

# DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

## Office of Community Planning and Development

### Community Development Fund

#### SUMMARY OF RESOURCES

(Dollars in Thousands)

	Enacted/ Requested	Carryover	Supplemental/ Rescission	Transfers	Total Resources	Obligations	Net Outlays
2025 Appropriation	3,430,000	1,400,883	12,038,980	(53,850)	16,816,013	12,028,370	9,853,010
2026 Appropriation	6,995,244	4,792,244	(513)	-	11,786,975	10,672,187	12,705,316
2027 President's Budget	-	1,114,789	(100,000)	-	1,014,789	988,184	14,639,000
Change from 2026	(6,995,244)	(3,677,455)	(99,487)	-	(10,772,186)	(9,684,003)	1,933,684

a/ P.L. 118-158 (approved December 21, 2024) included \$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 was transferred to HUD Office of Inspector General, and \$31.7 million of carryover balances and \$13.29 million of newly appropriated funds from P.L. 118-158 transferred to the CPD Disaster Salaries & Expenses (S&E) account. An additional \$20 thousand of the amount appropriated in 2024 for the Economic Development Initiative (earmarks) was rescinded under the 2025 full-year Continuing Resolution.

b/ Sec. 234 of P.L. 119-75 included a rescission of \$513 thousand in unobligated balances from legacy programs.

The 2027 President's Budget eliminates funding for the Community Development Fund (CDF), reducing spending by \$7 billion compared to the 2026 Enacted level, and proposes cancellation of \$100 million in PRO Housing competitive grant balances.

The CDF account contains the Community Development Block Grant (CDBG) program, which provides formula grants to States and units of local government for a range of economic development and community development activities. It also contains Congressionally-directed spending in the Economic Development Initiative (earmarks), competitive grants (PRO Housing), and the Recovery Housing Program. In addition, the account includes Community Development Block Grant – Disaster Recovery (CDBG-DR) funding, provided by Congress through supplemental appropriations.

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 CDF in favor of locally-driven housing and economic development strategies.

#### SUMMARY OF RESOURCES BY PROGRAM

(Dollars in Thousands)

Budget Activity	2025 Budget Authority	2024 Carryover Into 2025	2025 Adjustments	2025 Total Resources	2025 Obligations	2026 Appropriation	2025 Carryover Into 2026	2026 Total Resources	2027 President's Budget
CDBG Entitlement/Non-Entitlement Grants	3,300,000	828,234	-	4,128,234	2,945,927	3,300,000	1,182,307	4,482,307	-
Entitlement Communities [Non-Add]	2,305,100	647,637	-	2,952,737	1,999,787	2,305,100	952,950	3,258,050	-
States [Non-Add]	987,900	174,626	-	1,162,526	936,003	987,900	226,523	1,214,423	-
Insular [Non-Add]	7,000	5,971	-	12,971	10,137	7,000	2,834	9,834	-
Recovery Housing Program (SUPPORT Act)	30,000	32,008	-	62,008	19,688	30,000	42,320	72,320	-
PRO Housing (Competitive Grants)	100,000	100,064	-	200,064	100,064	50,000	100,000	150,000	-
Economic Development Initiatives	-	197	(20)	177	-	3,615,244	177	3,615,244	-
Disaster Assistance	-	439,919	11,985,150	12,425,069	8,962,676	-	3,466,994	3,466,994	-
Special Purpose Grants (Section 107)	-	336	-	336	-	-	336	-	-
Economic Development Training (Section 805)	-	110	-	110	-	-	110	110	-
Sustainable Communities	-	15	-	15	15	-	-	-	-
<b>Total</b>	<b>3,430,000</b>	<b>1,400,883</b>	<b>11,985,130</b>	<b>16,816,013</b>	<b>12,028,370</b>	<b>6,995,244</b>	<b>4,792,244</b>	<b>11,786,975</b>	<b>-</b>

a/ Carryover and recaptures for Disaster Assistance include, but are not limited to, appropriations provided by the following: P.L. 115-123, approved February 9, 2018, appropriated \$28 billion for Hurricanes Harvey and Irma; 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; and 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

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- million was transferred to HUD Office of the Inspector General, and \$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. 118-158.
- b/ 2025 CDBG carryover also includes \$1.2 million of recaptured CDBG formula funds that were obligated and 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.
- c/ Not reflected in the above table for 2025 carryover is \$75 thousand in no-year recaptures from legacy programs that are subject to review prior to allotment.
- d/ 2025 Carryover amounts for the Economic Development Initiative (EDI) include \$20 thousand of the amount appropriated in 2024 for Community Project Funding/Congressionally Directed Spending that was rescinded under the 2025 full-year Continuing Resolution. Amounts also include \$177 thousand of carryover funds that are recaptures from legacy economic development grants that no longer operate.
- e/ Reflected in the above table for 2026 Total Resources are rescissions included in Sec. 234 of P.L. 119-75, of which \$177 thousand in unobligated balances from the legacy program titled Economic Development Initiatives and \$336 thousand in unobligated balances from the legacy program titled Special Purpose Grants.

## LEGISLATIVE PROPOSALS AND GENERAL PROVISIONS

The 2027 President's Budget includes the following general provision:

- Cancellations: This proposal cancels certain balances. (Sec. 229)