



# FISCAL YEAR 2025 BUDGET BRIEFING

MARCH 11, 2024

# FISCAL YEAR 2024 RECAP



- **HR 4366, Consolidated Appropriations Act, 2024**
  - Passed the House: March 6, 2024, 339-85; Passed the Senate: March 8, 75-22
  - Agriculture Appropriations
    - Key Rural Housing Provisions
    - Program Reductions
      - Section 502 direct loans (-\$370 million)
      - Section 504 loans
      - Section 504/533 grants
      - Section 514/516
      - Section 523
    - Program Increases: Rental Assistance (+\$130 million)
    - Recissions; Vouchers: \$35 million
    - Section 504/533: \$28 million
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# OTHER IMPORTANT PROVISIONS

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- Authorization for decoupling of rental assistance for maturing loans:
  - limited to 1000 units;
  - requires the owner to maintain the property;
  - sets rent at HUD FMR or project-based budget for higher rents; and
  - Rental Assistance contracts of 10, but not more than 20 years, subject to annual appropriations.

# FY25 APPROPRIATIONS CAPS

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- Limitation on Discretionary Set by the Fiscal Responsibility Act
- FY 24 - \$704 B (\$772 billion)
- FY 25 - \$710 B

# RURAL DEVELOPMENT ACCOUNTS

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## Rural Housing Loan Subsidies (\$ in millions)

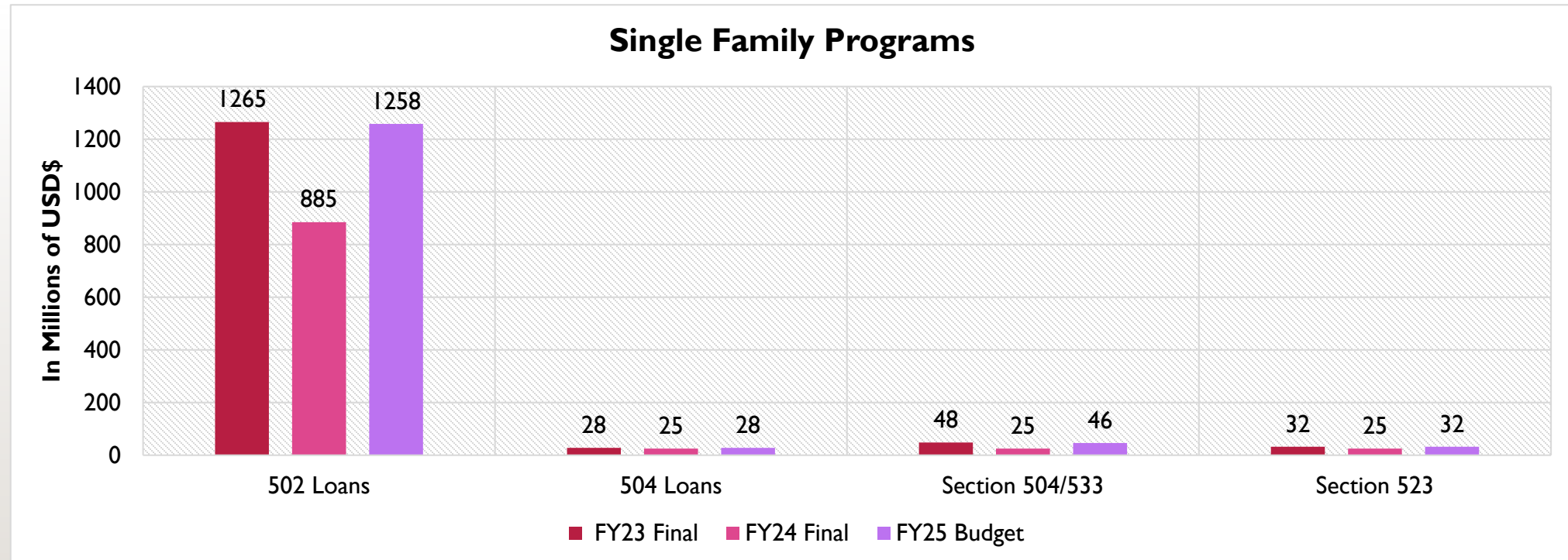
- FY 24 Final: \$152
- FY 25 Budget: \$232

