

#### 116TH CONGRESS 1ST SESSION

# S. 2951

To facilitate the development of affordable housing, and for other purposes.

# IN THE SENATE OF THE UNITED STATES

NOVEMBER 21, 2019

Mr. Schumer (for Ms. Harris (for herself, Mr. Durbin, and Ms. Duck-Worth)) introduced the following bill; which was read twice and referred to the Committee on Banking, Housing, and Urban Affairs

# A BILL

To facilitate the development of affordable housing, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Housing is Infrastruc-
- 5 ture Act of 2019".
- 6 SEC. 2. FINDINGS.
- 7 Congress finds the following:
- 8 (1) Affordable housing is a critical part of the
- 9 national infrastructure of the United States, but
- there is a severe shortage of affordable housing in

- the United States and the existing stock is badly in need of repair.
  - (2) According to a 2010 study sponsored by the Department of Housing and Urban Development, there was a \$26,000,000,000 backlog of capital needs for public housing. That figure is likely higher today, with some groups estimating the backlog of capital needs for public housing to be as high as \$70,000,000,000,000.
    - (3) According to the Department of Agriculture, there are 14,000 dwelling units receiving rental assistance under section 514 or 515 of Housing Act of 1949 (42 U.S.C. 1484, 1485) that have an estimated unmet reserve need of \$5,600,000,000.
    - (4) Federal investment in housing helps to create jobs and stimulate the economy.
    - (5) When the American Recovery and Reinvestment Act of 2009 (Public Law 111–5) was enacted, which included funding for public housing, researchers found that for each \$1.00 in direct spending on public housing, there was an additional \$2.12 of indirect and induced economic activity nationwide for a total economic impact of \$3.12 for each \$1.00 in direct spending on public housing.

- 1 (6) According to the National Association of 2 Home Builders, building 100 affordable rental 3 homes generates \$11,700,000 million in local in-4 come, \$2,200,000 in taxes and revenue for local gov-5 ernments, and 161 local jobs.
- 6 (7) Researchers estimate that the growth in the 7 gross domestic product from 1964 to 2009 would 8 have been 13.5 percent higher if families had better 9 access to affordable housing, which in turn could 10 have led to an additional \$1,700,000,000 increase in 11 income, equivalent to \$8,775 in additional wages for 12 each worker.

#### 13 SEC. 3. DEFINITIONS.

- 14 In this Act—
- 15 (1) the terms "adjusted income", "low-income 16 family", "public housing", and "public housing 17 agency" have the meanings given those terms in sec-18 tion 3(b) of the United States Housing Act of 1937 19 (42 U.S.C. 1437a(b));
- 20 (2) the term "Administrator" means the Ad-21 ministrator of the Federal Emergency Management 22 Agency;
- 23 (3) the terms "area having special flood haz-24 ards", "substantial damage", and "substantial im-25 provement" have the same meanings as when used

1	in the Flood Disaster Protection Act of 1973 (42
2	U.S.C. 4002 et seq.) and the National Flood Insur-
3	ance Act of 1968 (42 U.S.C. 4001 et seq.);
4	(4) the term "at risk of homelessness" has the
5	meaning given the term in section 401 of the
6	McKinney-Vento Homeless Assistance Act (42
7	U.S.C. 11360);
8	(5) the term "homeless" has the meaning given
9	the term in section 103 of the McKinney-Vento
10	Homeless Assistance Act (42 U.S.C. 11302);
11	(6) the term "minority"—
12	(A) has the meaning given the term in sec-
13	tion 308(b) of the Financial Institutions Re-
14	form, Recovery, and Enforcement Act of 1989
15	(12 U.S.C. 1463 note); and
16	(B) includes any indigenous person in the
17	United States, including in any territory of the
18	United States;
19	(7) the term "minority and women's business
20	enterprise" means a business that is not less than
21	51 percent owned and controlled by members of a
22	minority group or women;
23	(8) the term "qualified affordable housing"
24	means a housing development that—

1	(A)(i) is funded in any part by assistance
2	provided by the Department of Housing and
3	Urban Development or the Rural Housing Serv-
4	ice of the Department of Agriculture; or
5	(ii) includes a qualified low income build-
6	ing, as defined in section 42 of the Internal
7	Revenue Code of 1986; or
8	(B) consists of not less than 5 dwelling
9	units of which not less than 20 percent are
10	made available—
11	(i) for rental only by a low-income
12	family;
13	(ii) at a monthly rent amount that
14	does not exceed 30 percent of the monthly
15	adjusted income of the tenant low-income
16	family; and
17	(iii) maintains affordability for resi-
18	dents who are low-income families for a pe-
19	riod of not less than 30 years;
20	(9) the term "relevant agency head" means,
21	with respect to funds made available pursuant to
22	any section of this Act, the head of the Federal
23	agency responsible for administering the program
24	under which those funds are to be expended; and

1 (10) the term "Secretary" means the Secretary
2 of Housing and Urban Development.

