Amendment to the Amendment in the Nature of a Substitute to H.R. 5196 Offered by Mr. McHenry of North Carolina

Page 1, strike line 4 and all that follows through page 25, line 2, and insert the following (and redesignate succeeding sections accordingly):

1SEC. 2. SIMPLIFYING AND EXPEDITING THE DELIVERY OF2RENTAL ASSISTANCE.

3 (a) CONSOLIDATION OF EMERGENCY RENTAL AS4 SISTANCE PROGRAMS.—Notwithstanding any inconsistent
5 provision of section 3201 of the American Rescue Plan
6 Act of 2021 (15 U.S.C. 9058c), amounts made available
7 under subsection (a)(1) of such section shall be subject
8 to the following requirements:

9 (1) PAYMENT.—Any amounts allocated to an 10 eligible grantee that, as of July 1, 2021, have not 11 been paid to the eligible grantee shall be paid (but 12 not reallocated) to the eligible grantee in accordance 13 with section 501(b) of subtitle A of title V of divi-14 sion N of the Consolidated Appropriations Act, 2021 15 (15 U.S.C. 9058a(b)), except that such section 16 501(b)(1)(A)(i) shall be applied to such amounts by $\mathbf{2}$

substituting "Expediting Assistance to Renters and
 Landlords Act of 2021" for "this section".

3 (2) TREATMENT.—Any amounts described in 4 paragraph (1) and any amounts that have been paid 5 to an eligible grantee under such section 3201 but 6 have not been used, as of July 1, 2021, to assist an 7 eligible household, shall be treated as having been 8 paid to such eligible grantee pursuant to such sec-9 tion 501(a) and shall be subject to the provisions of 10 such section 501, as amended by this section, except 11 to the extent inconsistent with this section.

(b) AVAILABILITY OF FUNDS.—Paragraph (1) of section 501(e) of subtitle A of title V of division N of the
Consolidated Appropriations Act, 2021 (15 U.S.C.
9058a(e)(1)), is amended by striking "September 30,
2022" and inserting "December 31, 2021".

17 (c) EXPEDITING THE DELIVERY OF ASSISTANCE.— Section 501(d) of subtitle A of title V of division N of 18 19 the Consolidated Appropriations Act, 2021 (15 U.S.C. 20 9058a(d)) is amended by striking "the Secretary shall re-21 capture excess funds, as determined by the Secretary, not 22 obligated by a grantee" and inserting "each month the 23 Secretary shall recapture from the pool of grantees who 24 comprise the lowest 10 percent of all grantees, as measured by the percentage of funds obligated from amounts 25

originally allocated and paid to such grantee under sub section (b)(1), an amount equal to not less than 25 per cent of funds not currently obligated by a grantee".

4 SEC. 3. ENDING THE THREAT OF EVICTIONS BY ELIMI-5 NATING RENT ARREARS.

6 (a) REQUIREMENT TO USE CONSOLIDATED APPRO7 PRIATIONS ACT FUNDS FOR RENTAL ARREARS.—

8 (1) IN GENERAL.—Subsection (c) of section
9 501 of subtitle A of title V of division N of the Con10 solidated Appropriations Act, 2021 (15 U.S.C.
11 9058a(c)), is amended by adding at the end the fol12 lowing new paragraph:

13 "(6) REQUIREMENT TO USE ASSISTANCE FOR 14 RENTAL ARREARS.—Notwithstanding any other pro-15 vision of this subsection, effective on the date of en-16 actment of this paragraph, any funds paid to an eli-17 gible grantee pursuant to subsection (a) that have 18 not been used to assist an eligible household shall be 19 used only to provide financial assistance to eligible 20 households solely for the payment of rent arrears 21 under paragraph (2)(A)(ii) of this subsection.".

(2) ARPA FUNDS.—Any amounts described in
section 2(a)(1) of this Act and any amounts that
have been paid to an eligible grantee under such section 3201 but have not been used, as of July 1,

2021, to assist an eligible household, shall be used
 only to provide financial assistance specified in para graph (6) of section 501(c) of subtitle A of title V
 of division N of the Consolidated Appropriations
 Act, 2021 (15 U.S.C. 9058a(c)(6)), as added by
 subsection (a) of this section.

