

# HUD COMMUNITY DEVELOPMENT BLOCK GRANTS (CDBG) RESTORE FY2015 FUNDING FOR LOCAL DEVELOPMENT AND INFRASTRUCTURE PROJECTS

**ACTION NEEDED:** Urge your members of Congress, especially those serving on the House and Senate Appropriations Committees, to fund the Department of Housing and Urban Development's (HUD) Community Development Block Grant (CDBG) program at \$3.3 billion as part of a final fiscal year (FY) 2015 Transportation-HUD (T-HUD) Appropriations measure. NADO supports retaining CDBG formula funds as a flexible, locally driven resource that provide valuable assistance for local community and economic development initiatives, including infrastructure and job creation projects supported by the CDBG State Small Cities program.

**BACKGROUND:** The FY2014 Consolidated Appropriations Act, enacted in January, provides \$3.08 billion for the CDBG program, a slight decrease from the FY2013 level.

On March 4, the president released his FY2015 budget proposal, which includes \$2.8 billion for CDBG, \$200 million below the FY2014 enacted level.

**LATEST ACTION:** The House and Senate Appropriations Committees have passed their respective FY2015 T-HUD Appropriations bills. The House Appropriations Committee approved \$3 billion for CDBG for FY2015, \$30 million below the current funding level. The Senate Appropriations Committee approved \$3.02 billion for CDBG, \$10 million below the current funding level.

#### **KEY TALKING POINTS:**

- CDBG is an important tool used by state and local officials as they tackle their most serious community and economic development challenges, such as providing affordable housing, upgrading and building essential public infrastructure and water systems, creating small business development loan funds for local entrepreneurs and industries, and addressing local planning and technical assistance needs.
- At a time when local governments and communities are striving to overcome intensifying global economic competition, upgrade aging public infrastructure, and address the severe housing crisis, it is vital that federal policy makers continue to maintain support for the CDBG program.
- The cornerstone of the CDBG program is its locally driven, flexible, and bottom-up approach. The program provides invaluable resources for 1,180 urban counties and cities to meet locally-identified needs. As required by law, 30 percent of CDBG formula funding is reserved for states to assist rural communities with economic development, infrastructure improvements, and other fundamental building blocks for job creation and economic development.
- State, regional, and local officials use the CDBG program to provide valuable seed capital, gap financing, and core support for a variety of projects. In addition, CDBG funds are typically used to leverage and attract private sector investments. Every CDBG dollar invested in communities is leveraged, on average, by three dollars in private funding, bringing much needed business investments to distressed areas.

### For more information, please contact Susan Howard, Legislative Director, at 202.624.8590 / <u>showard@nado.org</u> or Ted Stiger, Legislative Associate, at 202.624.8467 / <u>tstiger@nado.org</u>.

# **U.S. Senate Appropriations Committee**

## Majority:

Barbara Mikulski (D-MD), Full Chair\* Patrick Leahy (D-VT)\* Tom Harkin (D-IA)\* Patty Murray (D-WA)\*, Subcommittee Chair Dianne Feinstein (D-CA)\* Richard Durbin (D-IL)\* Tim Johnson (D-SD)\* Mary Landrieu (D-LA) Jack Reed (D-RI)\* Mark Pryor (D-AR)\* Jon Tester (D-MT) Tom Udall (D-NM)\* Jeanne Shaheen (D-NH) Jeff Merkley (D-OR) Mark Begich (D-AK) Chris Coons (D-DE)

# Minority:

Richard Šhelby (R-AL), Full Ranking\* Thad Cochran (R-MS) Mitch McConnell (R-KY) Lamar Alexander (R-TN)\* Susan Collins (R-ME)\*, Subcommittee Ranking Lisa Murkowski (R-AK) Lindsey Graham (R-SC)\* Mark Kirk (R-IL)\* Dan Coats (R-IN) Roy Blunt (R-MO)\* Jerry Moran (R-KS)\* John Hoeven (R-ND) Mike Johanns (R-NE) John Boozman (R-AR)\*

\*Indicates Senator serves on the U.S. Senate Transportation- HUD Appropriations Subcommittee

## **U.S. House Appropriations Committee**

#### Majority:

Harold Rogers (R-KY), Full Chair Frank R. Wolf (R-VA)\* Jack Kingston (R-GA) Rodney P. Frelinghuysen (R-NJ) Tom Latham (R-IA)\*+ Robert B. Aderholt (R-AL) Kay Granger (R-TX)\* Michael K. Simpson (R-ID)\* John Abney Culberson (R-TX) Ander Crenshaw (R-FL) John R. Carter (R-TX) Ken Calvert (R-CA) Tom Cole (R-OK) Mario Diaz-Balart (R-FL) Charles W. Dent (R-PA)\* Tom Graves (R-GA) Kevin Yoder (R-KS) Steve Womack (R-AR) Alan Nunnelee (R-MS) Jeff Fortenberry (R-NE) Tom Rooney (R-FL) Chuck Fleischmann (R-TN) Jaime Herrera Beutler (R-WA)\* David Joyce (R-OH)\* David Valadao (R-CA) Andy Harris (R-MD) Martha Roby (R-AL) Mark Amodei (R-NV) Chris Stewart (R-UT)

## Minority:

Nita M. Lowey (D-NY), Full Ranking Marcy Kaptur (D-OH) Peter J. Visclosky (D-IN) José E. Serrano (D-NY) Rosa L. DeLauro (D-CT) James P. Moran (D-VA) Ed Pastor (D-AZ)\*# David E. Price (D-NC)\* Lucille Roybal-Allard (D-CA) Sam Farr (D-CA) Chaka Fattah (D-PA) Sanford D. Bishop Jr. (D-GA) Barbara Lee (D-CA) Adam B. Schiff (D-CA) Michael M. Honda (D-CA) Betty McCollum (D-MN) Tim Ryan (D-OH)\* Debbie Wasserman Schultz (D-FL) Henry Cuellar (D-TX) Chellie Pingree (D-ME) Mike Quigley (D-IL)\* Bill Owens (D-NY)

+Indicates Chair of the U.S. House Transportation-HUD Appropriations Subcommittee

#Indicates Ranking Member of the U.S. House Transportation-HUD Appropriations Subcommittee

\*Indicates Representative serves on the U.S. House Transportation-HUD Appropriations Subcommittee