#### 3 SEC. 4. PUBLIC HOUSING CAPITAL FUND.

- (a) AUTHORIZATION OF APPROPRIATIONS.—
- 5 (1) IN GENERAL.—There is authorized to be 6 appropriated for the Capital Fund under section 7 9(d) of the United States Housing Act of 1937 (42 8 U.S.C. 1437g(d)) \$70,000,000,000.
  - (2) AVAILABILITY OF FUNDS.—Any amounts appropriated pursuant to this subsection shall remain available until the date that is 5 years after the date of the appropriation.

# (b) REQUIREMENTS.—The Secretary shall—

- (1) distribute not less than 35 percent and not more than 75 percent of any amounts appropriated pursuant to subsection (a) under the same formula used for amounts made available for the Capital Fund for fiscal year 2019, except that the Secretary may determine not to allocate funding to public housing agencies that are designated as troubled at the time of such determination or to public housing agencies that elect not to accept such funding, or both; and
- (2) make available all remaining amounts by competition for priority investments, including in-

- 1 vestments that address lead hazards, other urgent
- 2 health and safety concerns, and such other priorities
- as the Secretary may identify.
- 4 (c) Timing.—The Secretary shall obligate amounts—
- 5 (1) made available under subsection (b)(1)
- 6 within 30 days of enactment of the Act appro-
- 7 priating such funds; and
- 8 (2) made available under subsection (b)(2)
- 9 within 12 months of enactment of the Act appro-
- priating such funds.
- 11 (d) Limitation.—Amounts provided pursuant to
- 12 this section may not be used for operating costs or rental
- 13 assistance.
- 14 (e) Use of Funds.—Not more than 0.5 percent of
- 15 any amount appropriated pursuant to this section shall be
- 16 used by the Secretary for costs associated with staff, train-
- 17 ing, technical assistance, technology, monitoring, travel,
- 18 enforcement, research, and evaluation.
- 19 (f) Monitoring.—With respect to any public hous-
- 20 ing agency that is designated as troubled at the time that
- 21 amounts appropriated pursuant to this section are obli-
- 22 gated for the public housing agency, the Secretary shall
- 23 provide additional monitoring and oversight of the public
- 24 housing agency to ensure that any amounts provided are

- 1 used in accordance with this section and any applicable
- 2 laws.
- 3 (g) Supplement Not Supplant.—The Secretary
- 4 shall ensure that amounts provided pursuant to this sec-
- 5 tion shall serve to supplement and not supplant other
- 6 amounts generated by a recipient of those amounts or
- 7 amounts provided by other Federal, State, or local
- 8 sources.
- 9 (h) Water and Energy Efficiency.—In distrib-
- 10 uting any amounts pursuant to subsection (b), the Sec-
- 11 retary shall give priority to public housing agencies located
- 12 in States and localities that have a plan to increase water
- 13 and energy efficiency when developing or rehabilitating
- 14 public housing using distributed amounts.
- 15 SEC. 5. RURAL MULTIFAMILY PRESERVATION AND REVI-
- 16 TALIZATION DEMONSTRATION PROGRAM.
- 17 (a) In General.—There is authorized to be appro-
- 18 priated for carrying out the Multifamily Preservation and
- 19 Revitalization Demonstration program of the Rural Hous-
- 20 ing Service authorized under sections 514, 515, and 516
- 21 of the Housing Act of 1949 (42 U.S.C. 1484, 1485, 1486)
- 22 \$1,000,000,000, to remain available until expended.
- 23 (b) Water and Energy Efficiency.—Not less
- 24 than 10 percent of all amounts made available pursuant
- 25 to this section shall be used only for activities relating to

- 1 water and energy efficiency and, at the discretion of the
- 2 Secretary of Agriculture, other strategies to reduce emis-
- 3 sions.

