

2. No person or household shall be eligible for a mortgage loan in the event of initiated or ongoing bankruptcy proceedings or in the event that the property is encumbered by more than one mortgage.

3. The total amount of any mortgage loan shall not exceed an amount equal to 600 percent (six times 100 percent) of the monthly applicable "Payment Standard" for the family size as defined for the Housing Choice Voucher Program for the region in which the property is located as determined in accordance with guidelines published annually by the United States Department of Housing and Urban Development.

Amended by R.1988 d.521, effective November 7, 1988.
See: 19 N.J.R. 1777(a), 20 N.J.R. 2752(a).

Substantially amended.

Amended by R.1990 d.62, effective February 5, 1990.
See: 21 N.J.R. 2845(a), 22 N.J.R. 336(b).

Excluded from mortgage loan eligibility anyone who has filed for bankruptcy; clarified language regarding maximum loans.

Amended by R.1992 d.433, effective November 2, 1992.
See: 23 N.J.R. 3439(a), 24 N.J.R. 4035(a).

Eligibility provisions specified further.

Amended by R.1995 d.56, effective February 6, 1995.
See: 26 N.J.R. 4248(a), 27 N.J.R. 483(a).

Amended by R.2008 d.66, effective April 7, 2008.
See: 39 N.J.R. 4986(a), 40 N.J.R. 1827(b).

In the introductory paragraph of (a), substituted "Department of Community Affairs" for "Bureau of Housing Services"; in (a)1 and (a)2, substituted "household" for "person", "the household" for "he" and "the household's" for "his"; in (a)2, substituted "homelessness" for "losing his home" and "a notice of" for "for"; rewrote (a)3; in (d), substituted "Department of Community Affairs" for "Bureau of Housing Services"; in (h)5, inserted "or" at the end; in (h)6, substituted "Department of Community Affairs" for "Bureau of Housing Services"; and in (i)3, substituted "applicable 'Payment Standard' for the family size" for "Fair Market Rental" and "Housing Choice Voucher" for "Section 8 Existing".

Case Notes

Vacating judgment for possession in summary dispossess action for nonpayment of rent was warranted. Housing Authority of Town of Morristown v. Little, 135 N.J. 274, 639 A.2d 286 (1994).

Applicant was ineligible for Homelessness Prevention Act assistance because her shelter costs were so great as to be unaffordable after assistance period ended. T.O. v. Department of Community Affairs, 96 N.J.A.R.2d (CAF) 63.

Excess income defeated applicant's request for housing benefits under Homeless Prevention Act. M.R. v. Bureau of Housing Services, 96 N.J.A.R.2d (CAF) 39.

Homelessness prevention assistance was not available absent a failure of resources beyond applicant's control. C.N. v. Bureau of Housing Services, 95 N.J.A.R.2d (CAF) 49.

Assistance under Homelessness Prevention Program was not available absent a failure of resources beyond applicant's control. Cardiello v. Department of Community Affairs, 95 N.J.A.R.2d (CAF) 42.

Application for assistance properly denied; petitioner already received assistance and did not demonstrate substantial change that would warrant further assistance. K.N. v. Department of Community Affairs, 95 N.J.A.R.2d (CAF) 8.

Petitioner failed to demonstrate that he was without adequate funds; no eligibility for Homelessness Prevention Program assistance. S.W. v. Homelessness Prevention Program, Housing Div., 94 N.J.A.R.2d (CAF) 119.

Assistance under the Homelessness Prevention Program; alleged governmental assistance abuse. S.P. v. Bureau of Housing Services, 94 N.J.A.R.2d (CAF) 65.

Single adult male sharing a three bedroom apartment was not eligible for rental assistance pursuant to the Homelessness Prevention Program. B.T. v. Department of Community Affairs, 93 N.J.A.R.2d (CAF) 29.

Homeless woman was not eligible for emergency assistance. A.M. v. Essex County Welfare Div., 93 N.J.A.R.2d (DEA) 21.

Failure to pay rent made tenant ineligible for the homeless prevention program. Lemar v. Department of Community Affairs, 93 N.J.A.R.2d (CAF) 7.

Absence of imminent danger of losing home precluded temporary housing assistance. Groux v. New Jersey Dept. of Community Affairs, 92 N.J.A.R.2d (CAF) 70.

Eligibility for mortgage assistance under Prevention of Homelessness Act. Hahin v. Bureau of Housing Services, Department of Community Affairs, 92 N.J.A.R.2d (CAF) 29.

5:41-2.2 Distribution of funding

(a) Funds available to the Homelessness Prevention Program shall be so allocated that funding is available for those now homeless, for those facing homelessness as a result of eviction and for those facing homelessness as a result of foreclosure.

(b) Funds shall be so distributed so that applicants in all regions of the State have equal access to assistance.

5:41-2.3 Levels of assistance

(a) The Homelessness Prevention Program shall apply available funds so as to provide assistance to as many people in need of such assistance as possible. Assistance to any one person or household shall not exceed the minimum amount necessary to obtain habitable lodging or to avoid imminent eviction or foreclosure.

(b) Where there is any reasonable prospect of repayment, funds shall be advanced as a loan rather than as a grant, upon such terms as the Department of Community Affairs shall consider reasonable and appropriate in light of prevailing interest rates and the applicant's present and future ability to repay.

1. Loans shall be evidenced by a note and, if the applicant owns real property, secured by a mortgage. The form and content of the note and mortgage shall be prescribed by the Department of Community Affairs.

Amended by R.2008 d.66, effective April 7, 2008.
See: 39 N.J.R. 4986(a), 40 N.J.R. 1827(b).

In the introductory paragraph of (b) and in (b)1, substituted "Department of Community Affairs" for "Bureau of Housing Services".