## Appropriations for Salaries and Expenses (\$ in millions)

FY 24 Final: \$412

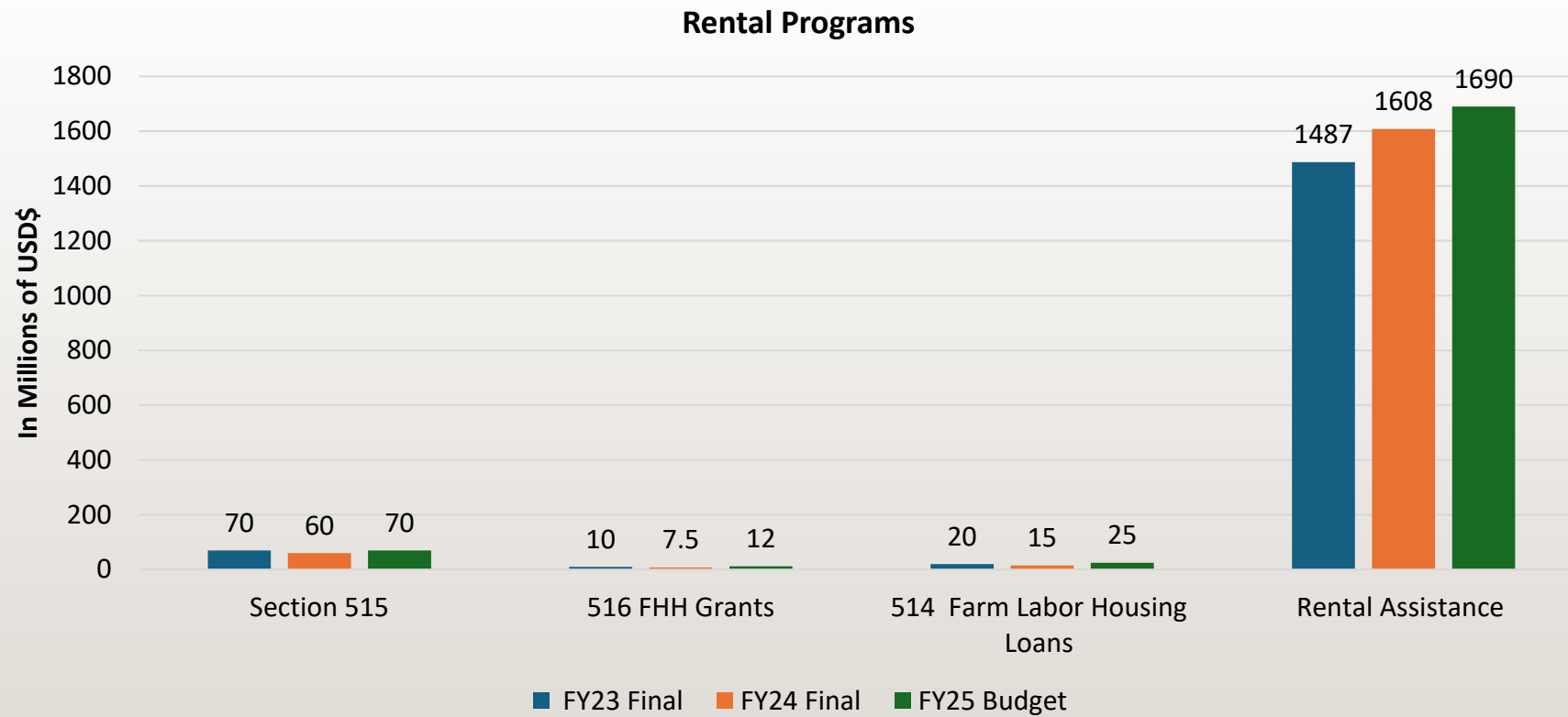
FY 25 Budget: \$412

# RURAL HOUSING SINGLE FAMILY PROGRAMS





# RURAL HOUSING RENTAL PROGRAMS



# MPR AND VOUCHERS

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- MPR
  - FY 24 -\$34 million
  - FY 25 Budget \$90 million
- Vouchers
  - FY 24 Final: \$48 million
  - FY 25 Budget: \$39 million



# WATER- SEWER

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## FY 24 Final

Loans: \$860 million

Grants: \$595 million

## FY 25 Budget

Loans: \$1350 million

Grants: \$674 million

# LEGISLATIVE PROPSALS

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- Eliminate Recapture on Sec. 502 loans ( \$1.12 billion)
- Requests authorization for Decoupling without limitation; requires owner to maintain the property; FY 24 policy on rents.

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# RURAL HOUSING OVERALL

## Agriculture Appropriations -- Selected Programs: FY 25 Final; FY 25 Budget, House Senate and Final -- \$ in millions

Programs	FY24 Final	FY 25 Budget
502 Single Family Direct	\$880	\$1,250
Relending demonstration	5	8
502 Single Family Guaranteed	25,000	30,000
504 Loans	25	28
RHAG 504 grants/533	35/10	46/16
514 Farm Labor Housing Loans	15	25
516 Farm Labor Housing Grants	7.5	12
515 Rural Rental Housing	60	70
521 Rural Rental Assistance	1608	1690
523 Self-Help TA	25	32
538 Rental Housing Guaranteed	400	400
Vouchers	48	39
Multi-Family Restructuring (BA)	34	90

# OTHER RURAL DEVELOPMENT PROGRAMS

FY 24 FINAL, FY 25 BUDGET \$ IN MILLIONS

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Water-Wastewater Loans	\$860	\$1350
Water-Wastewater Grants	595	674
Water-Wastewater Guarantee	50	
Solid Waste Grants	4	4
Small Systems Revolver	1	1
Intermediary Re-lending	10	19
RCDI	5	6
RMAP	6	7

# SELECTED HUD PROGRAMS

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Federal Housing and Community  
Development Selected Programs FY 24  
Budget and Final; FY 25 Budget \$ in  
millions

HUD	FY24 Budget	FY 24 Final	FY25 Budget
Housing Counseling	66	57.5	53
<b>Community Development Fund</b>	<b>3415</b>	<b>6720</b>	<b>2940</b>
<b>CDBG Formula funding</b>	<b>3300</b>	<b>3300</b>	<b>2930</b>
<b>EDI earmarks</b>		<b>3290</b>	
HOME	1800	1250	1250
SHOP	60	60	59
Section 108 Program Level	400	400	400
Section 202 Housing for Elderly	1023	913	931
NeighborWorks	172	158	168
Native American Programs	1053	1344	1053