

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Office of Public and Indian Housing

Public Housing Capital Fund

SUMMARY OF RESOURCES

(Dollars in Thousands)

	Enacted/ Requested	Carryover	Supplemental / Rescission	Total Resources	Obligations	Outlays
2019 Appropriation	2,775,000	52,650	-	2,827,650 ^a	2,725,705	2,150,459
2020 Appropriation	2,869,894	74,545	-	2,944,439 ^b	2,945,000	2,418,000
2021 President's Budget	-	-	-	-	-	2,553,000
Change from 2020	(2,869,894)	(74,545)	-	(2,944,439)	(2,945,000)	135,000

a/ Carryover and total resources for fiscal year 2019 are shown net of \$34 million transferred from the Public Housing Capital Fund for subsidy payments for units converting under the Rental Assistance Demonstration (RAD).

b/ Carryover and total resources for fiscal year 2020 are shown net of \$31 million transferred for RAD.

PROGRAM PURPOSE

Public Housing Capital Fund is a formula grant program designed to address capital repairs and replacement needs in Public Housing properties.

BUDGET OVERVIEW

The 2021 President's Budget requests no funding for the Public Housing Capital Fund. The following set-asides have been transferred to the Public Housing Fund: emergency disaster reserves, financial and physical assessments, administrative and judicial receiverships, and lead-based hazards. The Jobs-Plus and the Resident Opportunity Self-Sufficiency programs were transferred to the Self-Sufficiency account in the 2020 enacted appropriations, and the Budget continues this presentation. The Budget proposes to direct all carryover balances and recaptures from Capital Modernization grants to the Public Housing Fund for distribution to Public Housing Authorities (PHAs) through the Public Housing Fund formula.

Public Housing has an estimated capital needs backlog of approximately \$26 billion, and Capital Modernization grants alone are not enough to address the significant needs in the portfolio. Moreover, given fiscal constraints, the Budget recognizes a greater role for State and local governments to more fully share in the provision of affordable housing. The President's Budget also includes enhanced tools and strategies to empower PHAs to make local decisions about how to best use their properties to meet the needs of their communities. For example, the Budget requests funding for the Rental Assistance Demonstration (RAD) program so that PHAs can shift public housing properties to more sustainable Section 8 platforms and leverage private financing for capital needs; and new funding for competitive grants to demolish physically obsolete properties. Please see the "Public Housing Fund" budget justification for more detailed information on the enhanced flexibilities, funding and administrative items proposed to improve Public Housing asset recapitalization and encourage local choice.

SUMMARY OF RESOURCES BY PROGRAM

(Dollars in Thousands)

Budget Activity	2019 Budget Authority	2018 Carryover Into 2019	2019 Total Resources	2019 Obligations	2020 Appropriation	2019 Carryover Into 2020	2020 Total Resources	2021 President's Budget
Public Housing Formula Grants	2,655,000	8,704	2,663,704	2,624,321	2,745,244	6,755	2,751,999	-
Emergency Disaster	20,000	897	20,897	8,995	20,000	11,716	31,716	-
Safety and security	10,000	53	10,053	5,223	10,000	5,445	15,445	-
PHA Under Receiverships	-	-	-	-	34,650	-	34,650	-
Financial and Physical Assessment	14,000	1,433	15,433	12,518	14,000	3,038	17,038	-
Administrative and Judicial Receivership	1,000	2,334	3,334	1,645	1,000	1,676	2,676	-
Technical Assistance	-	672	672	200	-	375	375	-
Resident Opportunity - ROSS	35,000	35,649	70,649	30,781	-	39,631	39,631	-
Lead-Based Hazards	25,000	6,631	31,631	27,764	25,000	5,183	30,183	-
Other Health Hazards	-	-	-	-	20,000	-	20,000	-
Jobs-Plus	15,000	30,602	45,602	14,258	-	31,345	31,345	-
Rental Assistance Demonstration	-	(34,325)	(34,325)	-	-	(30,619)	(30,619)	-
Total	2,775,000	52,650	2,827,650	2,725,705	2,869,894	74,545	2,944,439	-

APPROPRIATIONS LANGUAGE

The 2021 President's Budget includes proposed changes in the appropriation language listed below. New language is italicized, and language proposed for deletion is bracketed.

