

COMMUNITY PLANNING AND DEVELOPMENT
RURAL HOUSING AND ECONOMIC DEVELOPMENT
2005 Summary Statement and Initiatives
(Dollars in Thousands)

RURAL HOUSING AND ECONOMIC DEVELOPMENT PROGRAM	<u>Enacted/ Request</u>	<u>Carryover</u>	<u>Supplemental/ Rescission</u>	<u>Total Resources</u>	<u>Obligations</u>	<u>Outlays</u>
2003 Appropriation	\$25,000	\$26,185	-\$163	\$51,022	\$25,770	\$20,063
2004 Appropriation/Request	25,000	25,252	-148	50,104	50,104	20,000
2005 Request	<u>...</u>	<u>...</u>	<u>...</u>	<u>...</u>	<u>...</u>	<u>20,000</u>
Program Improvements/Offsets	-25,000	-25,252	148	-50,104	-50,104	...

Summary Statement

No fiscal year 2005 funding is proposed for the Rural Housing and Economic Development (RHED) program. The RHED program was legislated originally to encourage new and innovative approaches to serving the housing and economic development needs of the nation's rural communities. The Department believes these efforts can best be continued through the Community Development Block Grant and HOME programs. Program activity from prior funding years will continue. Additionally, the U.S. Department of Agriculture manages a portfolio of rural housing and economic development grants programs that vastly exceed HUD's RHED program in terms of programs and services from budget to staffing.

Rural Housing and Economic Development

COMMUNITY PLANNING AND DEVELOPMENT
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Summary of Resources by Program
(Dollars in Thousands)

<u>Budget Activity</u>	<u>2003 Budget Authority</u>	<u>2002 Carryover Into 2003</u>	<u>2003 Total Resources</u>	<u>2003 Obligations</u>	<u>2004 Budget Authority/ Request</u>	<u>2003 Carryover Into 2004</u>	<u>2004 Total Resources</u>	<u>2005 Request</u>
Rural Housing and Economic Development .	\$24,837	\$26,185	\$51,022	\$25,770	\$24,852	\$25,252	\$50,104	...
FTE								
Headquarters			7				5	5
Field			<u>1</u>				<u>1</u>	<u>1</u>
Total			8				6	6

Rural Housing and Economic Development

**COMMUNITY PLANNING AND DEVELOPMENT
RURAL HOUSING AND ECONOMIC DEVELOPMENT PROGRAM
Program Offsets
(Dollars in Thousands)**

Rural Housing and Economic Development	<u>Amount</u>
2003 Appropriation	\$24,837
2004 Appropriation/Request	24,852
2005 Request	<u>...</u>
Program Improvements/Offsets	-24,852

EXPLANATION OF INCREASE AND DECREASES

No funding is requested in fiscal year 2005. Outlays remain level from fiscal year 2004 to fiscal year 2005 as previous rounds of funding continue to spend out.

Proposed Actions

No fiscal year 2005 funding is proposed for the Rural Housing and Economic Development (RHED) program. The RHED program was legislated originally to encourage new and innovative approaches to serving the housing and economic development needs of the nation's rural communities, including capacity building activities. Grants were competitively awarded to eligible recipients: local rural non-profit organizations, community development corporations, Indian tribes, state housing finance agencies, and state economic development and federally recognized community development agencies.

The Department's proposal to terminate the RHED program reflects the belief that these efforts can continue to be pursued through existing HUD Community Development Block Grant and HOME programs. Additionally, the U.S. Department of Agriculture manages a portfolio of rural housing and economic development grants programs that vastly exceed HUD's RHED program in terms of programs and services from budget to staffing.

**COMMUNITY PLANNING AND DEVELOPMENT
RURAL HOUSING AND ECONOMIC DEVELOPMENT
Performance Measurement Table**

Program Name: Rural Housing and Economic Development					
Program Mission: To encourage new and innovative approaches to serving the housing and economic development needs of the nation's rural communities.					
Performance Indicators	Data Sources	Performance Report		Performance Plan	
		2003 Plan	2003 Actual	2004 Enacted	2005 Plan
Number of Housing Units Constructed		N/A	3,070	N/A	N/A
Number of Housing Units Rehabilitated		N/A	2,995	N/A	N/A

N/A = Not Applicable.

Explanation of Indicators

Funding was not requested in fiscal years 2003 and 2004 and therefore no performance indicators were established.

Rural Housing and Economic Development

**COMMUNITY PLANNING AND DEVELOPMENT
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Justification of Proposed Changes in Appropriations Language**

The 2005 President's Budget includes proposed changes in the appropriations language listed and explained below. New language is italicized and underlined, and language proposed for deletion is bracketed.

[For the Office of Rural Housing and Economic Development in the Department of Housing and Urban Development, \$25,000,000 to remain available until expended, which amount shall be awarded by June 1, 2004, to Indian tribes, State housing finance agencies, State community and/or economic development agencies, local rural nonprofits and community development corporations to support innovative housing and economic development activities in rural areas: Provided, That all grants shall be awarded on a competitive basis as specified in section 102 of the Department of Housing and Urban Development Reform Act of 1989.]

Explanation of Changes

No fiscal year 2005 funding is proposed for the Rural Housing and Economic Development program.

Rural Housing and Economic Development

COMMUNITY PLANNING AND DEVELOPMENT
RURAL HOUSING AND ECONOMIC DEVELOPMENT
Crosswalk of 2003 Availability
(Dollars in Thousands)

<u>Budget Authority</u>	<u>2003 Enacted</u>	<u>Supplemental/ Rescission</u>	<u>Approved Reprogrammings</u>	<u>Transfers</u>	<u>Carryover</u>	<u>Total 2003 Resources</u>
Rural Housing and Economic Development	\$25,000	-\$163	\$26,185	\$51,022
Total	25,000	-163	26,185	51,022

NOTES

None.

Transfer

None.

Rural Housing and Economic Development

COMMUNITY PLANNING AND DEVELOPMENT
RURAL HOUSING AND ECONOMIC DEVELOPMENT
Crosswalk of 2004 Changes
(Dollars in Thousands)

<u>Budget Authority</u>	<u>2004 President's Budget Request</u>	<u>Congressional Appropriations Action on 2004 Request</u>	<u>2004 Supplemental/ Rescission</u>	<u>Reprogrammings</u>	<u>Carryover</u>	<u>Total 2004 Resources</u>
Rural Housing and Economic Development	\$25,000	-\$148	...	\$25,252	\$50,104
Total Changes	25,000	-148	...	25,252	50,104

NOTES

None.