

Vince Malta 2020 President

Bob Goldberg Chief Executive Officer

## ADVOCACY GROUP

William E. Malkasian Chief Advocacy Officer/Senior Vice President

Shannon McGahn Senior Vice President Government Affairs

500 New Jersey Avenue, NW Washington, DC 20001-2020 Phone 202-383-1194 www.NAR.REALTOR March 4, 2020

The Honorable Nita Lowey Chair House Committee on Appropriations 2365 Rayburn House Office Building Washington, DC 20515

The Honorable David E. Price Chair House Subcommittee on Transportation, and Housing and Urban Development, and Related Agencies 2108 Rayburn House Office Building Washington, DC 20515 The Honorable Kay Granger Ranking Member House Committee on Appropriations 1026 Longworth House Office Building Washington, DC 20515

The Honorable Mario Diaz-Balart Ranking Member House Subcommittee on Transportation, and Housing and Urban Development, and Related Agencies 404 Cannon House Office Building Washington, DC 20515

Dear Representatives Lowey, Granger, Price, and Diaz-Balart:

The 1.4 million members of the National Association of REALTORS® support increased funding for fair housing activities in the FY 2021 budget. Specifically, NAR supports increases in Fair Housing Initiatives Program (FHIP) to support private non-profit enforcement of the Fair Housing Act (the Act) and increased salaries and expenses for HUD's Office of Fair Housing and Equal Opportunity (FHEO), the primary federal office charged with administration of the Act.

NAR has already expressed its support for H.R. 149, offered by Representative Al Green, which provides \$58 million for FHIP in FY2021. H.R. 149 would increase the funding for private fair housing enforcement activities by 30 percent, a meaningful increase for a program that currently constitutes a small percentage of HUD's overall budget. At a minimum, NAR believes FHIP needs level funding at the FY2020 level, with any appropriate adjustments for inflation.

NAR supports a strong FHIP program, in recognition that paired testing, as conducted by qualified fair housing organizations, is critical to exposing and redressing unlawful housing discrimination. Without paired testing, which provides documentary evidence of how housing providers treat people of different backgrounds, many would never be aware of the ongoing discrimination in the sales and rental markets. NAR supports efforts to ensure testers are well trained, and adhere to the highest standards. Poorly-conducted tests unfairly tarnish our members and the reputations of the entire fair housing community. We strongly support Representative Green's proposal that HUD develop standards that promote high-quality testing throughout FHIP. We also believe the quality of FHIP work depends significantly on HUD's timely execution of grant agreements. Increased funding for HUD's Office of FHEO will ensure HUD has sufficient personnel to administer this critical fair housing program. Also, as FHIP brings cases to HUD, more staff for FHEO will ensure those cases are quickly and impartially investigated.

The fight against housing discrimination is essential to the creation of a thriving housing market. Research by the Urban Institute and the Metropolitan Planning Council has shown that less segregated communities are not only more inclusive but more prosperous (https://www.urban.org/urban-wire/less-segregated-communities-arent-only-more-inclusive-theyre-more-prosperous). They promote higher household income



REALTOR® is a registered collective membership mark which may be used only by real estate professionals who are members of the NATIONAL ASSOCIATION OF REALTORS® and subscribe to its strict Code of Ethics.

for racial minorities, less crime, and higher education attainment and longer life expectancy for people of all backgrounds. All of these factors produce better environments for homeowners.

Finally, NAR supports \$23.9M for the Fair Housing Assistance Program (FHAP), as proposed in the President's FY2021 budget. FHAP reimburses State and local governments for the projected number of complaints those agencies will investigate under state and local laws substantially-equivalent to the federal Fair Housing Act.

Increases in FHIP and FHEO are consistent with NAR's ACT! initiative which calls for greater accountability, culture change, and training among our industry. We are pleased to support this bill which promotes the interests of all our members.

Sincerely,

Vince Malta

2020 President, National Association of REALTORS®