### 4 SEC. 6. FLOOD MITIGATION ASSISTANCE GRANT PROGRAM.

- 5 (a) In General.—There is authorized to be appro-
- 6 priated for carrying out the Flood Mitigation Assistance
- 7 Grant Program under section 1366 of the National Flood
- 8 Insurance Act of 1968 (42 U.S.C. 4104c) \$1,000,000,000,
- 9 to remain available until expended.
- 10 (b) Flood Risk Mitigation.—Except as provided
- 11 in subsection (c), the Administrator shall require that any
- 12 structure that is located in an area having special flood
- 13 hazards shall be elevated with the lowest floor, including
- 14 the basement, not less than 2 feet above the base flood
- 15 level if the structure, with amounts appropriated pursuant
- 16 to this section—
- 17 (1) is newly constructed;
- 18 (2) receives repairs to substantial damage, or
- 19 (3) receives substantial improvement.
- 20 (c) Multifamily Residences and Attached and
- 21 Semi-Attached Homes.—With regard to any structure
- 22 that is a multifamily residence or an attached or semi-
- 23 attached residence, the Administrator shall—
- 24 (1) consult with the Secretary and establish al-
- 25 ternative forms of mitigation; and

- 1 (2) exempt any multifamily residence or any at-
- 2 tached or semi-attached residence that meets the re-
- 3 quirements of any such alternative forms of mitiga-
- 4 tion from the requirements under subsection (b).
- 5 (d) Water and Energy Efficiency.—Not less
- 6 than 10 percent of all amounts made available pursuant
- 7 to this section shall be used only for activities relating to
- 8 water and energy efficiency and, at the discretion of the
- 9 Administrator, other strategies to reduce emissions.

#### 10 SEC. 7. HOUSING TRUST FUND.

- 11 (a) In General.—There is authorized to be appro-
- 12 priated for the Housing Trust Fund under section 1338
- 13 of the Housing and Urban Development Act of 1992 (12
- 14 U.S.C. 4568) \$5,000,000,000, to remain available until
- 15 expended.
- 16 (b) Priority.—The Secretary shall ensure that pri-
- 17 ority for occupancy in dwelling units assisted with
- 18 amounts made available pursuant to this section that be-
- 19 come available for occupancy shall be given to persons and
- 20 households who are homeless or at risk of homelessness.
- 21 (c) Water and Energy Efficiency.—Not less
- 22 than 10 percent of all amounts made available pursuant
- 23 to this section shall be used only for activities relating to
- 24 water and energy efficiency and, at the discretion of the
- 25 Secretary, other strategies to reduce emissions.

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1	SEC.	Χ.	SINGLE-FAMILY	HOUSING	REPAIR	LOANS	ANI

- 2 GRANTS.
- 3 (a) In General.—There is authorized to be appro-
- 4 priated for carrying out single family housing repair loans
- 5 and grants under section 504 of the Housing Act of 1949
- 6 (42 U.S.C. 1474) \$100,000,000, to remain available until
- 7 expended.
- 8 (b) Water and Energy Efficiency.—Not less
- 9 than 10 percent of all amounts made available pursuant
- 10 to this section shall be used only for activities relating to
- 11 water and energy efficiency and, at the discretion of the
- 12 Secretary of Agriculture, other strategies to reduce emis-
- 13 sions.
- 14 SEC. 9. NATIVE AMERICAN HOUSING BLOCK GRANT PRO-
- GRAM.
- 16 (a) In General.—There is authorized to be appro-
- 17 priated for carrying out the Native American housing
- 18 block grant program under title I of the Native American
- 19 Housing Assistance and Self-Determination Act of 1996
- 20 (25 U.S.C. 4111 et seq.) \$1,000,000,000, to remain avail-
- 21 able until expended.
- 22 (b) Water and Energy Efficiency.—Not less
- 23 than 10 percent of all amounts made available pursuant
- 24 to this section shall be used only for activities relating to
- 25 water and energy efficiency and, at the discretion of the
- 26 Secretary, other strategies to reduce emissions.

