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# Homelessness: Targeted Federal Programs and Recent Legislation

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Libby Perl, Coordinator Analyst in Social Legislation Domestic Social Policy Division

Edith Fairman Cooper, Paul M. Irwin, Garrine P. Laney, Sidath Viranga Panangala, and C. Stephen Redhead Specialists and Analysts in Social Legislation Domestic Social Policy Division

> Barbara English Information Research Specialist Knowledge Services Group

## Homelessness: Targeted Federal Programs and Recent Legislation

#### Summary

There is no single federal definition of homelessness. However, most federal programs for the homeless define a homeless individual as a person who lacks a fixed night-time residence or whose primary residence is a supervised public or private shelter designed to provide temporary living accommodations, an institution accommodating persons intended to be institutionalized, or a public or private place not designed for, or ordinarily used as, a regular sleeping accommodation for human beings.

The most recent count of the homeless, from 1996, found that between 2.3 million and 3.5 million individuals were homeless at any given time during the year. A congressionally mandated Homeless Management Information System (HMIS) to count the homeless is expected to produce annual data about the number of homeless individuals sometime in 2006.

A number of federal programs, most authorized by the McKinney-Vento Homeless Assistance Act (P.L. 100-77), serve the homeless. The main federal programs for the homeless include the Education for Homeless Children and Youth (EHCY) program; the Emergency Food and Shelter (EFS) program; the Health Care for the Homeless Program (HCH); the Projects for Assistance in Transition from Homelessness (PATH) program; the Consolidated Runaway and Homeless Youth programs (the Basic Center Program and the Transitional Living Program); the Street Outreach Program (SOP); the Supportive Housing Program (SHP); the Shelter Plus Care (S+C) program; the Section 8 Moderate Rehabilitation of Single-Room Occupancy Dwellings (SRO) program; the Emergency Shelter Grants (ESG) program; the Homeless Veterans Reintegration Program (HVRP); the Health Care for Homeless Veterans (HCHV) program; and a number of other federal programs for homeless veterans.

Looking toward the future, the Administration has adopted a goal of ending chronic homelessness within 10 years, and several proposals that would assist in reaching that goal have been introduced in the 109<sup>th</sup> Congress. These include H.R. 1471/S. 709, the Services for Ending Long-Term Homelessness Act, H.R. 5041 and S. 1801, both of which would reauthorize the HUD Homeless Assistance Grants, and H.R. 4347, the Bringing America Home Act. In addition, a number of bills have been introduced that would specifically assist homeless veterans. One that has already been signed into law (P.L. 109-233) reauthorizes the Homeless Veterans Reintegration Program. Others include S. 2694, which would reauthorize programs for homeless veterans and make housing choice vouchers available for veterans; and S. 1180, S. 1182, and H.R. 5960, all of which would reauthorize the Homeless Providers Grant and Per Diem Program.

This report will be updated to reflect legislative activity.

#### **Key Policy Staff**

Name	Program	Telephone and E-Mail		
Barbara English	Health Centers for the Homeless	7-1927 benglish@crs.loc.gov		
Edith Fairman Cooper	Runaway and Homeless Youth Programs	7-7019 ecooper@crs.loc.gov		
Paul M. Irwin	Education for Homeless Children and Youth	7-7573 pirwin@crs.loc.gov		
Garrine P. Laney	Violence Against Women Act programs	7-2518 glaney@crs.loc.gov		
Libby Perl	HUD programs, Homeless Veterans, and Emergency Food and Shelter Grants	7-7806 eperl@crs.loc.gov		
Sidath Viranga Panangala	Veterans Health Administration	7-0623 spanangala@crs.loc.gov		
C. Stephen Redhead	PATH	7-2261 credhead@crs.loc.gov		

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# Homelessness: Targeted Federal Programs and Recent Legislation

There is no single federal definition of what it means to be homeless. However, most federal programs for the homeless use the definition of a homeless individual provided by the McKinney-Vento Homeless Assistance Act (P.L. 100-77):

an individual who lacks a fixed, regular, and adequate nighttime residence; and a person who has a nighttime residence that is (a) a supervised publicly or privately operated shelter designed to provide temporary living accommodations (including welfare hotels, congregate shelters, and transitional housing for the mentally ill); (b) an institution that provides a temporary residence for individuals intended to be institutionalized; or (c) a public or private place not designed for, nor ordinarily used as, a regular sleeping accommodation for human beings.<sup>1</sup>

#### **Recent Data on the Homeless**

Data on the number of homeless individuals and families are largely unavailable. The most recent count of the homeless, from 1996, found that between 2.3 million and 3.5 million individuals were homeless at any given time during the year. The homeless are notoriously difficult to count because of their nomadic nature and because so many of the homeless are not in shelters, but rather are on the streets or are doubled up with friends and family (note, however, that the Department of Housing and Urban Development (HUD) does not count those who are doubled up as homeless). HUD has undertaken a congressional mandate to implement a system that will provide an unduplicated count of homeless individuals and families who access homeless services. The Homeless Management Information System (HMIS) is currently being implemented across the country. It is anticipated that the first data should be available in 2006. Since HMIS data are not yet available, the best homeless data currently come from sample studies. For more information on HMIS, see CRS Report RS22328, *The Homeless Management Information System*, by Libby Perl.

There are two major studies that document characteristics of the homeless. The most recent report, "Hunger and Homelessness Survey: A Status Report on Hunger and Homelessness in America's Cities," an annual report sponsored by the U.S.

<sup>&</sup>lt;sup>1</sup> 42 U.S.C. §11302(a) (2003).

<sup>&</sup>lt;sup>2</sup> Martha Burt and Laudan Y. Aron, *America's Homeless II: Population and Services*, The Urban Institute: February 1, 2000, available at [http://www.urban.org/UploadedPDF/900344\_AmericasHomelessII.pdf].

Conference of Mayors (USCM), was released in December 2005.<sup>3</sup> In order to conduct the study, the Conference of Mayors appointed 24 mayors to serve on its Task Force on Hunger and Homelessness. The cities where those 24 mayors serve were surveyed for the study.<sup>4</sup> The data was collected between November 1, 2004 and October 21, 2005; the study seeks to track the changes in demand for emergency shelter and emergency food assistance, as well as changes in the characteristics of the homeless population.

