

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

Office of Community Planning and Development

Housing Trust Fund

SUMMARY OF RESOURCES

(Dollars in Thousands)

	Enacted/ Requested	Carryover	Supplemental/ Rescission	Total Resources	Obligations	Outlays
2019 Appropriation	244,927	113,923	2,577 ^a	361,427	293,937	80,621
2020 Appropriation	301,000	67,490	(2,574) ^b	365,916	320,598	140,682
2021 President's Budget	-	45,318	17,759	63,077	63,077	197,664
Change from 2020	(301,000)	(22,172)	15,185	(302,839)	(257,521)	56,982

^{a/} This number consists of sequestered funds (6.2 percent of budget authority (\$15.185 million)) made temporarily unavailable per the *OMB Report to the Congress on the Joint Committee Reductions for Fiscal Year 2019*, plus the \$17.762 million sequestered from 2018 that became available in 2019.

^{b/} This number consists of expected sequestered funds (5.9 percent of estimated 2020 budget authority (\$17.759 million)) that would be temporarily unavailable per the *OMB Report to the Congress on the Joint Committee Reductions for Fiscal Year 2020* plus the \$15.185 million previously sequestered that became available in 2020.

PROGRAM PURPOSE

The Housing Trust Fund is a mandatory program, authorized by the Housing and Economic Recovery Act of 2008, and funded through assessments from the Federal National Mortgage Association (Fannie Mae) and the Federal Home Loan Mortgage Corporation (Freddie Mac). The program began operations in 2016, and its funds are provided to the states for the development, rehabilitation, and preservation of affordable housing for extremely low-income (ELI) households.

BUDGET OVERVIEW

The 2021 President's Budget proposes to eliminate the assessments on Fannie Mae and Freddie Mac, thereby discontinuing any new funding of the Housing Trust Fund. The Budget devolves some affordable housing activities to State and local governments who are better positioned to comprehensively address the array of unique market challenges, local policies, and impediments that lead to housing affordability problems. To support those efforts, the Administration has established the White House Council on Eliminating Regulatory Barriers to Affordable Housing¹ to help communities address, reduce, and remove the multitude of overly burdensome regulatory barriers that artificially raise the cost of housing development and help to cause the lack of housing supply.

HUD anticipates receiving approximately \$301 million from the calendar year 2019 collection, which will be distributed to the states in 2020. The Department will continue to administer the program until all existing grant funds are disbursed and closed, and oversee projects assisted with these grant funds until the end of their affordability periods (maximum 30 years).

¹ Executive Order 13878, 84 Fed. Reg. 30853, (June 28, 2019).

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
Formula Grants	244,927	113,923	361,427	293,937	301,000	67,490	365,916	-
Total	244,927	113,923	361,427 ^a	293,937	301,000	67,490	365,916 ^b	-

^{a/} The 2019 Total Resources column includes \$2.577 million in net sequestered funds.

^{b/} The 2020 Total Resources column includes \$(2.574) million in net sequestered funds.