

Housing Assistance Council

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www.ruralhome.org

October 13, 2021

The Honorable Nancy Pelosi Speaker United States House of Representatives Washington, DC 20515

The Honorable Maxine Waters Chairwoman Financial Services Committee United States House of Representatives Washington, DC 20515

The Honorable David Scott Chairman Agriculture Committee United States House of Representatives Washington, DC 20515 The Honorable Chuck Schumer Majority Leader United States Senate Washington, DC 20510

The Honorable Sherrod Brown Chairman Banking Committee United States Senate Washington, DC 20510

The Honorable Debbie Stabenow Chairwoman Agriculture Committee United States Senate Washington, DC 20510

Dear Speaker Pelosi, Majority Leader Schumer, Chairwoman Waters, Chairman Brown, Chairman Scott & Chairwoman Stabenow:

We hope this letter finds you and your families and staff well and healthy. The 118 undersigned affordable housing and community development organizations and partners write to support the rural housing resources included in the House Financial Services Committee's infrastructure reconciliation bill and the Rural Partnership Program included in the House Agriculture Committee's infrastructure reconciliation bill. We urge you to address the pressing housing and capacity needs of our nation's rural communities by maintaining these resources at the levels outlined in the Financial Services and Agriculture bills.

Long before the pandemic, rural America was facing an affordable and accessible housing crisis. Rural housing units lack adequate plumbing and kitchen facilities at a rate almost double the national average. Many homes in persistently poor rural areas suffer from overcrowding and a lack of accessibility. Affordability challenges also deeply impact rural residents, with average incomes well below the national median and nearly half of rural renters being categorized as cost burdened (paying 30 percent or more of their income in rent). These rural communities also often struggle with a lack of access to capital, a dearth of philanthropic and government investment, and declining local capacity to provide assistance and access complex federal resources. Exacerbating these challenges, the rural housing programs at the U.S. Department of Agriculture (USDA) have atrophied under federal funding cuts for decades.

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¹ Based on data accessed at: http://www.ruraldataportal.org/

We specifically support the Financial Services provisions that invest \$5 billion in USDA rural housing programs for multifamily rental preservation and new construction, home ownership and home repair, farmworker housing and rental assistance; and \$25 million in the Self-Help Homeownership Opportunity Program (SHOP) at the Department of Housing and Urban Development (HUD) to allow for affordable homeownership through sweat equity. No new USDA direct-financed rental housing has been developed in a decade (with the exception of a small number of farmworker housing units), and the existing properties are increasingly losing their affordability provisions as their mortgages mature, with thousands of units being lost each year. The investment that the Financial Services reconciliation bill makes would be transformational for addressing the multifamily preservation crisis and encouraging rural homeownership.

We also support the Rural Partnership Program (RPP) in the House Agriculture reconciliation bill, to address the capacity needs of rural places. RPP is a newly proposed program that is funded at nearly \$4 billion and would provide flexible grants to support rural and tribal community development and capacity building. The proposed program has two parts: grants to support direct activities and projects, and grants to support the organizations responsible for providing technical assistance and capacity to administer the grants. The power of capacity building in rural communities cannot be overstated. Rural communities often have small and part-time local governments, inadequate philanthropic support and a shortage of the specialists needed to navigate the complexities of federal programs and modern housing finance. Targeted capacity building through training and technical assistance is how local organizations learn skills, tap information, and gain the wherewithal to do what they know needs to be done. Geographic equity for rural places is a stated priority for the new Administration, amount of federal investment will succeed in creating lasting rural equity if not paired with robust capacity building to ensure the most underserved and persistently poor rural places are in a position to access available federal resources.

We urge you to consider the unique infrastructure needs of rural places and maintain the targeted resources for rural housing and capacity building included in the House Financial Services and Agriculture reconciliation bills. We stand ready to work with you during these unprecedented times to achieve these objectives. Thank you for your time and leadership.