The earlier of the two studies about the characteristics of the homeless was released in December 1999. The 1996 National Survey of Homeless Assistance Providers and Clients (NSHAPC)<sup>5</sup> was designed and funded by 12 federal agencies<sup>6</sup> with guidance provided by the Interagency Council on the Homeless, a working group of the White House Domestic Policy Council. The U.S. Census Bureau collected the data based on a statistical sample of 76 metropolitan and nonmetropolitan areas between October 1995 and November 1996. The Urban Institute analyzed the data.

Specific findings of these two studies are summarized below. It is important to remember that these two surveys were conducted at different times in different geographic areas, and do not use the same questions and survey techniques; thus the results are not necessarily comparable.

The 2005 U.S. Conference of Mayors Study. The most recent USCM study found that requests for emergency shelter increased in the survey cities by an average of 6%, with 71% of the cities registering an increase. Requests for shelter by homeless *families* increased by an average of 5%, with 63% of the cities reporting an increase. On average, people in the survey cities remained homeless for seven months, and 87% of the cities reported that the duration of homelessness in their communities had increased over the previous year. According to the study, lack of affordable housing led the list of causes of homelessness. In order of frequency, the other cited causes included low-paying jobs, mental illness and the lack of needed services, substance abuse and the lack of needed services, domestic violence, unemployment, poverty, and prisoner release.

Regarding the demographics of the homeless population, the surveyed cities reported that, on average, single men comprise 43% of the homeless population,

<sup>&</sup>lt;sup>3</sup> The report is available online at [http://www.usmayors.org/uscm/hungersurvey/2005/HH2005FINAL.pdf].

<sup>&</sup>lt;sup>4</sup> The cities surveyed were Boston, Burlington, Cedar Rapids, Charleston, Charlotte, Chicago, Cleveland, Denver, Detroit, Louisville, Los Angeles, Miami, Nashville, Philadelphia, Phoenix, Portland, Providence, St. Paul, Salt Lake City, San Antonio, San Francisco, Santa Monica, Seattle, and Trenton.

<sup>&</sup>lt;sup>5</sup> The report is available online at [http://www.urban.org/UploadedPDF/homelessness.pdf].

<sup>&</sup>lt;sup>6</sup> The federal agencies are Departments of Housing and Urban Development, Health and Human Services, Veterans Affairs, Agriculture, Commerce, Education, Energy, Justice, Labor, Transportation, Social Security Administration, and the Federal Emergency Management Agency.

families with children, 33%, single women, 17% and unaccompanied youth, 3%. The cities also reported that, on average, 22% of homeless people were considered severely mentally ill; 30% abused substances; 15% were employed; and 11% were veterans. The 2005 USCM survey does not include racial data, but according to the 2004 report, the homeless population was estimated to be, on average, 49% African-American, 35% white, 13% Hispanic, 2% Native American and 1% Asian.

The 2005 USCM survey estimates that the overall number of emergency shelter beds increased by 6% in the last year, with 26% of the cities surveyed reporting an increase in the number of available beds. There was a corresponding increase in the number of emergency shelter requests — an average increase of 6% across the survey cities. In the last year, an average of 14% of shelter requests by homeless individuals and 32% of shelter requests by homeless families are estimated to have gone unmet. City officials comment that homeless people who are not sheltered may be referred to other towns or agencies, go to overflow shelters or motels, double-up with friends or family, or sleep in cars or on the streets. Of the cities surveyed, 93% expect an increase in emergency shelter requests for 2006.

**The NSHAPC.** Although the NSHAPC has not been updated since 1996, it is largely considered to be the most comprehensive data set available on the extent of homelessness, the characteristics of the homeless population, and service programs designed to assist the homeless. The study found that homeless clients were predominantly male (68%) and nonwhite (53%); 23% of homeless clients were veterans. Large proportions had never married (48%) and 38% had not received a high school diploma. The NSHAPC also found that 34% of homeless people found in homeless assistance programs were members of homeless families (defined as a client with one or more children) and that homeless families had, on average, two children. Parents reported that almost half (45%) of these children ages three to five attended preschool and that 93% of school-age children (ages 6 to 17) attended school regularly. Forty-two percent of homeless clients reported that finding a job was their top need followed by a need for help in finding affordable housing (38%). Fifty-eight percent reported at least one problem with getting enough food to eat during the 30 days before being interviewed. Thirty-eight percent of homeless clients reported alcohol problems during the past month, 26% reported drug problems, and 39% reported mental health problems during that period. Over one-quarter (27%) of homeless clients had lived in foster care, a group home or other institutional setting for part of their childhood. Twenty-five percent reported childhood physical or sexual abuse.

The NSHAPC counted approximately 40,000 homeless assistance programs in 21,000 service locations operating in the United States. Food pantries (about 9,000) were the most common type of program, followed by emergency shelters (about 5,700), transitional housing programs (about 4,400), soup kitchens (about 3,500), outreach programs (about 3,300), and voucher distribution programs (about 3,100). Nonprofit agencies operated 85% of all homeless assistance programs; 51% were operated by secular non-profits and 34% were operated by faith-based nonprofits. Government agencies operated only 14% of homeless assistance programs.

#### The Federal Response to Homelessness

Before the early 1980s, most homeless assistance took place at the local level. However, as advocates for the homeless achieved national attention for the problem of modern homelessness, the federal government played a greater role in responding to homelessness. In 1983, the first federal task force was created to provide information to local governments and other parties on how to obtain surplus federal property that could be used for providing shelter and other services for the homeless. On June 26, 1986, H.R. 5140 and S. 2608 were introduced as the Homeless Persons' Survival Act to provide a comprehensive aid package for homeless persons. No further action was taken on either measure. However, later that same year, legislation containing Title I of the Homeless Persons' Survival Act — emergency relief provisions for shelter, food, mobile health care, and transitional housing — was introduced as the Urgent Relief for the Homeless Act (H.R. 5710). The legislation passed both houses of Congress in 1987 with large bipartisan majorities. The act was renamed the Stewart B. McKinney Homeless Assistance Act after the death of its chief sponsor, Stewart B. McKinney of Connecticut; it was renamed again on October 30, 2000 as the McKinney-Vento Homeless Assistance Act after the death of its other sponsor, Bruce Vento of Minnesota. President Ronald Reagan signed the act into law on July 22, 1987 (P.L. 100-77).

