

What every contractor should know about Section 3

The City of Fort Smith is responsible for reporting all Section 3 activities to HUD including Contractor and subcontractors that may qualify as Section 3 Business concerns or Section 3 residents.

When the City of Fort Smith finds the need to hire contractors or sub-contractors, while working on a CDBG and/or HOME Investment Partnership funded project, we must, to the greatest extent feasible, hire persons from the area where the work is being completed.

What is a Section 3 resident?

A resident of public or indian housing or individuals that live within the City of Fort Smith and whose incomes do not exceed the local HUD income limits set forth for low or very low income households.

What is a Section 3 business?

A business that is 51% or more owned by Section 3 residents.

A business whose full time employees include at least 30% Section 3 residents.

A business that sub-contracts at least 25% of teh dollar amount subcontracts to Section 3 businesses.