[For the Public Housing Capital Fund Program to carry out capital and management activities for public housing agencies, as authorized under section 9 of the United States Housing Act of 1937 (42 U.S.C. 1437g) (the "Act") \$2,869,893,812, to remain available until September 30, 2023: Provided, That notwithstanding any other provision of law or regulation, during fiscal year 2020, the Secretary of Housing and Urban Development may not delegate to any Department official other than the Deputy Secretary and the Assistant Secretary for Public and Indian Housing any authority under paragraph (2) of section 9(j) regarding the extension of the time periods under such section: Provided further, That for purposes of such section 9(j), the term "obligate" means, with respect to amounts, that the amounts are subject to a binding agreement that will result in outlays, immediately or in the future: Provided further, That of the total amount made available under this heading, up to \$14,000,000 shall be to support ongoing public housing financial and physical assessment activities: Provided further, That of the total amount made available under this heading, up to \$1,000,000 shall be to support the costs of administrative and judicial receiverships: Provided further, That of the total amount provided under this heading, not to exceed \$64,650,000 shall be available for the Secretary to make grants, notwithstanding section 203 of this Act, to public housing agencies for emergency capital needs including safety and security measures necessary to address crime and drug-related activity as well as needs resulting from unforeseen or unpreventable emergencies and natural disasters excluding Presidentially declared emergencies and natural disasters under the Robert T. Stafford Disaster Relief and Emergency Act (42 U.S.C. 5121 et seq.) occurring in fiscal year 2020, of which \$34,650,000 shall be available for public housing agencies under administrative and judicial receiverships or under the control of a Federal monitor: Provided further, That of the amount made available under the previous proviso, not less than \$10,000,000 shall be for safety and security measures: Provided further, That in addition to the amount in the previous proviso for such safety

and security measures, any amounts that remain available, after all applications received on or before September 30, 2021, for emergency capital needs have been processed, shall be allocated to public housing agencies for such safety and security measures: Provided further, That for funds provided under this heading, the limitation in section 9(g)(1) of the Act shall be 25 percent: Provided further, That the Secretary may waive the limitation in the previous proviso to allow public housing agencies to fund activities authorized under section 9(e)(1)(C) of the Act: Provided further, That the Secretary shall notify public housing agencies requesting waivers under the previous proviso if the request is approved or denied within 14 days of submitting the request: Provided further, That from the funds made available under this heading, the Secretary shall provide bonus awards in fiscal year 2020 to public housing agencies that are designated high performers: Provided further, That the Department shall notify public housing agencies of their formula allocation within 60 days of enactment of this Act: Provided further, That of the total amount provided under this heading, \$45,000,000 shall be available for competitive grants to public housing agencies to evaluate and reduce lead-based paint hazards and other housing-related hazards including carbon monoxide and mold in public housing: Provided further, That of the amounts available under the previous proviso, no less than \$25,000,000 shall be for competitive grants to public housing agencies to evaluate and reduce lead-based paint hazards in public housing by carrying out the activities of risk assessments, abatement, and interim controls (as those terms are defined in section 1004 of the Residential Lead-Based Paint Hazard Reduction Act of 1992 (42 U.S.C. 4851b)): Provided further, That for purposes of environmental review, a grant under the previous two provisos shall be considered funds for projects or activities under title I of the United States Housing Act of 1937 (42 U.S.C. 1437 et seq.) for purposes of section 26 of such Act (42 U.S.C. 1437x) and shall be subject to the regulations implementing such section: Provided further, That for funds made available under the previous three provisos, the Secretary shall allow a PHA to apply for up to 20 percent of the funds made available under the first two provisos and prioritize need when awarding grants.] *Unobligated balances, including recaptures and carryover, remaining from funds appropriated under this heading in prior fiscal years, excluding set asides, shall be transferred to the heading "Public Housing Fund" for distribution to public housing agencies pursuant to the Operating Fund formula at part 990 of title 24, Code of Federal Regulations.*