November 15, 2013

The Honorable Hal Rogers Chairman Committee on Appropriations U.S. House of Representatives Washington, DC 20515

The Honorable Tom Latham Chairman Subcommittee on Transportation-HUD U.S. House of Representatives Washington, DC 20515 The Honorable Nita Lowey Ranking Member Committee on Appropriations U.S. House of Representatives Washington, DC 20515

The Honorable Ed Pastor Ranking Member Subcommittee on Transportation-HUD U.S. House of Representatives Washington, DC 20515

Dear House Appropriations Leaders:

We thank you for your service as you work to finalize funding decisions for FY14. The undersigned eighteen (18) national organizations of local elected officials, housing and community development professionals, and representatives of non-profit organizations, collectively known as the Community Development Block Grant Coalition, ask you to support \$3.150 billion for Community Development Block Grant (CDBG) formula grants and \$1.0 billion for HOME Investment Partnerships (HOME) Program formula grants in final FY14 appropriations legislation; the amounts supported in the Senate.

Our organizations write today in support of CDBG and HOME. The CDBG program has been cut by nearly \$1 billion since 2010 and the HOME program has seen a reduction of over \$800 million. In an article in Politico this year, David Rogers noted that "CDBG's fall is the most striking example yet of what's become a genuinely historic rollback of domestic discretionary spending." The federal investment provided by these two programs creates jobs, leverages local dollars, and adds to the overall GDP. In this economy, State and local governments and their non-profit partners need these programs more than ever to assist our most needy citizens. We ask you to consider the impact these reductions have had on communities nationwide. These cuts have a magnified impact on the more vulnerable people in our communities – senior citizens, those experiencing homelessness, single parent families, persons with disabilities, and veterans. Because of these cuts, some CDBG and HOME-funded local programs have been zeroed out entirely.

CDBG provides vital funding to projects and services within each of the 1,169 cities, counties, and States which receive the funding; projects that directly impact the lives of our low- and moderate-income citizens. CDBG provides the flexibility to fund a myriad of activities, fill gaps where needed, and attract additional funding to projects. This combination of CDBG with other funding sources adds to our national economy and to the betterment of the lives of our citizens through improved neighborhoods and a better quality of life. HOME provides needed funds to provide affordable housing to a range of low income households through the development of

rental housing and through tenant-based rental assistance. The HOME program also provides funding for downpayment assistance and rehabilitation of owner-occupied homes.

CDBG Facts

- •Nearly 1,200 state and local governments receive CDBG funds.
- •CDBG is a jobs generator. Between FY05-FY12, CDBG created/ retained 302,622 jobs.
- •CDBG leverages other funds. For every \$1.00 of CDBG investment, another \$3.55 in private and public dollars is leveraged.
- •CDBG provides safe, decent, affordable housing. Between FY05-FY12, CDBG assisted over one million low- and moderate-income homeowners rehabilitate their homes, provided down payment and closing cost assistance to qualified home buyers, and assisted homeowners with lead-based paint abatement.
- •CDBG provides crucial public improvements to communities. Between FY05-FY12, CDBG public improvements benefitted over 30 million low- and moderate-income people nationwide. These public improvements included senior centers, child care centers, group homes for persons with disabilities, shelters for victims of domestic violence and homeless veterans, health clinics providing vaccinations and dental care to low-income children, sanitary water and sewer systems, safe streets, and improved drainage systems, among others.
- •CDBG provides needed public services. Between FY05-FY12, CDBG provided public services to over 95 million low- and moderate-income households. These services included employment training, meals and other services to the elderly, services to help abused and neglected children, assistance to local food banks, and many other services.

HOME Facts

- •Over 600 state and local government receive HOME funds.
- •**HOME creates affordable housing.** Since 1992, the program has created over one million units of decent, safe, affordable housing.
- •HOME assists extremely-low income populations. More than 50% of HOME funds have been used to assist very-low income and extremely low-income households.
- •**HOME leverages other funds**. For every \$1.00 dollar of investment, another \$4.00 in public and private resources is leveraged.

In closing, CDBG and HOME funding are the fuel used to support many local economies by providing resources for the needy, local job creation, and opportunities for growth. Both programs have suffered major cuts in funding over the last three years and continued cuts would have a significant impact on the loss of jobs, loss of assistance to low- and moderate-income

people, and particularly hurt vulnerable populations such as the homeless, children, and the elderly. We urge you to provide \$3.150 billion for CDBG formula grants and \$1.0 billion for HOME formula grants for FY14.

Respectfully,

American Planning Association Council of State Community Development Agencies Feeding America

Habitat for Humanity International

International Economic Development Council

Local Initiatives Support Corporation

National League of Cities

National Association for County Community and Economic Development

National Association of Development Organizations

National Association of Counties

National Association of Housing and Redevelopment Officials

National Association of Local Housing Finance Agencies

National Community Development Association

National Rural Housing Coalition

National Urban League

Rebuilding Together

U.S. Conference of Mayors

YWCA USA