

What is Section 3?

Section 3 is a provision of the Housing and Urban Development (HUD) Act of 1968 that helps foster local economic development, neighborhood economic improvement, and individual self-sufficiency. The Section 3 program requires that recipients of certain HUD financial assistance, to the greatest extent feasible, provide job training, employment, and contracting opportunities for low- or very-low income residents in connection with projects and activities in their neighborhoods.

Who are Section 3 residents?


Section 3 residents are:

- Public housing residents or
- Persons who live in the area where a HUD-assisted project is located and who have a household income that falls below HUD's income limits.

Determining Income Levels

- Low income is defined as 80% or below the median income of that area.
- Very low income is defined as 50% or below the median income of that area.

INCOME LIMITS FOR FY2017 – LANE COUNTY

 FY 2017 INCOME LIMITS DOCUMENTATION SYSTEM										
HUD.gov HUD User Home Data Sets Fair Market Rents Section 8 Income Limits MTSP Income Limits HUD LIHTC Database										
FY 2017 Income Limits Summary										
FY 2017 Income Limit Area	Median Income Explanation	FY 2017 Income Limit Category	Persons in Family							
			1	2	3	4	5	6	7	8
Lane County	\$59,000	Very Low (50%) Income Limits (\$) Explanation	20,650	23,600	26,550	29,500	31,900	34,250	36,600	38,950
		Extremely Low Income Limits (\$)* Explanation	12,400	16,240	20,420	24,600	28,780	32,960	36,600*	38,950*
		Low (80%) Income Limits (\$) Explanation	33,050	37,800	42,500	47,200	51,000	54,800	58,550	62,350

What is a Section 3 business concern?

A business that:

- Is 51 percent or more owned by Section 3 residents;
- Employs Section 3 residents for at least 30 percent of its full-time, permanent staff; or
- Provides evidence of a commitment to subcontract to Section 3 business concerns, 25 percent or more of the dollar amount of the awarded contract.

What programs are covered?

Section 3 applies to HUD-funded Public and Indian Housing assistance for development, operating, and modernization expenditures.

Section 3 also applies to certain HUD-funded Housing and Community Development projects that complete housing rehabilitation, housing construction, and other public construction.

Examples of

Opportunities include:

- | | | |
|------------------------|---------------------|-----------------------|
| • Accounting | • Electrical | • Marketing |
| • Architecture | • Elevator | • Painting |
| • Appliance repair | Construction | • Payroll Photography |
| • Bookkeeping | • Engineering | • Plastering |
| • Bricklaying | • Fencing | • Plumbing |
| • Carpentry | • Florists | • Printing Purchasing |
| • Carpet Installation | • Heating | • Research |
| • Catering | • Iron Works | • Surveying |
| • Cement/Masonry | • Janitorial | • Tile setting |
| • Computer/Information | • Landscaping | • Transportation |
| • Demolition | • Machine Operation | • Word processing |
| • Drywall | • Manufacturing | |

Businesses that meet the definition of a Section 3 business concern receive priority under Section 3.

“Section 3 requirements provide preference but not a guarantee to Section 3 residents and Section 3 businesses when new jobs, training, or contracting opportunities are created as a result of HUD funds. Section 3 residents and businesses are not entitled to jobs or contracts simply because they meet the eligibility criteria”.

For more information about Section 3 and how it may apply to you, please contact Teresa Hashagen at (541) 682-2562 or via email at thashagen@homesforgood.org