Case Notes

Rental assistance; apartment larger than applicant needed. N.J.S.A. 52:27D-280 et seq. B.T. v. Department of Community Affairs, 93 N.J.A.R.2d (CAF) 29.

5:41-2.4 Period of assistance

(a) No person who has become eligible for permanent rental assistance under the Housing Choice Voucher Program of the United States Housing Act of 1937, 42 U.S.C. §1437(f) (24 CFR §§982.01 et seq.) or for any subsidized housing, which the household can afford shall continue to receive assistance under the Homelessness Prevention Program once the permanent rental assistance or subsidized housing becomes available.

(b) No person shall continue to receive assistance under the Homelessness Prevention Program for more than six months, nor shall any person receive assistance to pay more than three months' rental arrears, unless the Department of Community Affairs finds there to be sufficient extenuating circumstances to justify an extension.

(c) A household shall be eligible for assistance under the Homelessness Prevention Program more than once only if the problem causing the situation is not chronic or repetitive in nature. Any assistance given after the first award shall be in the form of a loan.

Amended by R.1986 d.296, effective July 21, 1986.
See: 17 N.J.R. 2939(a), 18 N.J.R. 1453(c).

(c) added.
Amended by R.1988 d.521, effective November 7, 1988.
See: 19 N.J.R. 1777(a), 20 N.J.R. 2752(a).

Added text in (b) "nor shall any months' rental arrears".
Amended by R.2008 d.66, effective April 7, 2008.
See: 39 N.J.R. 4986(a), 40 N.J.R. 1827(b).

In (a), substituted "Housing Choice Voucher Program" for "section 8 program"; "§1437(f) (24 CFR §§982.01)" for "§ 1437(f) (24 C.F.R. § 882.101" and "the household" for "he", and inserted a comma following the first occurrence of "housing"; in (b), substituted "Department of Community Affairs" for "Bureau of Housing Services"; and in (c), inserted the last sentence.

5:41-2.5 Priorities

(a) Inasmuch as all households that apply and are found eligible may not be able to receive assistance due to lack of funds, first consideration shall be given to those most vulnerable in the event of homelessness. Priorities for consideration for assistance among otherwise qualified applicants in the same applicant pool shall be assigned in the following order. However, no person shall be deemed to be entitled to assistance solely by virtue of being in one of the following categories.

1. Households with a person who is found to be disabled or handicapped by a government agency physician or other health professional at time of application;

2. Households with a person who is at least 62 years of age;

3. Victims of domestic violence (A referral from the Department of Children and Families, emergency shelter agency, county welfare agency, or other social agency shall be required.);

4. Households with children, which have broken up or face imminent breakup due to homelessness. (A recommendation from the Department of Children and Families, emergency shelter agency, county welfare agency or other social agency shall be required.);

5. Single parent households;

6. Other households with children;

7. All other households.

(b) Preference will be given to households already in sustainable housing.

Amended by R.1986 d.296, effective July 21, 1986.
See: 17 N.J.R. 2939(a), 18 N.J.R. 1453(c).

(a)1 amended; (a)2 through 6 deleted; new (a)3.-7.
Amended by R.1990 d.62, effective February 5, 1990.
See: 21 N.J.R. 2845(a), 22 N.J.R. 336(b).

Clarified that inclusion in a priority category does not confer automatic entitlement to assistance; required handicap or disability to be determined by a health professional at the time of application; made clear a preference for households already in sustainable housing and deleted the preference category of families in which children are to be placed elsewhere because of homelessness.

Amended by R.2008 d.66, effective April 7, 2008.
See: 39 N.J.R. 4986(a), 40 N.J.R. 1827(b).

In (a)3 and (a)4, substituted "Department of Children and Families" for "Division of Youth and Family Services".

5:41-2.6 Administrative hearings

(a) Any person aggrieved by any notice, order, action or decision of the Department of Community Affairs under this chapter may appeal that notice order, action or decision to the Office of Administrative Law for a hearing pursuant to the Administration Procedure Act, pursuant to N.J.S.A. 52:14B-1 et seq. and the Uniform Administrative Rules of Practice, N.J.A.C. 1:1.

(b) A request for a hearing must be made in writing within 15 days of the applicant's receipt of the notice or order complained of and must be sent to the Hearing Coordinator, Department of Community Affairs, PO Box 802, Trenton, New Jersey 08625-0802.

New Rule, R.1985 d.74, effective March 4, 1985.
See: 16 N.J.R. 3497(a), 17 N.J.R. 577(b).
Amended by R.1990 d.62, effective February 5, 1990.
See: 21 N.J.R. 2845(a), 22 N.J.R. 336(b).

Corrected CN number in address.
Amended by R.2008 d.66, effective April 7, 2008.
See: 39 N.J.R. 4986(a), 40 N.J.R. 1827(b).

In (a), substituted "Department of Community Affairs" for "Bureau of Housing Services" and updated the N.J.A.C. reference; and in (b), substituted "Department of Community Affairs" for "Division of Housing and Development".

SUBCHAPTER 3. HABITABILITY STANDARDS

5:41-3.1 Compliance with H.U.D. Housing Quality Standards

(a) Any rental housing unit, the rental for which is paid, in whole or in part, with rental assistance received under the Homelessness Prevention Program, shall be in compliance with the Housing Quality Standards of the United States Department of Housing and Urban Development.

(b) The Department of Community Affairs may allow payment of rental assistance for a unit if the unit can be occupied without any imminent hazard to health or safety and the owner of the unit is proceeding in a reasonable manner to abate any violation of the H.U.D. Housing Quality Standards.

Amended by R.2008 d.66, effective April 7, 2008.

See: 39 N.J.R. 4986(a), 40 N.J.R. 1827(b).

In (b), substituted "Department of Community Affairs" for "Bureau of Housing Services".