



distance learning

quickcasts

Happening in Congress: HUD Funding and Policy Considerations



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This QuickCast

- Review enacted appropriation bill for fiscal year **2017**.
- Overview of President Trump's fiscal year **2018** request.
- Latest on our campaign:



HUD Funding Bill for FY17

- Renews all Section 8 Project Based Rental Assistance, 202 and 811 contracts.
- New \$10M in Section 202 account.
- Flat funding for Service Coordinators.

HUD Funding Bill for FY17

- No RAD for PRAC.
- Insufficient funding to renew all vouchers in use in 2017 – about 60K vouchers not funded.
- Increases for homeless assistance, flat/low funding for public housing.

White House HUD Request for FY18

- **May 23:** White House budget request to Congress.
- Seeks \$7.2B cut to HUD, a **15%** cut compared to **FY17**.
- Massive cuts to public housing and voucher programs.
- Cuts the homeless assistance account.

White House HUD Request for FY18

- Funding for **Section 202** account:
 - Small increase but significantly insufficient given 5800 new contracts up for renewal.
 - Increase for Service Coordinators to \$90M.
 - Of insufficient amount requested, allows Secretary to transfer \$35M to Section 811 account (and vice versa).

White House HUD Request for FY18

- Funding for **Section 8 PBRA** and **Section 811**:
 - Request is insufficient to renew all **PBRA** contracts (by about \$700M).
 - A 17% cut to the **Section 811** account compared to FY17.

White House HUD Request for FY18

How can cuts be so deep?

“this request reflects implementation of several cost-cutting measures in 2018”

“these policies serve as a starting point as the Administration works towards a more comprehensive package of rental assistance reforms”

White House HUD Request for FY18

- Increase tenant rent contributions to greater of 30% of adjusted income (the current tenant rent standard) or 35% of gross income for residents of the Section 8 Project-Based Rental Assistance, Section 202, and Section 811 programs.

White House HUD Request for FY18

- Allow the HUD Secretary to suspend rent increases in **FY18** for Section 8 Project-Based Rental Assistance, Section 202, Section 811 communities.

White House HUD Request for FY18

- Eliminate utility reimbursements for tenants, with hardship provisions to be determined by the HUD Secretary, when payments from HUD to families exceed tenant-paid utility costs exceed minimum rents paid by families.

White House HUD Request for FY18

- Eliminates HOME.
- Eliminates CDBG.
- Eliminates the National Housing Trust Fund.
- Eliminates the Capital Magnet Fund.

White House HUD Request for FY18

Other Policy Changes in Request

- RAD for PRAC. 😊
- Decrease value of Tenant Protection Vouchers. 😞

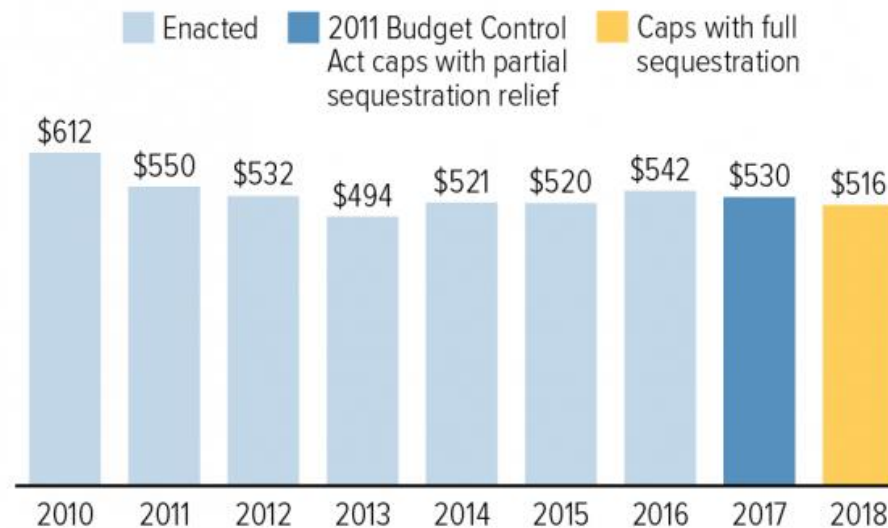
HUD Budget Chart (selected programs)

LeadingAge May 23, 2017 (figures in millions of dollars)									
	FY10	FY11	FY12	FY13	FY14	FY15	FY16	FY17	President's request for FY18
Section 202 Housing for the Elderly	825	400	375	355	384	436	433	502	510*
Section 202 Capital Advance / new construction	582	100	-	-	-	-	-	10	-
Project Rental Assistance Contract renewals / amendments	93	170	259	285	312	366	363	417	417
Service Coordinators	90	90	91	70	72	70	77	75	90
Assisted Living Conversion Program	40	40	25	-	-	-	-	-	-
Section 202 pre-development grants	20	-	-	-	-	-	-	-	-
For transfer/merger into Section 811 account									35
Section 8 Project-Based Rental Assistance	8,552	9,257	9,340	8,851	9,917	9,730	10,620	10,816	10,751
Tenant-Based Rental Assistance	16,339	18,371	18,914	17,964	19,177	19,304	19,629	20,292	19,318
Homeless Assistance Grants	1,865	1,901	1,901	1,933	2,105	2,135	2,250	2,383	2,250
Section 811 Housing for Persons with Disabilities	300	150	165	156	126	135	151	146	121**
For transfer/merger into Section 202 account									35
Public Housing Capital Fund	2,500	2,040	1,875	1,777	1,875	1,875	1,900	1,942	628
Public Housing Operating Fund	4,775	4,617	3,962	4,054	4,400	4,440	4,500	4,400	3,900
*including \$35million that the HUD Secretary could shift to the Section 811 program.									
**including \$35million that the HUD Secretary could shift to the Section 202 program.									

The Budget Control Act & Spending Caps

Non-Defense Appropriations Well Below 2010 Level

In billions of 2018 dollars



Notes: Reflects sequestration relief under the Bipartisan Budget Acts of 2013 and 2015. All amounts exclude funding for disasters, emergencies, program integrity, and Overseas Contingency Operations.

Source: CBPP analysis of data from the Congressional Budget Office and the Office of Management and Budget

Spending Caps

- Congress must raise the caps for **FY18**, as they did for **FY14**, **FY15**, **FY16**, and **FY17**.
- Balanced cap relief is relief for domestic and defense programs in **2018** is essential to avert cuts, provide more adequate funding.
- President Trump: increase defense by \$54B & cut non-defense discretionary by \$54B.

www.saveHUD202.org



SAVE**HUD202**

Save HUD 202

- Protect and expand affordable housing for very low income seniors.
- Educate Congress.
- Raise our voices: Rally on June 27 at the United States Capitol Building!
- Join us: www.saveHUD202.org

Thank you!

Questions?

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