President’s FY2019 Budget: New York State Housing Impact

President Trump’s FY 2019 Budget proposed cutting HUD funding by $8.8 billion or 18.3% compared to enacted FY 2017 funding.¹ This proposal represents a major shift in the federal government’s role in subsidized housing. Public Housing Capital, CDBG and HOME funding would be eliminated. Section 8 and Public Housing Operating would see significant reductions².

- **NEW YORK STATE LOSES $1+ BILLION IN ANNUAL HOUSING FUNDING**
  - -$630,485,078 Public Housing Operating & Capital Funds
  - -$285,649,007 Community Development Block Grant
  - -$91,239,293 HOME Investment Partnership

- **TRUMP ABDICATES FEDERAL ROLE IN PUBLIC HOUSING**
  By eliminating the fund for public housing capital, the President abandons public housing leaving state and local governments on the hook for outstanding capital repairs. This dramatic policy shift leaves NYCHA residents in the cold with $25 billion in needed upgrades for safe and decent living conditions.
  - DEFUNDED Public Housing Capital
  - 35% CUT Public Housing Operating

- **TRUMP RENT HIKE & FUNDING SHORTFALL WILL INCREASE HOMELESSNESS**
  Rents will rise for HUD-assisted tenants from 30% of adjusted income to 35% of gross income. This rent increase combined with budget’s short-funding of Section 8 puts families receiving rental assistance at a greater risk of homelessness.
  - 204,400 HUD-Assisted Households Rent Increases by 23% or $1480/Year on Average³
  - 20,897 Section 8 Voucher Households at Risk of Homelessness

**Affordable Housing Need**
- **90,000 Homeless New Yorkers**, including more than 30,000 children.
- **1 Million Severely Rent-Burdened Families**, pay more than half their income in rent each month.

**Jobs and Economic Benefits At-Risk**
In New York State, the annual affordable housing development & preservation impact⁴:

| 25,655 Apartments | 65,800 Jobs | $10.9 Billion Local Income |

¹ In an addendum issued by OMB Director Mulvaney after the President’s budget was released, $2 billion was proposed to be restored to the FY 2019 HUD budget.