

# Federal & State Budget and Policy Update

## Growth Management Policy Board

April 16, 2026



Puget Sound Regional Council

# Federal Updates



- DHS partial gov't shutdown continues
- Surface Transportation Reauthorization
- [President's FY 2027 Budget Released](#)



# President's FY 2027 HUD Budget



[National Low Income Housing Coalition Summary](#)

[FY 2027 Budget Chart](#)

Changes:

- \$160m Sustainable Homeownership and Federal Housing Administration (FHA) Operations
- \$30m Program Integrity Initiative
- \$5m Melania Trump Foster Youth to Independence Initiative



# President's FY 2027 HUD Budget Cuts

**\$3.8b** overall , 5% reduction

- Work requirements & severely limits issuing new rent vouchers
- **-\$393m** Homelessness Assistance Programs (Continuum of Care)
- **-\$3.3b** Community Development Block Grants
- **-\$1.3b** Home Investment Partnerships Program
- **-\$529m** Housing Opportunities for Persons with AIDS (HOPWA)
- **-\$489m** Native American Programs and Native Hawaiian Housing Block Grant



# President's FY 2027 HUD Budget Cuts

- -\$58m Housing Counseling
- -\$50m (PRO) Housing
- -\$60m Fair Housing Activities
- -\$93m Section 202 for Elderly and Section 811 for Persons with Disabilities
- -\$7.5m Eviction Protection Grant Program



# State Supplemental Operating Budget Local Government

- \$386k to implement [SB 6026](#) Commercial Zoning
- \$159k to implement [SB 5184](#) minimum parking requirement
- \$174k to implement [HB 2418](#) permit review requirements
- \$150k study to reduce financial burden of seismic retrofit for Unreinforced Masonry buildings
- **-\$21.2m** GMA Implementation Grants
- \$133k implement [HB 1183](#) Building Codes
- \$406k guidelines housing and climate plans required by [HB 1241](#)
- \$500k to increase speed of project permit applications are processed by [SB 5290](#)
- \$79k to implement [HB 1096](#) lot splitting requirements





# Thank You!

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