 6.B.

## Chapter 7

Prior to the PHA's HOTMA compliance date, the PHA will follow policies in Chapter 7.A (as updated for Notice PIH 2024-38).

Upon the PHA's HOTMA compliance date, the PHA will follow policies in Chapter 7.B.

## Chapter 8

No HOTMA 102/104 policies apply. However, prior to the NSPIRE compliance date, the PHA ~~will may~~ follow policies in Chapter 8.A if the PHA chooses to continue following Housing Quality Standards. Upon the NSPIRE compliance date, the PHA will follow policies in Chapter 8.B.

## Chapter 9

No HOTMA 102/104 policies apply.

## Chapter 10

No HOTMA 102/104 policies apply.

## Chapter 11

Prior to the PHA's HOTMA compliance date, the PHA will follow policies in Chapter 11.A.

Upon the PHA's HOTMA compliance date, the PHA will follow policies in Chapter 11.B.

## Chapter 12

~~Model policy section 12-I.D. MANDATORY TERMINATION OF ASSISTANCE is amended to comply with section J.2 of Notice PIH 2023-27, Revocation of Consent~~

Model Policy section 12-I.E. MANDATORY POLICIES AND OTHER AUTHORIZED TERMINATIONS is added to comply with section A.1 of Notice PIH 2023-27, **Asset Limitation**

## Chapter 13

No HOTMA 102/104 policies apply.

## Chapter 14

HOTMA 102/104 policies related to de minimis errors ~~are applied~~deable no later than July 1, 2025.

## Chapter 15

No HOTMA 102/104 policies apply.

## Chapter 16

No HOTMA 102/104 policies apply.

## Chapter 17

No HOTMA 102/104 policies apply.

## Chapter 18

No HOTMA 102/104 policies apply.

## Chapter 19

No HOTMA 102/104 policies apply.

## Glossary

The following definitions are applicable no later than July 1, 2025:

- Annual income (revised)
- Day laborer
- De minimis error
- Earned income
- Family (revised)
- Foster child
- Foster adult
- Independent contractor
- Inflationary index
- Net family assets (revised)
- Real property
- Seasonal worker
- Unearned income