7 (b) FULLY ELIMINATING RENT ARREARS.—Section
8 501(c)(2) of subtitle A of title V of division N of the Con9 solidated Appropriations Act, 2021 (15 U.S.C.
10 9058a(c)(2)) is amended by adding at the end the fol11 lowing new subparagraph:

12 ('(D))REQUIREMENT TO EXTINGUISH RENTAL ARREARS .- For any financial assist-13 14 ance provided by an eligible grantee to an eligi-15 ble household pursuant to paragraph (2)(A)(ii)16 of this subsection, such assistance must fully 17 extinguish all eligible rental arrears for which 18 an application has been submitted.".

19sec. 4. targeting assistance to households with20The highest need.

21 (a) DIRECT COVID IMPACT.—

(1) CONSOLIDATED APPROPRIATIONS ACT.—
Section 501(k)(3)(A)(i)(II) of subtitle A of title V of
division N of the Consolidated Appropriations Act,
2021 (15 U.S.C. 9058a(k)(3)(A)(i)(II)) is amended

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by striking "due, directly or indirectly, to" and in serting "due directly to".

3 (2) ARPA.—Section 3201(f)(2)(A)(ii) of the
4 American Rescue Plan Act of 2021 (15 U.S.C.
5 9058c(f)(2)(A)(ii)) is amended by striking "hardship
6 during or due, directly or indirectly," and inserting
7 "hardship due directly".

8 (b) PRIORITIZATION OF HARDEST HIT HOUSE9 HOLDS.—Section 501(c)(4) of subtitle A of title V of divi10 sion N of the Consolidated Appropriations Act, 2021 (15)
11 U.S.C. 9058a(c)(4)) is amended by adding at the end the
12 following new subparagraph:

13 "(C) In approving applications for finan-14 cial assistance and housing stability services to 15 eligible households from a payment made under 16 this section, an eligible grantee shall prioritize 17 approval of those applications by eligible house-18 holds which include a valid copy of a submitted 19 Federal or State tax return for calendar year 20 2020 for purposes of income verification under 21 subsection (k)(3)(C)(i)(I).".

22 SEC. 5. INCENTIVIZING ROBUST LANDLORD PARTICIPA23 TION.

(a) MAXIMIZING LANDLORD PARTICIPATION.—Sec-tion 501(c) of subtitle A of title V of division N of the

Consolidated Appropriations Act, 2021 (15 U.S.C.
 9058a(c)), as amended by the preceding provisions of this
 Act, is further amended by adding at the end the following
 new paragraph:

5 "(7) Prohibition on conditional financial 6 ASSISTANCE.—Subject to the requirements of sub-7 section (f)(2), for any payments made by an eligible 8 grantee to a lessor or utility provider on behalf of 9 an eligible household, the eligible grantee may not 10 condition acceptance of any such payments on any 11 future action or inaction by the lessor or utility pro-12 vider.".

(b) APPLICATIONS SUBMITTED ON BEHALF OF TEN14 ANT WITHOUT TENANT SIGNATURE.—Section 501(f) of
15 subtitle A of title V of division N of the Consolidated Ap16 propriations Act, 2021 (15 U.S.C. 9058a(f)) is amend17 ed—

18 (1) in paragraph (2), by striking subparagraph19 (A) and inserting the following:

20 "(A) either—

21 "(i) the landlord must obtain the sig22 nature of the tenant on such application,
23 which may be documented electronically; or
24 "(ii) in the case of a landlord who has
25 not obtained the signature of the tenant on

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1	such application, the Secretary shall not
2	later than 30 days after the date of the en-
3	actment of this subparagraph establish a
4	process by which a landlord may submit
5	such application after taking reasonable
6	steps to obtain such signature, as deter-
7	mined by the Secretary;".
8	(2) by adding at the end the following new
9	paragraph:
10	"(3) NOTICE OF APPLICATION.—In the case of
11	a landlord applying pursuant to paragraph
12	(1)(A)(ii), the Secretary shall require the landlord to
13	notify the renter of the intent of the landlord to sub-
14	mit such application not less than 7 days before
15	such landlord submits such application.".
16	(c) Applications for Rent Arrears Assistance
17	ON VACATED UNITS.— Section 501(f) of subtitle A of title
18	V of division N of the Consolidated Appropriations Act,
19	2021 (15 U.S.C. $9058a(f)$), as amended by the preceding
20	provisions of this Act, is further amended by adding at
21	the end the following new paragraph:
22	"(4) Landlord application for assistance
23	ON VACATED UNITS.—Not later than 30 days after
24	the date of the enactment of this paragraph, the
25	Secretary shall establish a process for a landlord to

