



# Possible Elimination of CDBG and HOME Federal Grants

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CITY AND COUNTY OF

# SAN FRANCISCO

MAYOR EDWIN M. LEE

170222

# Community Development Block Grant

The CDBG program is a Federal entitlement program given to all cities with populations exceeding 50,000. CDBG funds must be used to primarily benefit low- and moderate-income households.

In San Francisco, our annual CDBG allocation of \$16.4M currently benefits:

- Affordable housing development or rehabilitation (6 organizations/developments funded)
- Housing-related services such as eviction prevention and tenant counseling (7,800 clients served)



# Community Development Block Grant

- Legal, financial, and job-readiness services (5,400 clients served)
- Workforce training for various populations (1,600 clients served)
- Small business assistance and commercial corridor revitalization (325 businesses and 1,200 people/jobs assisted or preserved)
- Other public services (900 clients served)
- Capital improvements to community facilities (22 facilities)
- MOHCD administration and operations



# HOME Investment Partnerships Program

HOME is a Federal entitlement program given to larger cities with demonstrated poverty and inadequate housing supply. HOME funds must be used to create affordable housing benefitting low-income households.

In future years, we anticipate that our annual HOME allocation of \$4.1M would support a portion of one new multifamily development each year.



# Timing & Congressional Support

*This is not the first time that dramatic cuts to CDBG have been proposed. In the past, however, the program has had broad popularity in Congress. A major focus of the National League of Cities and many other organizations is to try and save CDBG.*

We anticipate the potential elimination of CDBG and HOME would first impact the City in FY18-19.

- The City's annual allocations are received approximately nine months after the start of the Federal fiscal year.
- Our FY17-18 allocations are currently unknown due to the Federal FY16-17 budget still functioning on a Continuing Resolution, but we are currently expecting only slight reductions in FY17-18.