The original version of the McKinney-Vento Act consisted of 15 programs providing an array of services for the homeless. The act also established the Interagency Council on the Homeless, which is designed to provide guidance on the federal response to homelessness through the coordination of the efforts of multiple federal agencies covered under the McKinney-Vento Act. Since the enactment of the McKinney-Vento Homeless Assistance Act, there have been several legislative changes to programs and services provided under the act. Specific programs covered under the McKinney-Vento Act, as well as other federal programs responding to homeless, are discussed below.

#### Department of Education (ED)

Education for Homeless Children and Youth. (42 U.S.C. §§ 11431-11435) This program is authorized under Title VII, Part B, of the McKinney-Vento Homeless Assistance Act; it assists state education agencies (SEAs) to ensure that all homeless children and youth have equal access to the same free, appropriate public education, including public preschool education, that is provided to other children and youth. Grants made by SEAs to local education agencies (LEAs) under this program must be used to facilitate the enrollment, attendance, and success in school of homeless children and youth. The LEAs may use the funds for activities such as tutoring, supplemental instruction, and referral services for homeless children and youth, as well as providing them with medical, dental, mental, and other health services. In order to receive funds, each state must submit a plan indicating how homeless children and youth will be identified, how assurances will be put in place that homeless children will participate in federal, state, and local food programs if eligible, and how the state will address such problems as transportation, immunization, residency requirements, and the lack of birth certificates or school records.

Education for Homeless Children and Youth grants are allotted to SEAs in proportion to grants made under Title I, Part A of the Elementary and Secondary Education Act of 1965, except that no state can receive less than the greater of \$150,000, 0.25% of the total annual appropriation, or the amount received in FY2001 under this program. The Department of Education must reserve 0.1% of the total appropriation in order to provide grants to outlying areas (Virgin Islands, Guam, American Samoa, and the Commonwealth of the Northern Mariana Islands). The Department must transfer 1.0% of the total appropriation to the Department of the Interior for services to homeless children and youth provided by the Bureau of Indian Affairs.

The No Child Left Behind Act of 2001 (P.L. 107-110) amended the program explicitly to prohibit states that receive McKinney-Vento funds from segregating homeless students from non-homeless students, except for short periods of time for health and safety emergencies or to provide temporary, special, supplementary services. An exception was made for four counties that operated separate schools for homeless students in FY2000 (San Joaquin, Orange, and San Diego counties in California, and Maricopa County in Arizona), as long as: (1) those separate schools offer services that are comparable to local schools; and (2) homeless children are not required to attend them. The Education for Homeless Children and Youth Program is authorized, under P.L. 107-110, through FY2007 at 42 U.S.C. §11435, as amended. No significant legislative changes for the program are anticipated before the 110<sup>th</sup> Congress.

#### **Department of Homeland Security (DHS)**

Emergency Food and Shelter (EFS) Program. (42 U.S.C. §§ 11331-1352) The Emergency Food and Shelter program, the oldest federal program serving the homeless, was established in March 1983 and is administered by the Emergency Preparedness and Response Directorate, also referred to as the Federal Emergency Management Agency (FEMA), in the Department of Homeland Security. The program allocates funds to local communities to fund homeless programs and homeless prevention services. The EFS program is governed by a National Board chaired by FEMA and made up of representatives from the United Way of America, the Salvation Army, the National Council of Churches of Christ in the U.S.A., Catholic Charities U.S.A., the Council of Jewish Federations and the American Red Cross. The National Board uses a formula comprised of unemployment rates and poverty rates to determine which local jurisdictions (typically counties) qualify for funds. Eligible local jurisdictions then convene a local board to determine which organizations — nonprofits and government agencies — within their communities should receive grants, and distribute their available funds accordingly.

Eligible expenses for which local organizations may use funds include items for food pantries like groceries, food vouchers, and transportation expenses related to the delivery of food; items for mass shelters like hot meals, transportation of clients to shelters or food service providers, and toiletries; payments to prevent homelessness like utility assistance, hotel or motel lodging, rental or mortgage assistance and first month's rent; and local recipient organization program expenses like building maintenance or repair, and equipment purchases up to \$300.

The EFS program was established by the Temporary Emergency Food Assistance Act of 1983 (P.L. 98-8); in 1987 it was authorized under the McKinney-Vento Homeless Assistance Act. The authorization for the EFS program expired at the end of FY1994 (42 U.S.C. §11352), however it continues to be funded through annual appropriations. For more information, see CRS Report RS22286, *The Emergency Food and Shelter Program*, by Libby Perl.

#### **Department of Health and Human Services (HHS)**

Health Care for the Homeless (HCH) Program. (42 U.S.C. §254b(h)) This program is authorized as a Health Center Program under the Public Health Service Act and is administered by the Health Resources and Services Administration (HRSA). The program provides funds to 164 grantees for health centers to provide health services to a special medically underserved population comprised of homeless individuals. Grants are also available for innovative programs that provide outreach and comprehensive primary health services to homeless children and children at risk of homelessness. Centers that receive grants to care for the homeless are required to provide substance abuse treatment as a condition of the grant. In CY2004, approximately 580,000 homeless individuals were provided services by the HCH program. This program is authorized through FY2006 at 42 U.S.C. §254b(j)(6). For more information, see CRS Report RL32046, Federal Health Centers Program (available on request), by Sharon Kearney Coleman.

