

April 13, 2015

Honorable John Culberson Chairman Subcommittee on Commerce, Justice, Science and Related Agencies House Committee on Appropriations H-309 The Capitol Washington, DC 20515 Honorable Chaka Fattah Ranking Member Subcommittee on Commerce, Justice, Science and Related Agencies House Committee on Appropriations H-309 The Capitol Washington, DC 20515

Dear Chairman Culberson and Ranking Member Fattah:

As you consider federal agency funding for Fiscal Year 2016, we respectfully urge your support for the U.S. Census Bureau's American Community Survey (ACS), a unique program that is central to our ability, as business leaders, to promote economic development and growth and guide the prudent investment of resources in the communities we serve.

Business and industry rely on accurate, comprehensive census and ACS data to spur economic development, sustain and create jobs, revitalize communities, allocate resources, invest wisely, compete globally, provide value to customers, develop strategy, guide operations, and more. In fact, the broad range of Census Bureau data — including from the decennial census, ACS, and economic surveys — are the foundation for sound decisions that strengthen the private sector's role as an economic engine vital to thriving communities.

The ACS is part of the mandatory decennial census and is used to ensure the continued collection of reliable socioeconomic data that are the basis for critical decision-making in both the private and public sectors. Cutting funding for the ACS, or making response voluntary, would destroy the quality of data that decision-makers in the public and private sectors rely on every day to make vital choices about the allocation of resources, investments and the direction of policy.

ACS data are required to implement federal laws and allocate federal program funds, but they are also an irreplaceable tool for business, industry, and our local government partners in virtually

every American community. There simply is no other source of high-quality, detailed socioeconomic information that is comparable across time and geography, allowing us to analyze current and trending markets and community needs and to plan future investments accordingly. And, the unique comparability of the ACS down to the neighborhood and census-tract levels allows users to actually compare areas like downtown New York City with rural Kentucky.

Making response to the ACS voluntary would diminish the quality of the vital data it yields. The cost of maintaining sufficient standards of accuracy for ACS data if response were voluntary is significant. A 2003 report to Congress concluded that accuracy would drop dramatically and an analysis found that costs would jump \$90-\$100 million per year if response were no longer mandatory.

The ACS is vitally important to business and industry in this country. We use the ACS data to make decisions on a daily basis concerning investment in new facilities, the availability of qualified workers and the need for job training programs, the characteristics (such as language preference, disability, veterans status and type of housing) of the communities we serve, and the need for new plants , stores and other places of business. Reliable information about population growth and density leads to the opening of new businesses in the best possible locations to serve the immediate needs of communities, helping create jobs.

Sincerely,

American Planning Association **Appraisal Institute CCIM** Institute Council for Community and Economic Research Direct Marketing Association Institute of Real Estate Management International Council of Shopping Centers Internet Association Joint Center for Housing Studies of Harvard University Marketing Research Association National Apartment Association National Association for Business Economics National Association of Home Builders National Association of Real Estate Investment Trusts® National Association of REALTORS® National Automobile Dealers Association National Multifamily Housing Council National Restaurant Association National Retail Federation (NRF) Retail Industry Leaders Association (RILA)