

**COMMUNITY PLANNING AND DEVELOPMENT  
COMMUNITY DEVELOPMENT FUND  
2019 Summary Statement and Initiatives  
(Dollars in Thousands)**

COMMUNITY DEVELOPMENT FUND	Enacted/ Request	Carryover	Supplemental/ Rescission	Total Resources	Obligations	Outlays
2017 Appropriation .....	\$3,060,000	\$8,022,573	\$9,605,976 <sup>a</sup>	\$20,688,549	\$10,793,944	\$5,616,472
2018 Annualized CR .....	3,060,000	9,894,488	-30,780 <sup>b</sup>	12,923,708	5,508,825	7,094,141
2019 Request .....	...	<u>7,414,999</u>	...	<u>7,414,999</u>	<u>7,405,500</u>	<u>8,003,620</u>
Change from 2018 .....	-3,060,000	-2,479,489	+30,780	-5,508,709	+1,896,675	+909,479

a/ \$9.6 billion was enacted in P.L. 114-254 (\$1.8 billion), 115-31 (\$400 million), and 115-56 (\$7.4 billion) for disaster recovery. P.L. 114-254 allowed the transfer of \$3 million for salaries and expenses for disaster related expenses.

b/ P.L. 115-56 requires a reduction of 0.6791 percent from the fiscal year 2017 enacted budget authority. An additional \$10 million was transferred for salaries and expenses per P.L. 115-56 for disaster related expenses.

**1. Program Purpose and Fiscal Year 2019 Budget Overview**

The fiscal year 2019 President’s Budget does not request funding for the Community Development Block Grant (CDBG) or Indian Community Development Block Grant (ICDBG) programs, a savings of roughly \$3 billion from the fiscal year 2018 Annualized CR level.

*CDBG.* Since 1974, the CDBG Program has provided formula grants to States and units of general local government to develop viable communities by providing decent housing and a suitable living environment, and by expanding economic opportunities, principally for low- and moderate-income persons. CDBG funds are used for a range of activities from municipal infrastructure projects, to housing rehabilitation, to public services. The Budget proposes devolving community and economic development activities to the State and local level, and redirects Federal resources to higher priority activities.

*ICDBG.* This program provides grants to American Indian and Alaska Native Communities to help develop decent housing, a suitable living environment, and economic opportunities, primarily for low- and moderate-income persons. The 2019 Budget does not request funding for ICDBG, which duplicates HUD’s larger Native American Housing Block Grant program and other Federal programs, and redirects the savings to higher priority areas.

Prior year supplemental appropriations relying on the CDBG program and overseen by HUD staff include CDBG-disaster recovery (\$17 billion unexpended as of December 31, 2017 in open grants since 2002 with most of that balance related to more recent

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appropriations and another \$8 billion in unobligated balances as of December 31, 2017, primarily from supplemental appropriations in September 2017) and the Neighborhood Stabilization Program (with approximately \$200 million unexpended in open grants as of December 31, 2017). Several CDBG-DR grants in the existing portfolio are likely to remain open through fiscal year 2024. HUD is working to close out NSP grants and will continue to oversee projects assisted with NSP grant funds until the end of their required affordability and land bank wind-down periods.

The Department will continue to administer the CDBG program until all existing grant funds (including Disaster Recovery funds) are disbursed, program income and real property are accounted for, required benefits are documented, and grants are closed.

Community Development Fund

**COMMUNITY PLANNING AND DEVELOPMENT  
COMMUNITY DEVELOPMENT FUND  
SUMMARY OF RESOURCES BY PROGRAM  
(Dollars in Thousands)**

<u>Budget Activity</u>	<u>2017 Budget Authority</u>	<u>2016 Carryover Into 2017</u>	<u>2017 Total Resources</u>	<u>2017 Obligations</u>	<u>2018 Annualized CR</u>	<u>2017 Carryover Into 2018</u>	<u>2018 Total Resources</u>	<u>2019 Request</u>
Entitlement/Non-Entitlement .....	\$2,993,000	\$789,131	\$3,782,131	\$1,928,397	\$2,972,627	\$1,849,421	\$4,822,048	...
Insular Area CDBG Program .....	7,000	7,000	14,000	...	7,000	7,000	14,000	...
Indian Tribes .....	60,000	4,135	64,135	61,824	59,593	2,928	62,521	...
Special Purpose (Section 107) Grants .	...	535	535	...	...	336	336	...
Administration, Operations, and Management for Disasters .....	...	...	...	...	...	...	...	...
Economic Development Initiative Grants ....	...	327	327	...	...	177	177	...
Economic Resilience ...	...	15	15	...	...	15	15	...
Disaster Assistance ...	9,605,976	7,221,268	16,827,244	8,803,701	-10,000	8,034,469	8,024,469	...
Section 805 Economic Development training .	...	162	162	22	...	142	142	...
Total .....	12,665,976	8,022,573	20,688,549	10,793,944	3,029,220	9,894,488	12,923,708	...