Projects for Assistance in Transition from Homelessness (PATH). (42 U.S.C. §290cc-21 through 290cc-35) Created in 1987, the PATH formula grant program supports a wide network of state and local agencies that provide communitybased outreach, mental health, substance abuse, case management and other support services in a variety of settings for people with serious mental illness (including those with co-occurring substance abuse disorders) who are homeless or at risk of becoming homeless. The PATH program provides these services through grants of at least \$300,000 to each state, the District of Columbia, and Puerto Rico. The U.S. territories each receive \$50,000. States must provide matching funds of at least \$1 for every \$3 of federal funds. In FY2004, states exceeded the minimum level of matching funds, providing more than \$33.8 million in funds to match the \$47.7 million federal allocation. Up to 20% of the federal payments may be used for housing subsidies and other services to help individuals access housing resources. The PATH program is authorized under Title V of the Public Health Service Act (PHS Act Sections 521-535) and administered by the Center for Mental Health Services within the Substance Abuse and Mental Health Services Administration (SAMHSA). Authorization for the PATH program expired at the end of FY2003; however, it continues to be funded through annual appropriations.<sup>7</sup>

Other SAMHSA Homelessness Programs. In addition to the PATH formula grant, SAMHSA supports community services for homeless individuals with substance abuse disorders or with co-occurring substance abuse and mental disorders through various discretionary grant programs authorized under PHS Act Section 506. The goal is to link substance abuse and mental health treatment services with housing

<sup>&</sup>lt;sup>7</sup> For more information see [http://pathprogram.samhsa.gov].

programs and other services for homeless persons. The programs are evaluated based on outcomes such as employment, permanent housing, reduced criminal involvement, reduced substance abuse, and improved mental health. In FY2005, SAMHSA budgeted \$40.1 million for Section 506 grants.<sup>8</sup>

Consolidated Runaway and Homeless Youth Program. This program was initially authorized as the Runaway and Homeless Youth Program under Title III, Runaway and Homeless Youth Act (RHYA), of the Juvenile Justice and Delinquency Prevention Act, amended, (JJDPA, P.L. 93-415). The program is administered by the Family and Youth Services Bureau (FYSB) within the Administration for Children and Families. In October 1999, the Missing, Exploited, and Runaway Children Protection Act (MERCPA) reauthorized RHYA through FY2003 (42 U.S.C. §5751), consolidated funding for its program components — Basic Center Program (BCP) and Transitional Living Program (TLP) — and renamed the program as the Consolidated Runaway and Homeless Youth Program. On October 10, 2003, the Runaway, Homeless, and Missing Children Protection Act was signed into law (P.L. 108-96) reauthorizing and amending RHYA and the Missing Children's Assistance Act for FY2004 through FY2008. RHYA mandates that 90% of appropriated funds be used for BCP and TLP for creating and operating community-based runaway and homeless youth centers and shelters. reauthorized law, however, adjusts the percentage split for BCP and TLP funding by increasing the TLP minimum to 45% (of the 90% funding required for the BCP and TLP projects) and allows this percentage to be increased up to 55% for those fiscal years when continuation grants are obligated and the quality or number of applicants for both BCP and TLP warrant such an adjustment. The remaining 10% of the funds must be used for a national communications system — that is, the National Runaway Switchboard, which is the national toll free runaway and homeless youth crisis hotline, an information clearinghouse; training and technical assistance activities; research and demonstration projects that seek to improve program administration; and outreach through prevention activities. For more information, see CRS Report RL31933, The Runaway and Homeless Youth Program: Administration, Funding, and Legislative Actions, by Edith Fairman Cooper.

Basic Center Program. (42 U.S.C. §§5701-5751) The purpose of the Basic Center Program is to meet the immediate needs of runaway and homeless youth and their families through creating or strengthening local community-based programs. The goals of BCP are to lighten the problems of such youth; reunite them with their families, and promote resolving family problems through counseling and other avenues; reinforce family connections and foster a stable home life; and help such youth to make constructive decisions regarding their plight. Grants are awarded to local public and nonprofit private organizations, and a combination of such groups to establish and operate local runaway and homeless youth centers, unless they are components of the law enforcement framework or the juvenile justice system. Grants are used to develop or strengthen community-based centers that are outside the law enforcement, juvenile justice, child welfare and mental health systems. Grants are allotted among the states using a formula based on the population of persons under age 18 in each state, proportionate to the national population of youth under age 18.

<sup>&</sup>lt;sup>8</sup> For more information see [http://www.samhsa.gov/Matrix/matrix\_homelessness.aspx].

The eligible organizations apply directly to the federal government and compete for BCP grants, subject to the state allotments. Priority is given to applicants who have demonstrated experience in providing services to runaway and homeless youth. Grants are awarded generally for a three-year project period. Funding for subsequent second and third year periods depends on satisfactory performance as well as the availability of funds. Shelter is offered to youth who are younger than 18 years of age and to those who are at risk of separation from their family. Also, BCP must provide age appropriate services or referrals for 18- to 21-year-old homeless youth. Grantees are required to submit semiannual financial and program reports, as well as a final report 90 days after the end of the project period.

**Transitional Living Program.** (42 U.S.C. §§5714-1 through 5714-2) The Transitional Living Program assists older homeless youth (16- to 21-year-olds), including pregnant and parenting youth, who need longer-term supportive assistance. Services are geared toward assuring such youth a successful transition to independent self-sufficiency and avoidance of long-term dependence on social services. Grants are available to states, local units of government, a combination of such units, public or private nonprofit agencies, organizations, institutions or other nonprofit entities, faith-based organizations, federally recognized or unrecognized Indian tribes, and to urban Indian tribes. TLP services cannot exceed 18 months, unless participating youth are younger than 18. In such cases, those persons may remain in the program for an additional 180 days (that is, six months) or until they reach the age of 18, whichever occurs first. The program provides shelter — such as group homes, host family homes, and supervised apartments — and services — including information and counseling services in basic life skills (which include money management, budgeting, consumer education, and use of credit), interpersonal skill building, educational advancement, job attainment skills, and mental and physical health care to runaway and homeless teens. TLP grants are awarded competitively for five year project periods. Grantees are required to provide non-federal matching funds that are equal to at least 10% of the federal share. The non-federal share can be provided through cash or in-kind contributions. Grantees are encouraged, however, to provide cash contributions. Also, grantees must submit semiannual progress and fiscal reports, and a final program and expenditure report within 90 days after the project period is completed.

Maternity Group Homes. For FY2002, the Bush Administration proposed a Maternity Group Home Initiative as part of the Runaway and Homeless Youth Program's TLP component. Maternity group homes (MGH) would provide a supportive and supervised living arrangement for unwed teen mothers (16 to 21) and their children. Such mothers would be provided transitional living guidance, including lessons on parenting, child development, health and nutrition, and other skills. The goal would be to promote the long-term economic independence of unwed teen mothers in order to ensure the well-being of their children. For each of FY2003 through FY2006, the President has requested \$10 million for MGH. To date, however, Congress has not appropriated any specific funding for MGH. Grantees may and do use TLP funds to directly serve unwed pregnant and parenting teens, without a specific set-aside. For more information, see CRS Report RL31540, Second Chance Homes: Federal Funding, Programs, and Services, by Edith Fairman Cooper.

