June 25, 2020

The Honorable David Price Chair, Appropriations Subcommittee on Transportation, Housing and Urban Development U.S. House of Representatives Washington, D.C. 20515

The Honorable Susan Collins Chair, Appropriations Subcommittee on Transportation, Housing and Urban Development U.S. Senate Washington, D.C. 20510 The Honorable Mario Díaz-Balart Ranking Member, Appropriations Subcommittee on Transportation, Housing and Urban Development U.S. House of Representatives Washington, D.C. 20515

The Honorable Jack Reed Ranking Member, Appropriations Subcommittee on Transportation, Housing and Urban Development U.S. Senate Washington, D.C. 20510

Dear Chairman Price, Ranking Member Díaz-Balart, Chairwoman Collins, and Ranking Member Reed:

We, the undersigned **180** affordable rental housing providers, funders, and intermediaries are working diligently during the COVID-19 pandemic to ensure residents have safe, stable, and healthy places to call home. But providers are facing a myriad of challenges, including significant increases in health and safety related operating expenses and costs due to construction delays, that are threatening this work and placing the nation's critically needed affordable housing stock in jeopardy. A comprehensive and sustained federal housing response is required so that residents and owners are not burdened by mounting debt from which they cannot recover. We therefore urge you to provide at least \$14 billion in the next COVID-19 relief package to meet these immediate needs, through the proven and flexible HOME Investment Partnerships Program (HOME).

Affordable housing staff are essential employees, serving on the front lines of the COVID-19 crisis. When employees fall sick, temporary workers must be employed to fill their roles, which results in higher associated costs. Permanent staff who are healthy and working often receive hazard pay. More frequent cleaning and disinfecting of buildings and units also adds to operating expenses, along with personal protective equipment for staff, food access services for residents, and increased security, health care and other urgent needs. As a result, providers are facing significant increases in monthly operating costs. Existing operating reserves were not calculated or funded for this purpose and are insufficient.

Affordable housing developers are also experiencing challenges, including a need for additional resources for construction projects experiencing higher costs due to the crisis. Costs include remobilization, construction period interest, higher insurance premiums, and new safety procedures paired with lost revenue from delayed lease-ups. Without additional support to make up for these increased costs and changes to deal terms and pricing, numerous affordable housing projects will be put at risk at a time when the demand for them is as high as it has ever been.

There will also be emerging housing needs, from new construction to additional needs for rental assistance that a robust investment in HOME would be able to address. This is because HOME is our country's most flexible and proven housing program and its delivery system gives state and local governments the resources to respond to a variety of affordable housing challenges.

As affordable housing providers, funders, and intermediaries, we are living every day with the new realities of the COVID-19 pandemic and working to continue to ensure residents have a safe, stable, and healthy places to call home. Funding for HOME is critical to address the myriad of challenges owners are facing to protect our staff and residents, and we request that you provide at least \$14 billion in funding for the program to cover these immediate and emerging needs. Including HOME funding with a focus on flexibility to respond to the crisis in the next relief package will help

ensure that the pandemic does not hamper our efforts to solve the nation's affordability challenges.

Thank you for your consideration.

Sincerely,

#### **National Organizations**

Affordable Housing Tax Credit Coalition Cinnaire Compass Affordable Housing (CAH) Housing Services Council of State Community Development Agencies **Enterprise Community Investment** Enterprise Community Loan Fund Enterprise Community Partners **Ethos Development Partners** Gary E. Hanes & Associates, LLC Global Education Service, Inc. Grounded Solutions Network Habitat for Humanity International Healthcare Anchor Network Housing Advisory Group Housing Partnership Network (HPN) International WELL Building Institute Local Initiatives Support Corporation (LISC) LOCUS: Responsible Real Estate Developers and Investors Low Income Investment Fund (LIIF) Manufactured Housing Institute (MHI) Masbuild, Inc. Mercy Community Capital Mercy Housing, Inc. National Affordable Housing Management Association (NAHMA) National Affordable Housing Trust (NAHT) National Alliance of Community Economic Development Associations (NACEDA) National Association for County Community and Economic Development (NACCED) National Association of Local Housing Finance Agencies National Association of Regional Councils National Association of State and Local Equity Funds (NASLEF) National Community Renaissance National Council of State Housing Agencies (NCSHA) National Housing and Rehabilitation Association National Housing Trust National NeighborWorks Association **Opportunity Finance Network** Smart Growth America Stewards of Affordable Housing for the Future (SAHF) The Community Builders, Inc. Vesta Corporation

## Arizona

Arizona Housing Coalition

## California

A Community of Friends Beacon Development Group Century 21 Hometown Realty ConAm Management Corporation Frances Special Services Inc. Non-Profit Housing Association of Northern California (NPH) Esperanza Community Housing Corporation Merritt Community Capital Corporation PATHVentures Project Build a Future Self-Help Enterprises Tenderloin Neighborhood Development Corporation (TNDC)

## Colorado

Urban Land Conservancy

## Connecticut

Neighborhood Housing Services of Waterbury Sheldon Oak Central, Inc.

## Florida

Rural Neighborhoods South Florida Community Land Trust

#### Georgia

Purpose Built Communities SUMMECH Community Development Corporation Tapestry Development Group, Inc.