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submit an application for assistance to eliminate the

2 arrears incurred from a dwelling that has been va-3 cated by a renter, which shall include the following 4 requirements: "(A) The dwelling had been occupied by a 5 6 tenant or tenants with a written lease agree-7 ment for a period of not less than 90 days be-8 ginning on or after March 13, 2020, who have 9 incurred arrears. 10 "(B) The tenant or tenants that have in-11 curred arrears have vacated the dwelling for a 12 period of not less than 30 days prior to applica-13 tion. 14 "(C) The landlord shall not be required to 15 obtain the consent of the vacated tenant to sub-16 mit an application for arrears.". 17 (d) BULK APPLICATIONS FOR ASSISTANCE.—Section 501(f) of subtitle A of title V of division N of the Consoli-18 19 dated Appropriations Act, 2021 (15 U.S.C. 9058a(f)), as 20 amended by the preceding provisions of this Act, is further 21 amended by adding at the end the following new para-22 graph: 23 "(5) BULK APPLICATIONS.—Not later than 30 24 days after the date of the enactment of this para-25 graph, the Secretary shall establish a process for a

landlord of a residential dwelling to submit a con solidated application for financial assistance on be half of all eligible households within that dwelling.".
 SEC. 6. REQUIRING ACCOUNTABILITY AND FIGHTING
 FRAUD.

6 (a) ELIGIBILITY VERIFICATION AND PROHIBITION
7 OF FALSE STATEMENTS.—Section 501 of subtitle A of
8 title V of division N of the Consolidated Appropriations
9 Act, 2021 (15 U.S.C. 9058a) is amended by adding at
10 the end the following new subsection:

11 "(m) PREVENTION OF FRAUD.—

12 "(1) IN GENERAL.—Any submission to establish 13 eligibility pursuant to an application to an eligible 14 grantee for financial assistance or housing stability 15 services by an eligible household or by a lessor or 16 utility provider on behalf of the eligible household, 17 including an attestation of eligibility, shall be made 18 in writing.

"(2) FALSE STATEMENTS DISCLAIMER.—Any
application for assistance under this under this section or section 3201 of the American Rescue Plan
Act of 2021 (15 U.S.C. 9058c) provided by an eligible grantee shall contain the following disclaimer
displayed in a in a clear and conspicuous manner:
'Falsification of paperwork or any material false-

1 hoods or omissions in the application, including 2 knowingly seeking duplicative benefits, is subject to 3 State and Federal criminal penalties. You are par-4 ticularly put on notice that section 1001 of title 18, 5 United States Code, states that a person shall be 6 fined or imprisoned for up to five (5) years for 7 knowingly and willfully making any materially false 8 or fraudulent statement or representation to any 9 U.S. Department or Agency.".

(b) CONFIRMATION OF APPROVED ASSISTANCE.—
Section 501(c) of subtitle A of title V of division N of
the Consolidated Appropriations Act, 2021 (15 U.S.C.
9058a(c)), as amended by the preceding provisions of this
Act, is further amended by adding at the end the following
new paragraph:

16 "(8) DOCUMENTATION OF USE.—For any pay-17 ments made by an eligible grantee directly to an eli-18 gible household for the purpose of making payments 19 to the lessor or utility provider, the eligible grantee 20 shall require that the eligible household provide 21 timely documentation that such payments were fully 22 used by the eligible household only for the purpose 23 for which the payments were provided.".

24 (c) COMPREHENSIVE INSPECTOR GENERAL OVER25 SIGHT.—Section 501(i)(1) of subtitle A of title V of divi-

sion N of the Consolidated Appropriations Act, 2021 (15
 U.S.C. 9058a(i)(1)) is amended by striking "under this
 section" and inserting "under this section and section
 3201 of the American Rescue Plan Act of 2021 (15 U.S.C.
 9058e)".

Page 25, line 7, strike "is amended" and insert ", as amended by the preceding provisions of this Act, is further amended".

Page 25, line 8, strike "(o)" and insert "(n)".

Page 27, strike line 5 and all that follows through page 39, line 22.

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