Runaway and Homeless Youth — Street Outreach Program. (42) U.S.C. §5712d) Congressional concern about possible sexual abuse and exploitation of runaway and homeless youth living on the streets led to creating the Street Outreach Program through the Violence Against Women Act of the Violent Crime Control and Law Enforcement Act of 1994 (P.L. 103-332). MERCPA amended RHYA to include the Street Outreach Program as a separately-funded program component. SOP, which also is administered by FYSB, provides grants to nonprofit groups for street-based outreach and education, including treatment, counseling and referral services for runaway, homeless, and street youth who have been subjected to, or are at risk of being subjected to sexual abuse. SOP staff must have access to local emergency shelter space or such space that can be made available for youth who are willing to leave the streets. Accommodations are needed in order to maintain interaction with such youth during the time that they are in the shelter. Only private, nonprofit agencies are eligible to participate in SOP. Such organizations include federally or nonfederally recognized Indian tribes and urban Indian groups that can apply as private, non-profit agencies. No public agencies are eligible. Priority must be given to eligible agencies that have experience in providing services to runaway, homeless, and street youth. As with BCP awards, SOP grants generally are awarded for three-year project periods. Funding for subsequent second and third year periods depends on satisfactory performance as well as the availability of funds. Like TLP, SOP grantees must provide non-federal matching funds that are equal to at least 10% of the federal share. The non-federal share can be provided through cash or in-kind contributions. Grantees are encouraged, however, to provide cash contributions. Also, grantees are required to submit semiannual progress and fiscal reports, and a final program and expenditure report within 90 days after the project period is completed.

#### **Department of Justice (DOJ)**

#### Transitional Housing Assistance for Victims of Domestic Violence.

The Violence Against Women Act of 2000 (VAWA 2000; P.L. 106-386; 42 U.S.C. 10419) amended Title III of the Family Violence Prevention and Services Act (42 U.S.C. 10401 et seq.) to create transitional housing assistance for victims of domestic violence. The act authorizes the Secretary of the Department of Health and Human Services (HHS) to provide grants to states to assist an eligible individual or dependent, who is either fleeing domestic violence or for whom emergency shelter services are lacking, to find and obtain permanent housing. The program also is designed to help a person become integrated into the community through provision of transportation, counseling, child care services, case management, employment counseling and other assistance. A person or dependent can receive transitional housing assistance for a maximum of 18 months. Authorized funding for the program was \$25 million for FY2001. With passage of the Keeping Children and Families Safe Act of 2003 (P.L. 108-36; 42 U.S.C. 10419), Section 319(f) of the Family Violence Prevention and Services Act was amended to reauthorize the transitional housing assistance program for each FY2003 through FY2008. No

<sup>&</sup>lt;sup>9</sup> This program is also known as the Education and Prevention Services to Reduce Sexual Abuse of Runaway, Homeless, and Street Youth Program.

funding, however, has ever been requested or appropriated for the transitional housing program at HHS.

The 108<sup>th</sup> Congress passed the Prosecutorial Remedies and Other Tools to End the Exploitation of Children Today Act of 2003 (the PROTECT Act, P.L. 108-21; 42 U.S.C. 13975), which contains provisions that are very similar to the transitional housing assistance program that is authorized to be administered by HHS. The PROTECT Act extends transitional housing assistance to child victims of domestic violence, stalking, or sexual assault and provides for the *Department of Justice* to administer this transitional housing assistance grant program. In consultation with the Director of the Violence Against Women Office, the Attorney General provides grants to states, units of local governments, Indian tribes, and other organizations to help eligible persons with temporary housing for a maximum of 24 months. Authorization for the transitional housing assistance program was \$30 million for each of FY2004 through FY2008; however, Congress appropriated \$15 million for it as a setaside from Special Training Officers and Prosecutors (STOP) grant funding for each of FY2004 and FY2005.

During the 109<sup>th</sup> Congress, two measures were enacted with provisions on transitional housing assistance for victims of domestic violence, stalking or sexual assault — the Science, State, Justice, Commerce and Related Agencies Appropriations Act (CJS Appropriations Act), 2006 (P.L. 109-108; H.R. 2862) and the Violence Against Women and Department of Justice Reauthorization Act of 2005 (P.L. 109-162; H.R. 3402). For FY2006, the CJS Appropriations Act provides a setaside of \$15 million from STOP grant funding for transitional housing assistance grants. In the Violence Against Women and Department of Justice Reauthorization Act of 2005, Congress increased the authorized funding level and extended the authorization period for the transitional housing program, providing \$40 million for each FY2007 through 2011. At least 7% of the total appropriation in any fiscal year for this program must be allocated to tribal organizations serving victims of domestic and dating violence, stalking or sexual assault. For additional information, see CRS Report RL30871, *Violence Against Women Act: History and Federal Funding*, by Garrine P. Laney.

#### **Department of Housing and Urban Development (HUD)**

Homeless Assistance Grants. The Homeless Assistance Grants account was established in 1987 as part of the Stewart B. McKinney Homeless Assistance Act (P.L. 100-77). The grants, administered by HUD, fund housing and services for the homeless. Initially four programs, including the Emergency Shelter Grants (ESG), Supportive Housing Program (SHP), and Section 8 Moderate Rehabilitation Assistance for Single-Room Occupancy Dwellings (SRO) program, were funded through HUD's Homeless Assistance Grants. Since 1987, Congress has added and removed grant programs, but these three remain, together with the Shelter Plus Care (S+C) program, which was introduced as part of the Cranston Gonzalez National Affordable Housing Act (P.L. 101-625) in 1992. Two additional programs — Rural Homeless Grants and Safe Havens for Homeless Individuals — still exist statutorily, although they have not been funded for years.

