

November 18, 2025

The Honorable Susan Collins Chair Committee on Appropriations Unites States Senate Washington, DC 20510

The Honorable Tom Cole Chair Committee on Appropriations U.S. House of Representatives Washington, DC 20515

The Honorable Cindy Hyde-Smith Chair Subcommittee on Transportation, Housing and Urban Development United States Senate Washington, DC 20510

The Honorable Steve Womack Chair Subcommittee on Transportation, Housing and Urban Development U.S. House of Representatives Washington, DC 20515 The Honorable Patty Murray Ranking Member Committee on Appropriations United States Senate Washington, DC 20510

The Honorable Rosa DeLauro Ranking Member Committee on Appropriations U.S. House of Representatives Washington, DC 20515

The Honorable Kirsten Gillibrand Ranking Member Subcommittee on Transportation, Housing and Urban Development United States Senate Washington, DC 20510

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

Chair Collins, Ranking Member Murray, Chair Cole, Ranking Member DeLauro, Chair Hyde-Smith, Ranking Member Gillibrand, Chair Womack, and Ranking Member Clyburn:

The undersigned members of the Community Development Block Grant (CDBG) Coalition urge you to reject the Senate's proposed \$200 million cut to HUD's CDBG program in FY26. We ask that the program be fully funded at the level of \$3.3 billion in FY26 to keep up with local development needs across the country.

CDBG is a highly impactful federal program that allows States and local governments and their program partners to craft locally driven solutions to urgent community development needs in four program areas: public facilities and infrastructure, public services, affordable housing, and economic development. There is no other federal program that provides communities with the resources and flexibility to collectively address these issues.



Every year, thousands of local communities depend on CDBG grants to fund new and ongoing development projects which would otherwise be unattainable. A \$200 million cut to the program would result in decreased funding to over 1,250 of the country's largest communities. It would also likely eliminate funding to many smaller and rural communities which apply for funding through state CDBG recipients.

Unfortunately, the CDBG program is already critically underfunded. For many years, funding has remained stagnant despite inflation and an increase in overall CDBG beneficiaries. As more communities across the country become eligible for funding, each existing community is receiving a smaller portion. Any further cuts to the program would be detrimental.

The CDBG program delivers results; for every \$1.00 in CDBG investment leverages \$5.02 from other public and private sources. A \$200 million cut to the program in FY26 would lose a potential \$1 billion in local investment over time. Additionally, HUD estimates that nearly 54 million people have directly benefited from CDBG infrastructure projects alone since FY05. CDBG regularly proves that it's an invaluable tool for fostering long-term development in vulnerable communities.

The CDBG Coalition thanks you for your support of the CDBG program and for your recognition of the value it brings to communities across the nation. We look forward to working with you to shore up continued investments in the CDBG program. Please reach out to Vicki Watson (vwatson@ncdaonline.org), National Community Development Association, Tess Hembree (thembree@coscda.org), Council of State Community Development Agencies, and Jenna Hampton Pomponi (jhampton@coscda.org), Council of State Community Development Agencies with questions.

Sincerely,

American Library Association
American Planning Association
Boys and Girls Clubs of America
Council of Large Public Housing Authorities
Council of State Community Development Agencies
Enterprise Community Partners
Feeding America
Habitat for Humanity International
Heartland Alliance
Housing Assistance Council



International Code Council International Economic Development Council KABOOM!

Local Initiatives Support Corporation

Main Street America

National Association for County Community and Economic Development

National Association for Latino Community Asset Builders

National Association of Counties

National Association of Development Organizations

National Association of Housing and Redevelopment Officials

National Association of Local Housing Finance Agencies

National Association of Regional Councils

National Community Development Association

National League of Cities

National NeighborWorks Association

National Recreation and Park Association

National Rural Water Association

National Urban League

Rebuilding Together

Rural Community Assistance Partnership

The Trust for Public Land

U.S. Conference of Mayors

YWCA USA