March 23, 2021

Joe Carlile, Senior Advisor to the Secretary Peggy Bailey, Senior Advisor to the Secretary Dominique Blom, General Deputy Assistant Secretary for Public and Indian Housing Lopa P. Kolluri, Principal Deputy Assistant Secretary for Housing Ethan Handelman, Deputy Assistant Secretary for Multifamily Housing U.S. Department of Housing and Urban Development 451 7th Street SW Washington, DC 20410

Dear Mr. Carlile, Ms. Bailey, Ms. Blom, Ms. Kolluri, and Mr. Handelman,

In light of Congress' action in December 2020 to increase funding for the Family Self-Sufficiency (FSS) program to \$105 million, from a previously enacted level of \$80 million, the undersigned organizations and individuals would like to take this opportunity to share our recommendations for HUD's implementation of this increased funding. Several of these recommendations were previously submitted as part of a broader set of joint comments regarding FR-6114-P-01 (Streamlining and Implementation of Economic Growth, Regulatory Relief, and Consumer Protection Act Changes to Family Self-Sufficiency Program) in November 2020.

The group of undersigned organizations and individuals includes FSS service providers in both public housing authority and multifamily FSS programs, national and regional organizations of public housing authorities and of multifamily owners, individual multifamily owners, and a broad range of other organizations and individuals with an interest in and commitment to the FSS program. Above all, we share in a commitment to expanding access to the FSS program for the benefit of all eligible assisted households.

We encourage HUD, consistent with the Joint Explanatory Statement accompanying the FY21 Consolidated Appropriations Act, to distribute the funding made available for FY21 first to renew the full costs of the same number of full-time and part-time coordinators as were funded by FSS funding awards for FY20 at each eligible entity with an existing FSS program, with appropriate adjustments for local staffing costs and for year-to-year cost-of-living increases.

Then, the balance of funding provided for awards should be distributed to previously unfunded, new, or growing programs, and to entities that are eligible for additional coordinator funding based on their enrollment. This "second priority" funding should be apportioned approximately equally between programs administered by public housing agencies and by owners or sponsors of a multifamily property receiving project-based rental assistance under section 8, unless there are insufficient qualifying programs in either category to allow for equal apportionment. It is critical that a significant portion of the increased funding be allocated to previously unfunded and growing programs in order to expand access to the FSS program for eligible households. With an increase of \$25 million in funding for the program, more families ought to be served.

Finally, we encourage HUD to utilize its authority provided in the Economic Growth Act to reserve up to 5 percent of FSS funding for use as "incentives for innovation and high performance." Furthermore, we recommend that the authorized incentives for innovation and high performance be incorporated within a competitive funding process for allocation of funding to the "second priority" requests for new or incremental coordinator funding as described above. We note "incentive" funding under this section is not specifically restricted to use for FSS coordinators, but is more flexibly defined as "to provide support or to reward" FSS programs; and we urge HUD to employ this authority to provide support to innovative or high-performing FSS programs for costs other than coordinator costs, which could include the costs of IT systems, participant incentives, program outreach, staff training, or other costs.

Thank you for your continued support of the FSS program and for your department's efforts in recent years to expand the program's scope and impact. Please contact Jimmy Stuart at jstuart@compassworkingcapital.org or 857-317-3283 if you have any questions or would like to discuss these recommendations further.

Sincerely,

- American Association of Service Coordinators Baltimore Regional Housing Partnership
- Beacon Communities
- Boston Housing Authority
- Cambridge Housing Authority
- Caribou Housing Agency
- Closing the Women's Wealth Gap
- **Community Health Councils**
- Council of Large Public Housing Authorities
- Enterprise Community Partners
- **Evansville Housing Authority**
- Flint Housing Commission
- Hallkeen Management
- Housing Assistance Council

Housing Authority of the City of Old Town, ME Housing Authority of the County of San Mateo Housing Authority of Thurston County Housing Partnership Network Housing Solution for North Texas Inclusiv Local Initiatives Support Corporation Low Income Investment Fund MACDC Mercy Housing, Inc Metro Housing Boston **MTW Collaborative** Muskogee Housing Authority NAHRO National Affordable Housing Management Association National Association of Local Housing Finance Agencies National Council of State Housing Agencies National Housing & Rehabilitation Association National Housing Conference National Housing Trust National Leased Housing Association National Low Income Housing Coalition National NeighborWorks Association Native Women Lead **New Directions Housing Corporation** Perth Amboy Housing Authority **Piedmont Housing Alliance** POAH Public Housing Authorities Directors Association Related RIHousing **Ripley County Public Housing Agency Rockville Housing Enterprises** SAHF Springboard To Opportunities The Caleb Group The New York Women's Foundation

Western Carolina Community Action

WinnCompanies

Jerethia Blake, FSS Coordinator, Jefferson County Housing Authority Janet Boguslaw, Senior Scientist, Brandeis University Joni Boissoneault, Self Sufficiency Program Manager, Portland Housing Authority Kimberly Bronnbauer, Maintenance Coordinator, New Directions Housing Corp Matt Clark, FSS coach, Bangor Housing Reid Cramer, Senior Fellow, New America Sharon Fletcher-Jackson, Family Self Sufficiency Caseworker, Tacoma Housing Authority Loren Francis, FSS Coordinator, Housing Authority of the City of Hot Springs Shundra Gichuru, FSS Coordinator, HABD Rodrigo Guillen, FSS Coordinator, Daytona Beach Housing Authority Taylor Guy, Director of Resident Services, New Directions Housing Corporation Jasmine Henry, FSS Coordinator, Housing Authority of the City of Wilmington Client Services Manager, Salem Housing Authority Cathy Kent, Family Self-Sufficiency Coordinator, Wilson Housing Authority Dorothy M. Maddox, FSS Coordinator, Daytona Beach Housing Authority Jennifer Maynor, FSS Coordinator, Western Carolina Community Action Matt McGee, Project Manager, New Directions Joshua McKie, FSS Coordinator, Housing Authority of the City of Fort Myers Telesha Mervin, Director, Community Schools/City of Cambridge Karen Netter, PH FSS Coordinator, Chillicothe Metropolitan Housing Authority Sophia Pedraza, Family Self Sufficiency and Homeownership Coordinator, TCOG Sharrell Price-White, FSS/ROSS Manager, Housing Authority of the City of Pittsburgh George Sanders, Chief Impact Officer, New Directions Housing Corp Heidi Semenek, Director of FSS & Special Programs, Lake County Housing Authority Cindy Showalter, FSS coordinator, Union County Housing Authority Natalie Smith-Wells, COO, Housing Authority of the City of Daytona Beach David Snyder, Chief Development Officer, New Directions Cherie Storey, HCV FSS Coordinator, Beaumont Housing Authority Madeligne Tena, Financial Coaching Manager, Compass Working Capital Derek Turner, Director of Maintenance, New directions Christine Welton, FSS Coordinator, Housing Authority City of Fort Myers Shanike R. Williams, First time homebuyer, Boston housing

CC: Anice Chenault, Toby Halliday, Jen Lavorel, Bob Mulderig