Funding for the ESG program is allocated to states and localities on a formula basis. Funding for the other three programs — SHP, S+C, and SRO — is disseminated through HUD's Continuum of Care (CoC) system. Under the CoC strategy, localities and states are encouraged to develop and maintain assistance systems that integrate programs and services for the homeless or potentially homeless. Local communities establish CoC coordinating boards made up of local government and service providers. The CoC boards establish local priorities and strategies to address homelessness in their communities. Local programs that wish to receive HUD funding submit their applications to the CoC boards, which then review them, prioritize them, and submit them to HUD for review. Out of concern that not enough CoC dollars were being spent on housing, since FY2002 Congress has required that not less than 30% of funds appropriated to the Homeless Assistance Grants programs be used for permanent housing and that all funding for services be matched at a 25% rate. Two bills, S. 1801 and H.R. 5041, discussed later in this report, would consolidate the three competitive grants — SHP, S+C, and SRO into one program. Following is a description of the four programs that are presently funded under the Homeless Assistance Grants.

Emergency Shelter Grants (ESG) Program. (42 U.S.C. §§11371-11378) The ESG program provides formula grants to state and local governments (any local government may distribute all or a portion of the funds to private nonprofit organizations providing assistance to homeless individuals). ESG funds are distributed so that state and local governments receive the same proportion of total ESG funds as they receive of total Community Development Block Grant (CDBG) funds. Emergency Shelter Grants are used for the renovation, major rehabilitation or conversion of buildings into emergency shelters. Essential services, including employment, health, drug abuse or education services may also be funded with ESG funds (up to 30% of funds may be used for building renovations and essential services). Maintenance, operation, insurance, utilities and furnishing costs for these emergency shelters may also be funded under this program, although not more than 10% of the funds may be used for staffing costs. To prevent homelessness, financial assistance may be given to families that have received eviction or termination of utility service notices if: (1) the inability to make such payments is due to a sudden reduction in income, (2) there is a reasonable prospect that the family will be able to resume payments within a reasonable period of time, and (3) the assistance will not supplant funding for preexisting homelessness prevention activities from other sources (up to 30% of funds may be used for this activity). There is a one-for-one match requirement for local governments; there is no match requirement for the first \$100,000 for states, but a one-for-one match is required for the remainder of the funds. The authorization for this program (42 U.S.C. §11377) expired at the end of FY1994; however, the program has continued to be funded through annual appropriations.

**Supportive Housing Program (SHP).** (42 U.S.C. §§11381-11389) Housing funded under the SHP may be transitional within a 24-month period, permanent housing for the disabled, or a single room occupancy dwelling. In order to receive funds, permanent housing must provide supportive services for its residents such as case management, child care, employment assistance, outpatient health services, food and cash assistance and assistance in obtaining permanent housing. States, local governmental entities, private nonprofit organizations, or

community mental health associations that are public nonprofit organizations may apply for funds through their local CoC board. This program requires that not less than 25% of appropriated funds be used to serve homeless families with children, not less than 25% be used to serve homeless persons with disabilities, and not less than 10% be used for providing supportive services. There is also a dollar-for-dollar match requirement, and no provider may use more than 5% of SHP funds for administrative purposes. The authorization for this program (42 U.S.C. §11389) expired at the end of FY1994; however, it has continued to be funded through annual appropriations.

**Shelter Plus Care Program (S+C).** (42 U.S.C. §§11403-11406b) The S+C program provides rental subsidies to homeless adults with disabilities. Similar to the Section 8 program, tenants pay 30% of their income towards housing and the administering body pays the rest. The assistance is funded for five years, but can be renewed at the end of those five years. S+C grants must be matched by local communities dollar for dollar. While S+C grant dollars cannot be used to fund supportive services, grantees are expected to partner with other agencies to provide social services and the dollar for dollar match requirement can be met through spending on services. Not less than 50% of S+C vouchers must be reserved for homeless individuals who are seriously mentally ill, have chronic substance abuse problems, or both. A state, unit of general local government (city, county, town, township, parish, or village) or public housing agency may apply for funds through their local CoC boards. Grantees may provide rental assistance to private nonprofit entities (including community mental health centers established as nonprofit organizations) that own or lease dwelling units. The authorization for this program (42 U.S.C. §11403h) expired at the end of FY1994; however, the program has continued to be funded through annual appropriations.

**Section 8 Moderate Rehabilitation Assistance for Single-Room Occupancy Dwellings (SRO).** (42 U.S.C. §§11401, 11407-11407b) Under the SRO program, HUD provides rental subsidies, through public housing agencies, in connection with the moderate rehabilitation of residential properties that contain multiple single room dwelling units. These project units are similar to dormitories, having single bedrooms, community bathrooms, and kitchen facilities. Funds for this program may also come from the **Shelter Plus Care Program**. Growth in the SRO program has been severely limited in recent years because of the high up-front cost of 10 year contracts as well as a dwindling supply of eligible buildings. The authorization for this program (42 U.S.C. §11403h) expired at the end of FY1994; however, it has continued to be funded through annual appropriations.

#### Department of Labor (DOL)

Homeless Veterans Reintegration Program. (38 U.S.C. §2021) The Homeless Veterans Reintegration Program (HVRP) provides grants to states or other public entities and non-profits, including faith-based organizations, to operate employment programs that reach out to homeless veterans. The main goal of the HVRP is to reintegrate homeless veterans into the economic mainstream and labor force. Initially HVRP was authorized by the McKinney-Vento Homeless Assistance Act of 1987, but in 2001 it was reauthorized under the Homeless Veterans Comprehensive Assistance Act (P.L. 107-95). In FY2003, the Administration

proposed to move this program from the Department of Labor (DOL) to the Department of Veterans Affairs (VA), consolidating the program with two other DOL programs, the Disabled Veterans' Outreach Program (DVOP) and the Local Veterans' Employment Representatives (LVER). This consolidation was not undertaken by Congress; and for FY2004 and FY2005, no such plan was proposed by the Administration. However, DVOP and LVER resources are used in projects to support employment efforts under HVRP. On June 15, 2006, the President signed P.L. 109-233, which reauthorized the HVRP from FY2007 to FY2009 at \$50 million per year, the amount at which the program had previously been authorized.

