

Language to amend the National Affordable Housing Act

Section 215. Qualification as Affordable Housing

Add a **new paragraph**, as follows:

215(b)(5) will remain affordable, according to binding commitments satisfactory to the Secretary, except upon a foreclosure by a lender (or upon other transfer in lieu of foreclosure), if such action is not for the purpose of avoiding the low-income affordability restrictions, as determined by the Secretary, and also upon non-compliance on the part of a HOME-assisted homebuyer that is not due to any fault of the participating jurisdiction.

Section 219. Repayment of Investment

Add the following language to the end of the first sentence under Section 219 b. Assurance of repayment:

“...except upon foreclosure by a lender (or upon other transfer in lieu of foreclosure), if such action is not for the purpose of avoiding the low income affordability restrictions, as determined by the Secretary and also upon non-compliance on the part of a HOME-assisted homebuyer that is not due to any fault of the participating jurisdiction.”