## SEC. 10. HOME INVESTMENT PARTNERSHIPS PROGRAM.

- 2 (a) In General.—There is authorized to be appro-
- 3 priated for carrying out the HOME Investment Partner-
- 4 ship Program under title II of the Cranston-Gonzalez Na-
- 5 tional Affordable Housing Act (42 U.S.C. 12721 et seq.)
- 6 \$5,000,000,000, to remain available until expended.
- 7 (b) Water and Energy Efficiency.—Not less
- 8 than 10 percent of all amounts made available pursuant
- 9 to this section shall be used only for activities relating to
- 10 water and energy efficiency and, at the discretion of the
- 11 Secretary, other strategies to reduce emissions.
- 12 SEC. 11. PROGRAM FOR SUPPORTIVE HOUSING FOR PER-
- 13 SONS WITH DISABILITIES.
- 14 (a) In General.—There is authorized to be appro-
- 15 priated \$2,500,000,000 for project rental assistance under
- 16 the program for supportive housing for persons with dis-
- 17 abilities under section 811(b)(3) of the Cranston-Gonzalez
- 18 National Affordable Housing Act (42 U.S.C. 8013(b)(3))
- 19 for State housing finance agencies, to remain available
- 20 until expended.
- 21 (b) Water and Energy Efficiency.—Not less
- 22 than 10 percent of all amounts made available pursuant
- 23 to this section shall be used only for activities relating to
- 24 water and energy efficiency and, at the discretion of the
- 25 Secretary, other strategies to reduce emissions.

SEC. 12. PROGRAM FOR SUPPORTIVE HOUSING FOR THE
ELDERLY.
(a) In General.—There is authorized to be appro-
priated \$2,500,000,000 for—
(1) capital advances pursuant to section
202(c)(1) of the Housing Act of 1959 (12 U.S.C.
1701q(c)(1)), including amendments to capital ad-
vance contracts for housing for the elderly as au-
thorized by section 202 of such Act;
(2) project rental assistance for the elderly
under section 202(c)(2) of such Act, including
amendments to contracts for such assistance and re-
newal of expiring contracts for such assistance for
up to a 1-year term;
(3) senior preservation rental assistance con-
tracts, including renewals, as authorized by section
811(e) of the American Housing and Economic Op-
portunity Act of 2000 (12 U.S.C. 1701q note); and
(4) supportive services associated with housing
assisted under paragraph (1), (2), or (3).
(b) Availability of Amounts.—Any amounts ap-
propriated pursuant to this section shall remain available
until September 30, 2023.
(c) Water and Energy Efficiency.—Not less
than 10 percent of all amounts made available pursuant

26 to this section shall be used only for activities relating to

- 1 water and energy efficiency and, at the discretion of the
- 2 Secretary, other strategies to reduce emissions.
- 3 SEC. 13. CAPITAL MAGNET FUND.
- 4 (a) In General.—There is authorized to be appro-
- 5 priated for the Capital Magnet Fund under section 1339
- 6 of the Federal Housing Enterprises Financial Safety and
- 7 Soundness Act of 1992 (12 U.S.C. 4569) \$2,500,000,000,
- 8 to remain available until expended.
- 9 (b) Water and Energy Efficiency.—Not less
- 10 than 10 percent of all amounts made available pursuant
- 11 to this section shall be used only for activities relating to
- 12 water and energy efficiency and, at the discretion of the
- 13 Secretary, other strategies to reduce emissions.
- 14 SEC. 14. COMMUNITY DEVELOPMENT BLOCK GRANT FUND-
- 15 ING FOR AFFORDABLE HOUSING AND INFRA-
- 16 STRUCTURE.
- (a) AUTHORIZATION OF APPROPRIATIONS.—
- 18 (1) In general.—Subject to the provisions of
- this section, there is authorized to be appropriated
- for assistance under the community development
- 21 block grant program under title I of the Housing
- and Community Development Act of 1974 (42)
- 23 U.S.C. 5301 et seq.) \$10,000,000,000, to remain
- 24 available until expended.