#### **Department of Veterans Affairs (VA)**

Health Care for Homeless Veterans (HCHV). <sup>10</sup> (38 U.S.C. §§2031-2034) This program operates at 76 sites where the VA provides outreach services, physical and psychiatric health exams, treatment, and referrals to homeless veterans with mental health problems, including substance abuse. As appropriate, the HCHV program places homeless veterans needing long-term treatment into one of its 200 contract community-based facilities. Residential housing may be purchased or leased with program funds to operate therapeutic transitional housing (38 U.S.C. §§2032, 2042). Under this program, the VA is required to coordinate and provide services in conjunction with state and local governments, other appropriate departments and agencies of the federal government and non-governmental organizations. In 2004, VA's 134 HCHV programs provided outreach, treatment, and referral services to 64,000 homeless veterans. This program was created by the Hospital, Nursing Home, Domiciliary and Medical Care Act (38 U.S.C. 1710). This program is authorized until December 31, 2006. H.R. 5960 (discussed later in this report) would reauthorize the program through December 31, 2011.

Homeless Providers Grant and Per Diem Program.<sup>11</sup> (38 U.S.C. §§2011-2013) The Grant and Per Diem program has two aspects: the grants portion funds capital grants to build transitional housing and service centers for homeless veterans, while the per diem program funds services to homeless veterans. Specifically, capital grants may be used to purchase buildings, to expand or remodel existing buildings, and to procure vans to use in outreach to and transportation for, homeless veterans. Service centers for veterans must provide health care, mental health services, hygiene facilities, benefits and employment counseling, meals, transportation assistance, job training and placement services, and case management. The capital grants will fund up to 65% of the costs of acquisition, expansion or remodeling, and grantees must provide the remaining 35%. The Per Diem program provides funds to grantees for services to homeless veterans. Both capital grant recipients, and those entities that would be eligible for capital grants may apply for per diem funds, although grant recipients receive priority in receiving per diem funds.

The Grant and Per Diem program was authorized from FY2002 through FY2005 at \$75 million per year for FY2003 forward. On November 30, 2004, the Veterans

<sup>&</sup>lt;sup>10</sup> Formerly called the Homeless Chronically Mentally Ill Veterans (HCMI) program.

<sup>&</sup>lt;sup>11</sup> Formerly called the Homeless Veterans Comprehensive Services Programs.

Health Programs Improvement Act (P.L. 108-422) increased the authorization for FY2005 from \$75 million to \$99 million. The program has not yet been reauthorized for FY2006. Several bills (all discussed later in this report) would reauthorize the program: S. 1180 would authorize funding of \$200 million per year for fiscal years 2006 through 2011, S. 1182 would authorize the program at \$130 million per year in FY2006 and thereafter, and H.R. 5960 would authorize the program at \$200 million from FY2007-FY2011.

Homeless Veterans with Special Needs. (38 U.S.C. §2061) Within the Homeless Providers Grant and Per Diem program there is also a "special purpose program" which makes \$5 million per fiscal year available to provide grants to health care facilities and to grant and per diem providers to encourage the development of programs for homeless veterans who are women (including women who care for minor dependents), frail elderly, terminally ill, or chronically mentally ill. S. 2694 (discussed later in this report) would authorize the program from FY2007 to FY2011 at \$7 million per year.

**Domiciliary Care for Homeless Veterans (DCHV).** (38 U.S.C. §1710(b))

This program is a residential rehabilitation program specifically intended to meet the clinical needs of homeless veterans while preventing the therapeutically inappropriate use of hospital and nursing home care services. The VA operates the DCHV program at 34 locations with 1,833 total beds across the country. A multidimensional, individually tailored treatment approach is used and the clinical status of the veteran is stabilized while the underlying causes of homelessness are addressed. The basic components of the DCHV program include community outreach and referral, admission screening and assessment, medical and psychiatric evaluation, treatment and rehabilitation, and post-discharge community support. DCHV staff help veterans apply for housing assistance, or arrangements are made for placement of homeless veterans in long-term care facilities such as State Soldiers Homes, group homes, adult foster care or halfway houses. Homeless veterans are provided employment training through involvement in the VA's Incentive Therapy Program, a medically prescribed rehabilitation program involving therapeutic work assignments at VA medical centers for which veterans receive nominal payments. In FY2005, the DCHV program served 5,394 veterans, who had an average stay of 109 days at the VA facilities.<sup>12</sup>

Compensated Work Therapy Program (formerly the Special Therapeutic and Rehabilitation Activities Fund). (38 U.S.C. §2063) The Compensated Work Therapy (CWT) program is a comprehensive rehabilitation program that prepares veterans for competitive employment and independent living. The major goals of the program are: 1) to use remunerative work to maximize a veteran's level of functioning; 2) to prepare veterans for successful re-entry into the

<sup>&</sup>lt;sup>12</sup> Sandra G. Resnick, Robert Rosenheck, Sharon Medak, and Linda Corwel, "The Seventeenth Progress Report on the Department of Veterans Affairs Domiciliary Care for Homeless Veterans Program," February 2006, p. 9, available at [http://www.nepec.org/PHV/DCHV/dchRepAGdr.pdf].

<sup>&</sup>lt;sup>13</sup> The program was created by the Veterans Omnibus Health Care Act of 1976 (P.L. 94-581).

community as productive citizens, and; 3) to provide a structured daily activity to those veterans with severe and chronic disabling physical and/or mental conditions. As part of their work therapy veterans produce items for sale or undertake subcontracts to provide certain products and/or services such as by providing temporary staffing to a company. Funds collected from the sale of these products and/or services were used to fund the program. Funding for this program comes from the VA's Special Therapeutic and Rehabilitation Activities Fund, which is permanently authorized at 38 U.S.C. §1718(c).

