

# Federal Housing Budget and Policy Updates

## Regional Staff Committee

June 17, 2025

Updated  
6/16/2025



Puget Sound Regional Council



*We are leaders in the region to realize equity for all. Diversity, racial equity and inclusion are integrated into how we carry out all our work.*

[psrc.org/equity](https://psrc.org/equity)



# Federal Budget Actions



- Reconciliation
- President's Budget Release/FY 2026 Appropriations
- Recission
- Surface Transportation Reauthorization



# Budget Reconciliation

- Passed House
- House amended to remove provisions flagged by Senate parliamentarian
- Senate proposal released
- Issues:
  - Deficit
  - Medicaid cuts
  - SALT
  - Clean Energy Credits

Senate Finance Committee  
Proposal released 6/16





# President's FY 2026 DOT Budget



- Secretary Duffy House and Senate Appropriations Presentations May 14 & 15
- **\$26.7b** in new discretionary funding for DOT – 5.8% increase over FY2025
- Grant Backlog (3,200)
  - Removing DEI and climate provisions
- Staff reductions ~ 5,000 employees



# President's FY 2026 Budget

## Increases:

- Defense and homeland security
- Transportation:
  - FAA air traffic control facility upgrades
  - Infrastructure for Rebuilding America Program (INFRA)
  - Rail Safety
  - Port Infrastructure

## Reductions \$163b non-defense discretionary

- Climate and renewable energy
- Housing and Urban Development



# State Updates



- Letter to state agencies asks for fiscal restraint and additional options for efficiency
- Revenue Forecast June 24

Washington governor wants agencies to look for deeper cuts (WA State Standard)







# Thank You!

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