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WINNERS AND LOSERS UNDER ADMINISTRATION'S 2007 HOUSING VOUCHER FUNDING PLAN Arizona

The table below compares estimates of the number of vouchers that would be funded in 2007 under the Administration's budget proposal with the number funded in 2006 and the number in use in 2005. Under the Administration's plan:

• An estimated 17 housing agencies in Arizona would be forced to cut assistance to 149 low-income families in 2007, compared to the number they are able to help in 2006.

When the number of vouchers the Administration is proposing to fund in 2007 is compared to the total number Congress has authorized agencies to administer (rather than the number funded in 2006), the shortfalls faced by some agencies are even deeper:

• At 14 Arizona housing agencies, 5 percent or more of the vouchers Congress authorized the agency to issue to needy families would be left unused in 2007 because of inadequate funding.

Because the Administration has proposed a flawed and inequitable formula for distributing voucher funds in 2007, these funding shortfalls would occur at the same time that other agencies would receive more funding than they need to cover vouchers that are funded in 2006. Indeed, if it were distributed more efficiently, the total amount of funding the Administration requested to renew housing vouchers in 2007 likely would be adequate to cover the vouchers that were funded in 2006 at every agency — averting all of the cuts below 2006 levels listed in this table. For further information on the potential cuts and other issues raised by the Administration's budget proposal, see http://www.cbpp.org/3-13-06hous.htm.

		Actual 2006 A	Appropriation	2007 Administration Budget Request		
Housing Agency	Total Authorized Vouchers ¹	Potential Increase (or Loss) in Vouchers from 2005 Level ² Level	Total Vouchers Funded ³	Change in Vouchers Funded from 2006 Level	Total Vouchers Funded ⁴	Percent of Total Authorized Vouchers Funded ⁵
Arizona State HA	59	10	58	-1	57	97%
Chandler Housing & Redevelopment Division	480	7	480	21	501	104%
Cochise Co. sec. 8 voucher	404	-16	346	-5	341	84%
Douglas HA	193	-25	154	-2	152	79%

		Actual 2006 Appropriation		2007 Administration Budget Request		
Housing Agency	Total Authorized Vouchers ¹	Potential Increase (or Loss) in Vouchers from 2005 Level ² Level	Total Vouchers Funded ³	Change in Vouchers Funded from 2006 Level	Total Vouchers Funded ⁴	Percent of Total Authorized Vouchers Funded ⁵
Eloy sec. 8 voucher	159	10	159	16	175	110%
Flagstaff HA	333	24	333	-1	332	100%
Gila Co. HA	53	-5	46	0	46	87%
Glendale sec. 8 voucher	1,054	15	1,009	-14	995	94%
Maricopa Co. Housing Dept.	1,478	169	1,442	-20	1,422	96%
Mesa Housing Services	1,422	29	1,422	22	1,444	102%
Mohave Co. HA	234	-4	221	-4	217	93%
Nogales sec. 8 voucher	192	-3	171	-5	166	86%
Peoria HA	82	1	69	-1	68	83%
Phoenix Housing Dept.	5,245	128	5,245	90	5,335	102%
Pima Co.	752	23	711	-12	699	93%
Pinal Co. Division of Housing	584	34	543	-8	535	92%
Scottsdale	707	6	666	-10	656	93%
South Tucson sec. 8 voucher	132	36	103	-2	101	77%
Tempe HA	1,082	62	1,082	45	1,127	104%
Tucson Community Services	3,824	179	3,740	-57	3,683	96%
Williams HA	47	-1	39	-1	38	81%
Winslow HA	128	6	119	-1	118	92%
Yuma Co. Housing Dept.	401	-33	366	-5	361	90%
Yuma, City	1,122	33	1,122	25	1,147	102%
Arizona	20,167	685	19,646	70	19,716	98%6

¹ Figures for total authorized vouchers are based on HUD data as of January 2006.

² Compares number of authorized vouchers funded in 2006 (3rd data column) with number of vouchers actually used in January – September 2005, based on agency data submitted to HUD. For some agencies, a portion of the increase in vouchers that can be used in 2006 compared with vouchers leased in 2005 is due to the award of new vouchers during 2005 to replace other federal housing subsidies. These new vouchers were in use in part but not all of 2005.

³ Based on CBPP estimates of funding available to each agency. Includes only vouchers funded up to each agency's authorized level, as of January 2006. Assumes each agency's average voucher cost remains level in the last three months of 2005 and increases at the applicable HUD inflation factor beginning January 1, 2006. Figures for some agencies include tenant protection vouchers awarded in 2005 and before; because information released by HUD on tenant protection vouchers is incomplete, the actual number of such vouchers is somewhat uncertain.

⁴ Based on CBPP estimates of funding each agency would receive under the proposed formula and of likely per unit costs in 2007. Does not include renewal of tenant protection vouchers that will be awarded in 2006, as these approximately 26,000 vouchers cannot be allocated to the agency level in advance of award. Our estimates assume that these additional vouchers will be renewed, subject to the same proration as other renewal funding.

⁵ Under HUD's SEMAP performance measurement system, agencies that use fewer than 95 percent of their authorized vouchers are considered deficient performers. These figures compare the funding available in 2007 under the President's request to renew vouchers that were authorized as of January 2006 (listed in the first data column). Under the Administration's proposal and our estimates, vouchers awarded subsequent to January 2006 also would receive renewal funding through calendar year 2007, subject to the same proration as other renewal funding.

⁶ The statewide percentage of authorized vouchers funded compares the total number of vouchers renewed in 2007 to the total number authorized in 2006. If some agencies in the state are funded for more than 100 percent of their authorized vouchers, the statewide percentage understates the share of authorized vouchers left unfunded in particular communities.