



FY11 Budget and HUD Appropriations

Urge Congress to:

- Pass an FY11 T-HUD appropriations bill with at least the funding levels of the House passed and Senate Appropriations Committee passed bills to provide adequate funding for all housing and community development program, including:

HUD Program <i>(all figures are in millions of dollars)</i>	FY10 Enacted	FY11 President's Request	FY11 House Passed Bill 7/30	FY11 Senate Bill 7/23	FY11 NLIHC's Request
Tenant Based Rental Assistance	18,184	19,551	19,396	19,396	19,551
New Tenant Based Rental Assistance- 250,000 vouchers	---	---	---	---	2,060
Project Based Rental Assistance	8,552	9,382	9,382	9,400	9,382
Public Housing Capital Fund	2,500	2,044	2,500	2,500	5,000
Public Housing Operating Fund	4,775	4,829	4,829	4,829	5,084
Resident Opportunity and Supportive Services	50	0	50	50	55
Housing Opportunities for Persons with AIDS	335	340	350	340	410
Homeless Assistance Grants	1,865	2,055	2,200	2,055	2,400
Housing for the Elderly (Section 202)	825	274	825	825	825
Housing for Persons with Disabilities (Section 811) Construction only, \$114 million in TBRA, \$414 total.	300	90	300	200	300
Fair Housing and Equal Opportunity	72	61	72	72	83
Policy Development & Research	48	87	50	62	87
HOME Investment Partnership Program	1,825	1,650	1,825	1,825	2,000
Community Development Block Grant	3,990	3,990	3,998	3,990	3,990

Background:

In February, the President submitted his detailed budget request to Congress for FY11 after announcing his plan to freeze non-security and non-veterans discretionary funding at the FY10 level for three years. To meet this goal of freezing discretionary funds, the HUD budget proposes full funding for core operating programs, cuts to several key programs and three new initiatives including:

- \$1 billion to capitalize the National Housing Trust Fund (also requested in FY10)

- A new Transforming Rental Assistance initiative allowing public/assisted housing conversion to a new subsidy to: attract private rehab capital, streamline programs and provide residents mobility.
- A new Housing and Services Vouchers for Homeless Persons Demonstration pairing 10,000 vouchers with services from the Departments of Education and Health and Human Services.
- A new Catalytic Investment Competition grants to provide economic development funds in conjunction with other HUD funds (including the Choice Neighborhoods Initiative)
- Increased funding for the new Choice Neighborhoods Initiative (CNI) to replace the Hope VI program (FY10 CNI demonstration funds have not yet been distributed)
- Increased funding for Homeless Assistance Grants to implement many activities authorized under the newly passed Hearth Act
- Funding to renew existing Tenant Based and Project Based Rental Assistance
- Level funding for Community Development Block Grants
- Insufficient funding for the Public Housing Operating Fund
- Insufficient funding for the Public Housing Capital Fund (HUD anticipates the Capital Fund is supplemented by funds from ARRA)
- Cuts eliminating the construction funds for the Section 202 housing for the elderly and Section 811 housing for people with disabilities programs
- Elimination of the Resident Opportunity and Supportive Services program
- A cut to the HOME Investment Partnership program.

The Senate Budget Committee passed a budget resolution on April 23 that included a reserve fund for the National Housing Trust Fund but this was not brought to the Senate floor. The House passed a “budget enforcement” resolution on July 1 instead of passing a traditional budget resolution.

The House passed, H.R. 5850, the FY11 Transportation, Housing and Urban Development (T-HUD) Appropriations bill on July 29. The bill provided funding for many programs at the FY10 levels, increased funding for a few programs, funded new initiatives, and restored funding for several programs not included in the President’s budget. The Senate Appropriations Committee marked up their FY11 T-HUD bill, S. 3644, on July 22. Similar to the House, the Senate funded new programs and restored funding to programs the President’s budget. The Senate bill has not been brought to the floor for consideration.

The House and Senate did not complete work on an FY11 budget prior to the end of the fiscal year. To keep the government funded each body instead passed a Continuing Resolution (CR) which provides departments with FY10 funding levels. The first CR expired on December 3 and Congress passed a second CR that will last through December 18. Congress will need to pass a FY11 appropriations bill or another CR by December 18, 2010.