

URA the HUD Way Module 1: URA Overview Summary

General Overview

- URA—a federal law known as the Uniform Relocation Assistance and Real Property Acquisition Act of 1970, as amended.
- If federal financial assistance is used in <u>any phase</u> of a project involving **acquisition**, **rehabilitation**, **or demolition**, URA requirements apply.
- The URA establishes minimum federal requirements for real property acquisition and relocation assistance for federally-funded projects.

General Information

Federal Financial Assistance (see 49 CFR 24.2(a)(13) for definition):

- HUD funding in a project typically represents federal financial assistance.
- Sole use of Low Income Housing Tax Credits (LIHTC) or FHA mortgage insurance **is not** considered federal financial assistance.
- The URA may apply where LIHTC and FHA mortgage insurance are combined with other federal financial assistance.

Displaced person: Generally, any person who moves or moves their or personal property from real property as a direct result of acquisition, rehabilitation, or demolition for a project (refer to 49 CFR 24.2(a) for the complete definition).

A "**person**" can be an individual, family, partnership, corporation, or association.

Real Property Acquisitions

- Voluntary acquisitions depend on the circumstances and involve more than a willing buyer and seller.
- Acquisitions which fail to meet the test of a voluntary acquisition under 49 CFR 24.101(b)(1)-(5), must comply with the full Subpart B requirements of 49 CFR part 24.

Residential Permanent Relocation

- Highlights include: relocation advisory services, minimum 90 day written notice to vacate, comparable replacement housing, moving expense payments, Replacement Housing Payments (RHPs) and housing of last resort when necessary.
- When an agency's selected comparable replacement dwelling results in an RHP that exceeds the URA statutory limit, housing of last resort **must** be provided.
- Paying RHPs in excess of statutory monetary limits is a common method of providing housing of last resort for both tenants and homeowners.
- Homeowner-occupants selling their property under URA voluntary acquisition requirements do not qualify for relocation assistance. However, tenants displaced as a result of voluntary acquisitions are eligible.



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Nonresidential Permanent Relocation

A nonresidential displaced person can be a **business, farm, or nonprofit**.

URA Nonresidential Relocation highlights include:

- Relocation advisory services,
- Minimum 90 day written notice to vacate, and
- Either:
 - Moving expense payments, related nonresidential expenses, and reestablishment expenses for small businesses (not to exceed \$25,000); OR
 - A fixed payment of up to \$40,000 (in lieu of all other expenses)

Residential Temporary Relocation

- Temporary relocation should not exceed 12 months. After 12 months, agencies must offer permanent relocation assistance.
- Temporarily relocated households are to be reimbursed for reasonable increased out-of-pocket expenses.
- Temporary replacement housing must be decent, safe, and sanitary.
- Some HUD programs include additional temporary relocation requirements beyond the URA's minimum.

Nonresidential Temporary Relocation

If a business will be shut-down for any length of time, it may be temporarily relocated and reimbursed for all reasonable out-of-pocket expenses or must be determined to be displaced, at the agency's option.

Recordkeeping

HUD-funded recipients are required to maintain adequate records (including acquisition and occupancy documentation) to demonstrate URA compliance, whether or not displacement occurs.

Some HUD programs include additional acquisition and relocation requirements beyond the URA.