1	(2) Administrative and planning costs.—
2	Not more than 15 percent of any amounts appro-
3	priated pursuant to paragraph (1) may be used for
4	administrative and planning costs.
5	(b) Eligible Activities.—Amounts made available
6	for assistance under this section may be used only for—
7	(1) the development and preservation of quali-
8	fied affordable housing, including the construction of
9	such housing;
10	(2) the responsible elimination or waiving of
11	zoning requirements and other requirements that
12	limit affordable housing development, including high
13	density and multifamily development restrictions,
14	off-street parking requirements, and height limita-
15	tions; and
16	(3) any project or entity eligible for a discre-
17	tionary grant provided by the Department of Trans-
18	portation.
19	(c) Limitation.—With respect to amounts used pur-
20	suant to subsection (b)(2), the Secretary shall ensure that
21	recipients of amounts provided pursuant to this section
22	are not incentivized or otherwise rewarded for eliminating
23	or undermining the intent of the zoning regulations or
24	other regulations or policies that—
25	(1) establish fair wages for labors;

(2) ensure the health and safety of buildings for
residents and the general public;
(3) protect fair housing;
(4) provide environmental protections;
(5) prevent tenant displacement; or
(6) protect any other interest that the Secretary
determines is in the public interest to preserve.
(d) Competition.—Amounts made available for as-
sistance under this section shall be awarded to States,
units of general local government, and Indian Tribes on
a competitive basis, based on the extent to which the appli-
cant—
(1) demonstrates that the applicant is respon-
sibly streamlining the process for development of
qualified affordable housing;
(2) is eliminating or reducing impact fees for
housing within boundaries of the State, unit of local
government, or Indian Tribe, as applicable, except
such fees that are used for the purposes of devel-
oping housing, and other assessments by State or
local governments upon the owners of new housing
development projects that offset governmental cap-
development projects that offset governmental cap- ital expenditures for infrastructure required to serve

and

25

1	(3) provides assurances that the applicant will
2	supplement assistance provided under this section
3	with amounts from non-Federal sources for costs of
4	the qualified affordable housing or infrastructure eli-
5	gible under subsection (b) to be funded with assist-
6	ance under this section, and the extent of such sup-
7	plemental assistance to be provided.
8	(e) Water and Energy Efficiency.—Not less
9	than 10 percent of all amounts made available pursuant
10	to this section shall be used only for activities relating to
11	water and energy efficiency and, at the discretion of the
12	Secretary, other strategies to reduce emissions.
10	OEC 15 INCLUCION OF MINODIUM AND WOMEN'S DUCINIESS
13	SEC. 15. INCLUSION OF MINORITY AND WOMEN'S BUSINESS
13	ENTERPRISES.
14	
	ENTERPRISES.
14 15	ENTERPRISES.  It shall be the duty of each relevant agency head—
14 15 16	ENTERPRISES.  It shall be the duty of each relevant agency head—  (1) to consult and cooperate with grantees and
14 15 16 17	ENTERPRISES.  It shall be the duty of each relevant agency head—  (1) to consult and cooperate with grantees and recipients, when utilizing funds made available pur-
14 15 16 17	ENTERPRISES.  It shall be the duty of each relevant agency head—  (1) to consult and cooperate with grantees and recipients, when utilizing funds made available pursuant to this Act, to promote the inclusion of minor-
14 15 16 17 18	ENTERPRISES.  It shall be the duty of each relevant agency head—  (1) to consult and cooperate with grantees and recipients, when utilizing funds made available pursuant to this Act, to promote the inclusion of minority and women's business enterprises, including to
14 15 16 17 18 19 20	ENTERPRISES.  It shall be the duty of each relevant agency head—  (1) to consult and cooperate with grantees and recipients, when utilizing funds made available pursuant to this Act, to promote the inclusion of minority and women's business enterprises, including to establish—
14 15 16 17 18 19 20 21	ENTERPRISES.  It shall be the duty of each relevant agency head—  (1) to consult and cooperate with grantees and recipients, when utilizing funds made available pursuant to this Act, to promote the inclusion of minority and women's business enterprises, including to establish—  (A) special consideration to increasing
14 15 16 17 18 19 20 21	ENTERPRISES.  It shall be the duty of each relevant agency head—  (1) to consult and cooperate with grantees and recipients, when utilizing funds made available pursuant to this Act, to promote the inclusion of minority and women's business enterprises, including to establish—  (A) special consideration to increasing grantee and recipient outreach to minority and

l	(B) procurement goals for the utilization of
2	minority and women's business enterprises; and
3	(2) to convene meetings with leaders and offi-
4	cials of State and local governments, Tribal entities,
5	and public housing agencies for the purpose of rec-
6	ommending and promoting funding opportunities
7	and initiatives needed to advance the position of mi-
8	nority and women's business enterprises when com-
9	peting for funds provided in this Act.

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