Sincerely,

Housing Assistance Council (HAC)

Alabama Rural Ministry Alaska Community Development Corporation AllCare Community Foundation Allendale County ALIVE Appalachian Community Capital

² Rental Housing for a 21st Century Rural America: A Platform for Preservation. Housing Assistance Council. https://ruralhome.org/rural-america-is-losing-its-affordable-rental-housing/

³ Executive Order On Advancing Racial Equity and Support for Underserved Communities Through the Federal Government. Jan. 20, 2021. https://www.whitehouse.gov/briefing-room/presidential-actions/2021/01/20/executive-order-advancing-racial-equity-and-support-for-underserved-communities-through-the-federal-government/

Beattyville Housing and Development Corporation, Inc.

Cabrillo Economic Development Corporation

Campesinos Sin Fronteras

CASA of Oregon

cdcb | come dream. come build.

Center for Community Progress

Center for Disability Rights

Center for Rural Strategies

Central City Realty, Inc.

City of Cripple Creek

Coastal Enterprises, Inc.

Colorado Mountain Land Office

Communities Unlimited, Inc.

Community Action Commission of Fayette County

Community Concepts, Inc.

Community Frameworks

Companera and Associates

Council for Affordable and Rural Housing

Cowlitz County Habitat for Humanity

Corporation for Supportive Housing (CSH)

Curry County Homeless Coalition

Damascus Outreach Association, Inc.

Dance With Todd, Inc.

Diverse Housing Services, Inc.

Divine Ones Outreach Program

Enterprise Community Partners

Fahe

Family Resources of New Orleans

Fauquier Habitat for Humanity

Flint Hills Regional Council

Florida Non Profit Housing, Inc.

Frontier Housing, Inc.

Gary E. Hanes And Associates, LLC

Georgia Advancing Communities Together

Great Lakes Community Action Partnership

Greenpath Technologies

Greystone Affordable Development

Grow South Dakota

Habitat for Humanity Northeast Michigan

Habitat for Humanity of the San Juans

Habitat for Humanity of Wisconsin River Area

Higher Purpose Co.

Highlands Housing Corporation

Homeless and Housing Coalition of Kentucky

Hope Policy Institute

Housing America Corporation

Housing Lopez

Hudson River Housing

Impact Educational and Housing Development

Jefferson County Habitat for Humanity

Kentucky Mountain Housing Dev. Corp. Inc.

Kiemle Hagood

Lakeway Area Habitat for Humanity

Liberty Restoration Community Development Center

Lumbee Regional Development Association

Mental Health Association Oklahoma

Merritt Community Complex Foundation

Minnesota Housing Partnership

MO/EN Design Practice LLC

Mountain T.O.P.

National Affordable Housing Management Association

National Alliance of Community Economic Development Associations (NACEDA)

National Association of Development Organizations

National Housing Law Project

National Housing Trust

National NeighborWorks Association

NC Rural Center

NCALL Research

Neighborhood Housing Services of Dimmit County, Inc.

NeighborWorks Capital

Network for Oregon Affordable Housing

New Foundations Development, Inc.

Noah Arc Community Development Corp, Inc.

Northwest Regional Housing Authority

Office of Rural and Farmworker Housing

OPAL Community Land Trust

Partners for Rural Transformation

Partners for Rural Washington

Paulhus and Associates

People's Self-Help Housing, Inc.

Piedmont Habitat for Humanity, Inc.

Pike School of Art – Mississippi

RBG

RCAP Solutions, Inc.

Rebuilding Together Kent County

Reinventing Rural

Restoring Gods Glory Ministries, Inc.

Ruben D Salazar, Inc.

Rural Community Assistance Corporation (RCAC)

Rural Community Assistance Partnership (RCAP)

Rural Development Initiatives

Rural Housing Opportunities Corp.

Rural Local Initiatives Support Corporation

Self-Help Enterprises

Self-Help Homes

Self-Help Housing Corporation of Hawaii

Servants, Inc.

Sierra Service Project

South Texas Collaborative for Housing Development

Southwest GA United Empowerment Zone

Tangi Community Development

Tennessee's Community Assistance Corporation (TCAC)

The Genesis Fund

The Housing Assistance Corporation

The Pescadero Foundation

Tierra del Sol Housing Corporation

Timberhill Enterprises, LLC

Town of Fries, Virginia

Tri County Community Action Agency, Inc.

Wisconsin Council For Affordable and Rural Housing

Woodlands Development Group