

MAINE AFFORDABLE HOUSING COALITION

June 5, 2015

The Honorable Susan Collins United States Senate 413 Dirksen Senate Office Building Washington, DC 20510

Dear Senator Collins,

As you know, the FY16 T-HUD Appropriations bill passed by the House Appropriations Committee on May 13<sup>th</sup> proposes to eliminate all of the 2016 funding for the National Housing Trust Fund (NHTF). We are writing to urge that the Senate T-HUD Subcommittee, which you chair, not follow what the House has done.

There are only 44 units of affordable and available housing in Maine for every 100 extremely low-income households, which is one of the many reasons why the NHTF - and its targeting of precisely these households - would be so valuable to our state.

The funding for the NHTF is a dedicated source of revenue on the mandatory side of the federal budget, and as such, is not subject to annual appropriations. Funding for the NHTF is based on an assessment of 4.2 basis points of the annual volume of business of Fannie Mae and Freddie Mac. This is a reliable, predictable stream of funding that is supposed to be separate from HUD appropriations.

We know that the T-HUD Subcommittee is working under severe fiscal constraints, due to caps imposed by the Budget Control Act and sequestration. However, the solution to this problem should not be to raid the funds dedicated to the NHTF to make up for lost appropriated funds.

We are also particularly concerned that, under the House bill, Maine will receive less funding overall than it would have without the changes it proposes, due to the small state minimum provision of the NHTF statute.

For more than seven years, since you co-sponsored the legislation that created the National Housing Trust Fund, we have been working with you and your staff to make this critical new resource a reality. We respectfully request that the Senate T-HUD Committee not follow the House Appropriations Committee's lead in further frustrating efforts to put NHTF dollars to work in Maine and around the country.

Thank you for your consideration of our concerns.

Sincerely,

ABG Consulting, Gray Auburn Housing Authority Augusta Housing Authority Avesta Housing, Portland Bangor Area Homeless Shelter Bath Housing Becker Structural Engineers, Portland Brewer Housing Authority Brunswick Housing Authority C&C Realty Management, Augusta C.M. Cimino Realty Inc., Westbrook CEI, Wiscasset City of Bangor Public Health and Community Services Department City of Portland Community Concepts, Lewiston Community Housing of Maine, Portland Curtis Thaxter, Portland CWS Architects, Portland Fair Tide, Kittery Fort Fairfield Housing Authority Four Directions Development Corporation, Orono Freeport Housing Trust Gawron Turgeon Architects, Scarborough Genesis Community Loan Fund, Damariscotta Greater Community Land Trust, Portland GrowSmart Maine, Portland Highland Green, Topsham Homestart, Peaks Island Housing Initiatives of New England, Portland John Anton, Consultant, Portland Kennebec Valley Community Action, Waterville LeadingAge Maine & New Hampshire Life By Design, Presque Isle MacDonald Associates, Bath Maine Affordable Housing Coalition

Maine Public Health Association Maine Workforce Housing LLC, Portland MCH, Inc., Rockland Murray Plumb & Murray, Portland Northern New England Housing Investment Fund, Portland OceanView at Falmouth Old Town Housing Authority Penquis, Bangor Planning Decisions, Hallowell Portland Housing Authority Preble Street, Portland Presque Isle Housing Authority Raise-Op, Lewiston Richard Curtis & Associates, Portland Sanford Housing Authority Shalom House, Portland South Portland Housing Authority The Caleb Group, Saco The Opportunity Alliance, South Portland Thornton Tomasetti, Portland Total Construction Management, Winterport Washington Hancock Community Agency, Ellsworth Westbrook Housing Authority Yarmouth Senior Housing York County Community Action Corporation, Sanford York Housing Zachau Construction, Freeport