## Illinois

A Safe Place Applegate & Thorne-Thomsen Chicago Rehab Network Housing Action Illinois Illinois Housing Council

## Louisiana

Home by Hand, Inc. Jane Place Neighborhood Sustainability Initiative Mid City Redevelopment Alliance New Orleans Area Habitat for Humanity New Orleans Redevelopment Authority Providence Community Housing Renaissance Neighborhood Development Corporation

## Maine

Avesta Housing Community Housing of Maine Four Directions Development Corporation

## Maryland

Bon Secours Community Works Coalition Homes, Inc. Community Development Network of Maryland Housing Initiative Partnership, Inc. Maryland Affordable Housing Coalition (MAHC) Montgomery County Coalition for the Homeless

## Massachusetts

Lawrence CommunityWorks, Inc. Massachusetts Association of Community Development Corporations (MACDC) Neighborhood of Affordable Housing (NOAH)

## Michigan

Capital Impact Partners Central Detroit Christian CDC Community Economic Development Association of Michigan (CEDAM) Genesee County Habitat for Humanity NorthStar Community Development Corporation Invest Detroit Urban Neighborhood Initiatives (UNI) Vanguard Community Development Corporation

## Minnesota

Aeon Beacon Interfaith Housing Collaborative City of Lakes Community Land Trust Community Stabilization Project Greater Minnesota Housing Fund Midwest Minnesota Community Development Corporation Minnesota Housing Partnership PRG, Inc. Project for Pride in Living Seward Redesign, Inc. Twin Cities Habitat for Humanity

# New Hampshire

Housing Action New Hampshire

## **New Jersey**

Supportive Housing Association of New Jersey

## **New York**

Ascendant Neighborhood Development Corporation Barrier Free Living Family of Companies Beulah HDFC, Inc Bronx Pro Group Cypress Hills Local Development Corporation Habitat for Humanity of Greater Newburgh Habitat for Humanity New York City Grand St. Settlement Ithaca Neighborhood Housing Services (INHS) Leviticus 25:23 Alternative Fund, Inc. Margert Community Corporation Neighborhood Housing Services of Staten Island New Destiny Housing Corporation RUPCO, Inc. Selfhelp Realty Group West Side Federation for Senior and Supportive Housing WHEDco

#### North Carolina

Affordable Housing Management, Inc. DHIC, Inc. Reinvestment Partners

#### Oklahoma

Mental Health Association Oklahoma

#### Ohio

Avondale Development Corporation CHN Housing Partners Cleveland Neighborhood Progress Detroit Shoreway Community Development Organization Famicos Foundation Homeport Maumee Valley Habitat for Humanity Youngstown Neighborhood Development Corporation

#### Oregon

CASA of Oregon Human Solutions

#### Pennsylvania

Bloomfield-Garfield Corporation Chester Community Improvement Project HDC MidAtlantic Pittsburgh Community Reinvestment Group (PCRG)

## **Rhode Island**

HousingWorks RI NeighborWorks Blackstone River Valley Pawtucket Central Falls Development Smith Hill Community Development Corporation

#### Tennessee

BLDG Memphis Clinch-Powell RC&D Council,

#### Texas

Housing First Community Coalition Legacy Community Development Corporation Mexican American Unity Council, Inc. Neighborhood Housing Services of San Antonio Our Casas Resident Council, Inc. San Antonio Catholic Worker House

# Vermont

Cathedral Square Corporation Downstreet Housing & Community Development Housing Trust of Rutland County Housing Vermont Randolph Area Community Development Corporation Vermont Affordable Housing Coalition Vermont Housing & Conservation Board Vermont Human Rights Commission Vermont Legal Aid, Inc.

# Virginia

Arlington Partnership for Affordable Housing AHC Inc. Habitat for Humanity of Northern Virginia Piedmont Housing Alliance Revitalize Arlington, Inc. Richmond Metropolitan Habitat for Humanity

# Washington

Catholic Charities Housing Services - Diocese of Yakima Housing Hope Kennewick Housing Authority Low Income Housing Institute Mercy Housing Northwest Multi-Service Center (MSC) Office of Rural and Farmworker Housing OPAL Community Land Trust Victory Housing

# Washington D.C.

Coalition for Smarter Growth Housing Association of Nonprofit Developers (HAND) Regional Jubilee Housing

CC: Hon. Nancy Pelosi, Speaker, United States House of Representatives
Hon. Kevin McCarthy, Minority Leader, United States House Representatives
Hon. Mitch McConnell, Majority Leader, United States Senate
Hon. Charles Schumer, Minority Leader, United States Senate
Hon. Nita Lowey, Chair, Committee on Appropriations
Hon. Kay Granger, Ranking Member, Committee on Appropriations
Hon. Patrick Leahy, Vice Chairman, Committee on Appropriations
Hon. Maxine Waters, Chair, Committee on Financial Services
Hon. Mike Crapo, Chairman, Committee on Banking, Housing, and Urban Affairs
Hon. Sherrod Brown, Ranking Member, Committee on Banking, Housing, and Urban Affairs
Hon. David Perdue, Chairman, Subcommittee on Housing Transportation, and Community Development