

April 6, 2017

The Honorable Susan Collins Chairman Senate Committee on Appropriations Subcommittee on Transportation, Housing and Urban Development 184 Dirksen Senate Office Building Washington, D.C. 20510 The Honorable Jack Reed Ranking Member Senate Committee on Appropriations Subcommittee on Transportation, Housing and Urban Development 125 Hart Senate Office Building Washington, D.C. 20510

Dear Chairman Collins and Ranking Member Reed:

As you begin consideration of the Fiscal Year 2018 Transportation, Housing and Urban Development (THUD), and Related Agencies Appropriations bill, we strongly encourage the subcommittee to continue the Federal government's commitment to community development programs at the Department of Housing and Urban Development (HUD) and support \$3.3 billion in formula funds for the Community Development Block Grant (CDBG) program.

The CDBG program is one of the Federal government's most effective means to revitalize lowand moderate-income communities across the country. CDBG funding supports homeownership, housing rehabilitation, public improvements and economic development projects while encouraging additional local investment. CDBG makes its way into local economies through an extensive network of local organizations and remains a needed resource for families and communities.

Over 1,200 state and local governments receive annual CDBG funding. Every State, Territory, and Congressional District receives or has access to CDBG funds. The importance of this funding to meet the unique needs of local communities is widely recognized and we find it troubling that the President's budget proposes to eliminate the program altogether. Doing so would shift an insurmountable cost to local communities.

Over the past 40 years, the CDBG program has invested more than \$149 billion in communities nationwide. According to data reported to HUD by grantees, from FY 2005-2016, CDBG has helped more than 1.3 million households rehabilitate their homes, provided down payment and closing cost assistance to qualified homebuyers, and assisted homeowners with lead-based paint abatement. In addition, since 2005, the program has assisted in the creation and retention of more than 387,109 economic development-related jobs in low-income and moderate-income communities. CDBG has provided public services benefitting over 133 million people.

<u>CDBG Helps Seniors Live Independently</u>. CDBG funds are used to rehabilitate the homes of low- and moderate-income elderly persons to allow them to age in place, thereby avoiding costly assisted living and nursing home care. CDBG provides resources to Meals on Wheels and other local food programs to ensure our low-income seniors receive daily nourishment and contact. Further, CDBG funds are used to build senior centers to allow seniors to receive health and recreational services to stay engaged and healthy.

CDBG Strengthens Families through Homeownership. CDBG funds are used to assist creditworthy, working families with down payment and closing cost assistance to purchase a home. Homeownership stabilizes neighborhoods, allows families to build assets, and adds to the local tax base.

CDBG Creates Safer Communities. Local communities use CDBG to work with local police departments and neighborhood leaders to fight crime and make neighborhoods safer places to live and work by creating and expanding neighborhood watch groups, making safety improvements to homes and businesses, and encouraging local police sub-stations to move into high crime areas.

CDBG Invests in Our Next Generation. Local communities use CDBG funds to provide afterschool programs to low-income children, summer jobs for low-income youth, and build recreation centers to provide a safe outlet for learning, sports and personal growth.

Additionally, every \$1.00 of CDBG leverages another \$3.65 in non-CDBG funding.

When adjusted for inflation, last year's funding level of \$3 billion was only 20 percent of funding received during the program's first year in 1975—a year when the program served less than half as many grantees. We understand that the subcommittee must make difficult decisions, however, we urge you to provide no less than \$3.3 billion for the CDBG program in the FY18 THUD Appropriations bill.

Thank you for your consideration of this request and your continued support of community development and revitalization.

Sincerely,

United States Senator

ianne Feinstein

United States Senator

Christopher A. Coons

United States Senator

Brian Schatz

United States Senator

Richard J. Durbin

United States Senator

Tammy Duckworth United States Senator

Edward J. Markey United States Senator	Gary C. Peters United States Structor
Kirsten Gillibrand United States Senator	Christopher S. Murphy United States Senator
Elizabeth Warren United States Senator	Tim Kaine United States Senator
Robert P. Casey, Jr. United States Senator	Al Franken United States Senator
Sheldon Whitehouse United States Senator	Angus S. King, Jr. United States Senator
Mazi K.Hirono United States Senator	Jeanne Shaheen United States Senator
Debbie Stabenow United States Senator	Richard Blumenthal United States Senator
Thomas R. Carper United States Senator	Jeffrey A. Merkley United States Senator
Tom Udall	Joe Manchin III

Joe Manchin III United States Senator

United States Senator

Cory A. Booker United States Senator Catherine Cortez Maste United States Senator Michael F. Bennet United States Senator Maria Cantwell United States Senator Bernard Sanders United States Senator Robert Menendez United States Senator Martin Heinrich United States Senator Heidi Heitkamp United States Senator

United States Senator

