

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Office of Community Planning and Development

Community Development Fund

SUMMARY OF RESOURCES

(Dollars in Thousands)

	Enacted/ Requested	Carry over	Adjustments	Total Resources	Obligations	Net Outlay s
2024 Appropriation	6,720,054	5,271,387	(1,000)	11,990,441	10,589,685	9,372,871
2025 Appropriation	3,430,000	1,400,958	11,986,340	16,817,298	15,764,104	12,978,441
2026 President's Budget	-	1,052,000	-	1,052,000	1,038,400	13,429,000
Change from 2025	(3,430,000)	(348,958)	(11,986,340)	(15,765,298)	(14,725,704)	450,559

a/ In fiscal year (FY) 2024, Section 549 of division C of the Further Consolidated Appropriations Act, 2024 (P.L. 118-47, approved March 23, 2024) reduced Economic Development Initiative (EDI) funding by \$1 million. Adjustments in FY 2025 include \$12.039 billion for major disasters that occurred in 2023 or 2024 as appropriated in P.L. 118-158 (approved December 21, 2024). P.L. 118-158 also repurposed \$31.7 million in carryover funds for this same purpose. Of these amounts, \$1.8 million was transferred to the Information Technology Fund, \$7.0 million transferred to HUD Office of the Inspector General, and \$31.7 million of carryover balances and \$13.29 million of newly appropriated funds from P.L. 118-58 transferred to the CPD Disaster Salaries & Expenses (S&E) account. An additional \$20 thousand of the amount appropriated in 2024 for the EDI was rescinded under the 2025 full-year Continuing Resolution.

The 2026 President's Budget eliminates funding for the Community Development Fund, reducing spending by \$3.4 billion compared to the 2025 Enacted level.

Among other programs, the Community Development Fund account contains the Community Development Block Grant (CDBG) program, which has provided formula grants to States and units of local government for a range of economic development and community development activities.

HUD remains committed to supporting the housing needs of low-income and vulnerable populations, including those experiencing homelessness. Because State and local governments are better positioned to serve their communities' needs than the Federal Government, the Budget discontinues funding for CDBG in favor of locally-driven housing and economic development strategies.

SUMMARY OF RESOURCES BY PROGRAM

(Dollars in Thousands)

Budget Activity	2024 Budget Authority	2023 Carryover Into 2024	Adjustments	2024 Total Resources	2024 Obligations	2025 Appropriation	2024 Carryover Into 2025	Adjustments	2025 Total Resources	2026 President's Budget
CDBG Entitlement/Non-Entitlement Grants	3,300,000	519,324	-	3,819,324	2,991,090	3,300,000	828,234	(1,200)	4,127,034	-
Entitlement Communities [Non-Add]	2,305,100	435,688	-	2,740,788	-	2,305,100	645,753	-	2,950,853	-
States [Non-Add]	987,900	78,646	-	1,066,546	-	987,900	175,300	-	1,163,200	-
Insular [Non-Add]	7,000	4,990	-	11,990	-	7,000	5,970	-	12,970	-
Recovery Housing Program (SUPPORT Act)	30,000	29,758	-	59,758	27,750	30,000	32,008	-	62,008	-
PRO Housing (Competitive Grants)	100,000	85,000	-	185,000	84,936	100,000	100,064	-	200,064	-
Economic Development Initiatives c/	3,290,054	177	(1,000)	3,289,231	3,289,034	-	197	(20)	177	-
Section 805 Economic Development Training	-	110	-	110	-	-	110	-	110	-
Special Purpose Grants (Section 107) d/	-	336	-	336	-	-	336	-	336	-
Sustainable Communities d/	-	15	-	15	-	-	15	-	15	-
Disaster Assistance a,b/	-	4,636,667	-	4,636,667	4,196,875	-	439,919	11,986,350	12,426,269	-
Total e/	6,720,054	5,271,387	(1,000)	11,990,441	10,589,685	3,430,000	1,400,958	11,985,130	16,816,013	-

a/ Carryover and recaptures for Disaster Assistance include, but are not limited to, appropriations provided by the following: P.L. 116-20, approved June 6, 2019, appropriated \$2.4 billion for disasters that occurred in 2018 and 2019; P.L. 117-43 approved September 30, 2021, provided \$5 billion for disasters that occurred in 2020 and 2021. Of this amount from P.L. 117-43, \$5.5 million was transferred to the Community Planning and Development (CPD) salaries and expenses (S&E) account. P.L. 117-180 (approved September 30, 2022) provided \$2 billion for disasters that occurred in 2021 and 2022. P.L. 117-328 (approved December 29, 2022) provided \$3 billion for disasters that occurred in 2022 or later. Of these amounts, \$10 million is for Technical Assistance, \$5 million was transferred to the CPD S&E account, and \$5 million was transferred to HUD Office of the Inspector General. Carryover also includes \$1.2 million of recaptured CDBG formula funds that were awarded to communities affected by Stafford Act declared disasters, pursuant to 42 USC 5306(c)(4), and subsequently reallocated in response to Presidentially declared disaster Helene.

b/ P.L. 118-158 (approved December 21, 2024) provided \$12.039 billion and repurposed \$31.7 million in carryover funds for major disasters that occurred in 2023 or 2024. Of these amounts, \$1.8 million was transferred to the Information Technology Fund, \$7.0 million transferred to HUD Office of the Inspector General, \$45 million was transferred to the CPD Disaster S&E account. The \$45 million transferred to S&E is composed of \$31.7 million of carryover balances and \$13.29 million of newly appropriated funds from P.L. 118-58.

c/ Amounts appropriated for the Economic Development Initiative (EDI) in 2024 were awarded by HUD in accordance with the table entitled "Community Project Funding/Congressionally Directed Spending" included in the Explanatory Statement. Section 549 of division C of the Further Consolidated Appropriations Act, 2024 (P.L. 118-47, approved March 23, 2024) reduced EDI funding by \$1 million. HUD notes that an additional \$20 thousand of the amount appropriated in 2024 for EDI was rescinded under the 2025 full-year Continuing Resolution. Amounts also include \$177 thousand of carryover funds are recaptures from legacy economic development grants that no longer operate.

d/ These funds are recaptures from programs that no longer operate.

e/ Reflected in the above table is \$75 thousand in no-year recaptures from legacy programs that are subject to review prior to allotment.