



**Going Green:
Economic Recovery and Beyond
Department of Housing and Urban
Development**

June 18, 2009



HUD's Role in the Recovery Act

HUD's \$13.61B in funding under the Recovery Act supports 3 main themes across 9 departmental programs.

- Promoting Energy Efficiency & Creating Green Jobs**
- Unlocking the Credit Markets & Supporting “Shovel-Ready” Projects**
- Mitigating the Effects of Foreclosures & Preventing Community Decline**

1. Promoting Energy Efficiency & Creating Green Jobs	2. Unlocking the Credit Markets & Supporting "Shovel-Ready" Projects	3. Mitigating the Effects of Foreclosures & Preventing Community Decline
<p><u>Funding:</u> \$4 B: Public Housing Capital Fund \$510 m: Native American Housing Block Grants \$250m: Assisted Housing Energy & Green Retrofit Program \$100m: Lead Hazard Reduction/ Healthy Homes</p> <p>\$4.86B Total</p>	<p><u>Funding:</u> \$2.25 B: Tax Credit Assistance Program \$2 B: Project Based Rental Assistance</p> <p>\$4.25B Total</p>	<p><u>Funding:</u> \$2.B: Neighborhood Stabilization Program \$1.5B: Homelessness Prevention Fund \$1 B: Community Development Block Grants</p> <p>\$4.5B Total</p>
<p><u>Benefits/Outcomes:</u></p> <ul style="list-style-type: none"> ✓ Reduce greenhouse gas emissions ✓ Decrease consumer energy costs ✓ Increase quality & longevity of public and Native American housing stock 	<p><u>Benefits/Outcomes:</u></p> <ul style="list-style-type: none"> ✓ Produce tens of thousands of affordable housing units ✓ Unlock private lending 	<p><u>Benefits/Outcomes:</u></p> <ul style="list-style-type: none"> ✓ Stabilize property values ✓ Prevent homelessness ✓ Prevent neighborhood blight
<p>✓ Support tens of thousands of jobs by 2010</p>		

HUD's delivery approach combines short-term spending on "shovel-ready" projects via formula grants with longer-term focus on high-performance projects through competition.

- Short-Term Focus By Formula: Quick Spending & Job Stimulus**
- Long-Term Focus By Competition: Program Restructuring & Targeting**

Promoting Energy Efficiency and Green Jobs

Roughly one-third of HUD's Recovery Act funds are aimed at "greening" public and assisted housing, while at the same time contributing to the creation of a new industry for increasing residential energy efficiency

Recovery Act Impact

HUD's estimates show that major energy efficiency Recovery Act programs will:

- Reduce energy costs**
- Increase comfort for residents**
- Reduce annual greenhouse gas emissions**
- Create green jobs**

HUD-DOE Partnership

- 1. Provide guidance to public and assisted housing**
- 2. Coordinate expenditure of \$16 billion in economic recovery funds**
- 3. Develop baseline for measuring home energy use and efficiency improvements**
- 4. New financing tools that will enable large scale investment in residential sector**

Streamlining Weatherization Assistance in Multifamily Housing

- **HUD and DOE MOU**
- **Aimed at eliminating overlapping income verification requirements for public and assisted housing**
- **DOE has published a proposed rule – comments due July 6.**

Properties Covered By The DOE Rule

- **Public Housing**
- **Project-based Section 8 Assisted Housing**
- **Section 202 Supportive Housing for the Elderly**
- **Section 811 Supported Housing for Disabled Persons**
- **Low Income Housing Tax Credit (LIHTC) Projects**
- **Not covered:**
 - **Section 223(d)3 and (d)5 and Section 236 projects (with fewer than two-thirds of units with project based assistance)**
 - **Section 8 tenant-based vouchers**

HUD's Income Verification Process

Each participating family's income before the family is allowed to move into assisted housing, and at least annually thereafter.

HUD monitors owner compliance with tenant eligibility requirements on an annual basis

Tenant eligibility certifications are required in order for subsidy payments to be authorized.

HUD's Income Verification Process

HUD accepts three methods of verification, listed in order of acceptability: Third-party verification; Review of documents: Family verification.

If third-party verification is not available, the owner must document the tenant file to explain.

HUD requires and archives a number of forms, and can therefore provide documentation for all requirements .

Thanks for Your Comments

Further Information On HUD's Recovery

Act Programs:

www.hud.gov/recovery