PUBLIC AND INDIAN HOUSING CHOICE NEIGHBORHOODS 2018 Summary Statement and Initiatives (Dollars in Thousands)

CHOICE NEIGHBORHOODS	Enacted/ <u>Request</u>	Carryover	Supplemental/ Rescission	Total <u>Resources</u>	<u>Obligations</u>	<u>Outlays</u>
2016 Appropriation	\$125,000	\$13,477		\$138,477	\$6,156	\$40,374
2017 Annualized CR	125,000	132,321	-\$238a/	257,083	257,083	116,931
2018 Request	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u>149,453</u>
Change from 2017	-125,000	-132,321	+238	-257,083	-257,083	+32,522

a/ Public Law 114-254 requires a reduction from the fiscal year 2016 enacted budget authority of 0.1901 percent.

1. Program Purpose and Fiscal Year 2018 Budget Overview

The 2018 President's Budget requests no funding for the Choice Neighborhoods program. In addition, it proposes that all recaptured funds in both Choice Neighborhoods and its predecessor program, HOPE VI, be directed to the Public Housing Capital Fund.

Currently, there are 96 Choice Neighborhoods and HOPE VI grants worth almost \$500 million at work in communities across the country. Choice Neighborhoods and its predecessor, HOPE VI, funded competitive grants to transform neighborhoods of concentrated poverty into sustainable, mixed income communities with a focus on improved housing, successful residents, and vibrant neighborhoods. Grantees included local governments, assisted housing owners, community development corporations, non-profits and for profit entities as well as public housing agencies and tribally designated housing entities. Choice Neighborhoods provided two kinds of grants: planning and action grants which supported the development of comprehensive transformation strategies along with critical community improvement projects, and implementation grants, which allowed communities to put their plans for neighborhood revitalization into effect. The program office will continue to monitor current grantees, work with communities to use existing grants effectively, and collaborate with communities to use remaining grant funding to accomplish the goals for the program.

Choice Neighborhoods

This budget is a first step in recognizing a greater role for State and local governments; the private sector; and non-profits to address community and economic development needs. HUD seeks to find ways to partner with these organizations to adopt policies and reduce regulatory barriers to transform neighborhoods and unleash the potential of their residents.

General Provisions

Unobligated balances, including recaptures and carryover, remaining available for obligation from funds appropriated to the Department of Housing and Urban Development in prior Acts and under the headings "Revitalization of Severely Distressed Public Housing "(HOPE VI)" and "Choice Neighborhoods Initiative" may be used for purposes under the "Public Housing Capital Fund" heading in this Act, notwithstanding the purposes for which such funds were appropriated. (Sec 236)

Choice Neighborhoods

PUBLIC AND INDIAN HOUSING CHOICE NEIGHBORHOODS Summary of Resources by Program (Dollars in Thousands)

Budget Activity	2016 Budget Authority	2015 Carryover Into 2016	2016 Total Resources	2016 <u>Obligations</u>	2017 Annualized CR	2016 Carryover Into 2017	2017 Total Resources	2018 <u>Request</u>
Choice Neighborhoods								
Grants	\$125,000	\$13,477	\$138,477	\$6,156	<u>\$124,762</u>	<u>\$132,321</u>	\$257,083	<u></u>
Total	125,000	13,477	138,477	6,156	124,762	132,321	257,083	