

July 11, 2025

The Honorable James Clyburn  
Ranking Member  
House Appropriations Subcommittee on Transportation, Housing and Urban  
Development, and Related Agencies  
U.S. House of Representatives  
Washington, DC 20515

Dear Ranking Member Clyburn:

The National Housing Conference (NHC) is the nation's oldest and broadest affordable housing coalition. We write to express deep concern over the President's fiscal year (FY) 2026 discretionary budget request, which proposes nearly a 44% reduction in the Department of Housing and Urban Development (HUD)'s funding. These cuts would eliminate or drastically reduce proven programs such as Housing Choice Vouchers (HCV), the HOME Investment Partnership Program (HOME), Community Development Block Grants (CDBG), the Family Self-Sufficiency (FSS) program, and NeighborWorks America (NWA).

While there are reasonable reforms and efficiencies to be made in HUD's budget, we believe those efficiencies must improve and leverage support for affordable housing, not reduce or replace already under-resourced programs. Delays and freezes in grants and contracts, as well as drastic staffing cuts, have significantly undercut operations of local housing providers and likely delayed the production and increased the cost of affordable housing units. As a result, the proposed cuts would ultimately exacerbate the existing supply crisis, increase costs for low- and middle-income American households, force some apartment owners and operators out of business, and drive up homelessness.

We request that you maintain current funding levels across the board, and that any significant restructuring of programs such as the HCV program be discussed in the authorizing committees with significant consultation of state and local stakeholders, as well as industry and nonprofit stakeholders. These proposed reductions would have a devastating impact on millions of Americans, particularly the most vulnerable, in rural, tribal, suburban, and urban communities across the United States. Significant affordable housing and community development gains were made in the One Big Beautiful Bill Act, and it is critical that those not be undermined by cuts in other existing and highly successful affordable housing programs.

Our nation's housing crisis is experienced by every American in every community. According to the NHC's [Paycheck to Paycheck](#) database, between 2019 and 2024, the income needed to afford a 2-bedroom apartment in Columbia, South Carolina, rose by 29.93%, making it unaffordable for workers in many key occupations—including dental assistants, dispatchers, and office and administrative support workers. As of year-end 2023, Federal rental assistance supported 5 million people (or 2.3 million households)

nationally, which is only one in four of the eligible households, according to the [Congressional Research Service](#). [In South Carolina](#), 138,600 people (or 66,000 households) use federal rental assistance, and four in 10 low-income people pay over half their income for rent or are experiencing homelessness.<sup>1</sup>

The HCV works in partnership with the Family Self-Sufficiency program which helps families who receive HCVs, public housing tenants, and tenants in the Section 8 Project-Based Rental Assistance (PBRA) program achieve economic independence. We are deeply concerned about proposed funding cuts for FSS. This bipartisan program is the federal government's largest asset building program for families with low incomes. FSS provides people living in federally subsidized housing with the opportunity to build savings by capturing increased family rent payments due to increased earnings. Families in the program also have the opportunity to access services such as financial coaching or case management. FSS also enables families to leverage their housing assistance as a platform for economic mobility and to achieve their financial goals. Full funding at the FY 2024 level will allow this asset-building program to serve more households, and help more families graduate to the self-sufficiency we all support.

The HOME program is a deeply impactful, locally-driven program that often provides essential gap financing for other programs such as the Low-Income Housing Tax Credit (LIHTC), and has made a difference in communities across your state. It is a flexible, cost-effective program with quantifiable impact and broad bipartisan support. [In South Carolina](#), over \$493 million HOME funds have been invested from 1992-2024. \$2.8 million investments leveraged, over 22,000 homes built or preserved, over 5,500 families have received rental assistance, over 26,000 jobs supported, and \$1.7 billion in local income generated.

[NeighborWorks America](#) (NWA) is a highly effective organization that serves the housing needs of millions of households throughout the United States, especially in highly underserved rural areas in red states. As a Congressionally chartered nonprofit, NWA is independent and none of its staff are federal employees. It is funded primarily by annual appropriations directly from Congress, in addition to some private grants and contributions. [In FY 2023, NWA had \\$232.5 million available](#) with all funding sources combined, of which \$166 million was from core Congressional appropriations. This funding provides flexible, strategic, training and capital grants to 247 NWA network organizations. The NWA network leveraged its congressional appropriation 71:1 in [FY 2024](#).

Over the past 10 years, [NWA has created](#) 213,481 homeowners; constructed, acquired and preserved 140,133 rental homes; developed 13,943 For Sale developed homes; counseled and educated 1,382,638 customers; and grown its rental portfolio by 49% from 2015 to 2024, increasing from 142,603 to 211,856 rental homes owned and

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<sup>1</sup> A complete dataset of this information is available [here](#) and the Center for Budget and Policy Priorities methodology is available [here](#).

managed. In South Carolina in FY 2024, NWA's total investment was \$55.6 million, leveraging congressional appropriations 1:166. NWA distributed \$334,000 in grants, owned or managed 366 rental homes, supported 106 new homeowners, preserved or rehabilitated 75 homes, and counseled or educated over 1,400 customers.

Housing is a bipartisan issue that affects every American. We urge Congress to protect and strengthen federal investments in affordable housing and community development. Cutting these programs would undermine recent progress, exacerbate supply issues, further financially strain American households and businesses, increase homelessness, and harm local economies.

Thank you for your hard work and support for many of these programs, and your attention to this request. We look forward to working together to ensure housing stability for all Americans.

Sincerely,



David M. Dworkin  
President and CEO

**About the National Housing Conference**

The National Housing Conference has been defending the American Home since 1931. NHC is a diverse continuum of affordable housing stakeholders that convene and collaborate through dialogue, advocacy, research, and education, to develop equitable solutions that serve our common interest – an America where everyone is able to live in a quality, affordable home in a thriving community. Politically diverse and nonpartisan, NHC is a 501(c)3 nonprofit organization.