**Guaranteed Transitional Housing for Homeless Veterans.** (38 U.S.C. §§2051-2054) Qualified nonprofit organizations or other qualified organizations that have experience in underwriting transitional housing projects may obtain a loan under this program for the construction, rehabilitation or acquisition of land for a multifamily transitional housing project for homeless veterans. Under this program, housing may be single room occupancy and must provide supportive and counseling services (including job counseling) with the goal of encouraging self-sufficiency among participating veterans. To qualify, a project must require the occupant veteran to seek and maintain employment. The project must also maintain strict guidelines regarding the sobriety of participants. Occupants must pay a reasonable fee in order to live in these transitional units. Veterans who are not homeless and homeless individuals who are not veterans may be occupants of transitional housing if all of the transitional housing needs of homeless veterans in the project area have been met. Not more than 15 loans with an aggregate total up to \$100 million may be guaranteed under this program. Funding for this program is authorized as a pilot project at 38 U.S.C. §2051. The VA has committed loans to two projects, one that will provide 141 beds for veterans in Chicago and another that will provide 144 beds in San Diego.<sup>14</sup>

**HUD VA Supported Housing (HUD-VASH).** (42 U.S.C. §1437f (o)) This joint HUD and VA supported housing program provides specially designated HUD rental assistance (Section 8) vouchers to homeless veterans. This program serves homeless veterans who have chronic mental illnesses or chronic substance abuse disorders. Before a veteran may participate in this program, he or she must agree to continue treatment for the mental illness or substance abuse disorder. Every homeless veteran who receives a housing voucher must be assigned to a VA case manager and receive supportive services. Today's HUD VASH program originally began as a Memorandum of Agreement between HUD and the VA, and through that relationship 1,780 vouchers were created and are in circulation today. The Homeless Veterans Comprehensive Assistance Act of 2001 (P.L. 107-95) codified the program and authorized the creation of an additional 500 vouchers each year for FY2003-FY2006. However, HUD has not requested, and Congress has not provided, funds for HUD-VASH vouchers since the program was codified. However, S. 2694 (discussed later in this report) would make additional vouchers for veterans available from FY2007 through FY2011.

<sup>&</sup>lt;sup>14</sup> Statement of Pete Dougherty, Director, Homeless Veterans Programs, Senate Veterans Affairs Committee, *Looking At Our Homeless Veterans Programs: How Effective Are They?*, 109<sup>th</sup> Cong., 2<sup>nd</sup> sess., March 16, 2006, available at [http://veterans.senate.gov/index.cfm?FuseAction=Hearings.CurrentHearings&rID=514&hID=181].

**Other VA Activities.** In addition to the targeted programs for which specific funding is available, as shown in **Table 2**, the VA engages in several activities to assist the homeless that are not reflected in this report as separate programs. An *Advisory Committee on Homeless Veterans* was established within VA (15 members appointed from veterans service organizations, community-based homeless service providers, previously homeless veterans, experts in mental illness, substance use disorders and others) to consult with and seek advice concerning VA benefits and services to homeless veterans (38 U.S.C. §2066). Current law provides that the Advisory Committee shall cease to exist on December 31, 2006; however, S. 1180, S. 2694, S. 3545, and H.R. 5960 (all discussed later in this report) would extend the Committee until September 30, 2011.

A demonstration program of referral and counseling serves veterans who are in transition from certain institutions (penal institutions or long-term care mental institutions) and provides information about the benefits and services available to them under the VA programs (38 U.S.C. §2023). The program was to cease on January 24, 2006, four years after its enactment, although H.R. 5960 would reauthorize the program through September 30, 2011. Another Veterans Administration initiative are Comprehensive Homeless Centers (CHCs). These CHCs are located in eight cities, and consolidate all of the VA's homeless programs in that area into a single organizational framework to promote integration within the VA and coordination with non-VA homeless programs. CHCs offer a comprehensive continuum of care to help homeless veterans escape from homelessness. The VA also sponsors *Drop-in Centers*, which provide a daytime sanctuary where homeless veterans can clean up, wash their clothes, get a daytime meal, and participate in a variety of low intensity therapeutic and rehabilitative activities. Linkages with longer-term assistance are also available. The VA Excess Property for Homeless Veterans Initiative provides for the distribution of federal excess personal property (hats, parkas, footwear, sleeping bags) to homeless veterans and homeless veterans programs.

VA programs and staff have actively participated in each of the *Stand Downs* for *Homeless Veterans* run by local coalitions in various cities each year. Stand Downs give homeless veterans one to three days of safety and security where they can obtain food, shelter, clothing, and a range of other types of assistance, including VA provided health care, benefits certification, and linkages with other programs. In a program called Veterans Benefits Administration (*VBA*)'s Acquired Property Sales for Homeless Providers, the VA is able to sell, at a discount, foreclosed properties to nonprofit organizations and government agencies that will use them to shelter or house homeless veterans. Finally, Project CHALENG for Veterans, is a nationwide VA initiative to work with other agencies and better coordinate the response to the needs of homeless veterans. VA regional offices designate "points of contact" from among local service providers, and they in turn work with other federal agencies, state and local governments, and nonprofit organizations to assess the needs of homeless veterans and develop action plans to meet identified needs.

## Administration Initiatives and Legislation in the 109<sup>th</sup> Congress

#### Administration Initiatives

The Chronic Homelessness Initiative. The Bush Administration has established a national goal of ending chronic homelessness in 10 years, by 2012. The idea of a 10-year plan to end chronic homelessness began as a part of a 10-year plan to end homelessness in general adopted by the National Alliance to End Homelessness (NAEH) in 2000. The following year, then-HUD Secretary Martinez announced HUD's commitment to ending chronic homelessness at the NAEH annual conference. In 2002, as a part of his FY2003 budget, President Bush made "ending chronic homelessness in the next decade a top objective." The bi-partisan, congressionally-mandated Millennial Housing Commission, in its Report to Congress in 2002, included ending chronic homelessness in 10 years among its principal recommendations. By 2003, the Interagency Council on Homelessness had been re-engaged and charged with pursuing the President's 10-year plan. By the fall of 2006, 49 states, the District of Columbia, Guam, Puerto Rico, the Virgin Islands, and 224 cities and counties had developed ten-year plans to end chronic homelessness.

The Interagency Council on Homelessness has adopted a working definition to identify the chronically homeless; a chronically homeless individual is "an unaccompanied homeless individual with a disabling condition who has been continually homeless for a year or more, or has had at least four episodes of homelessness in the past three years." Part of the reason behind the focus on the chronically homeless is the estimate that the chronically homeless account for about 10% of all users of the homeless shelter system, but that they use 50% of the total days of shelter provided. <sup>19</sup>

While the chronically homeless may monopolize current resources, some advocates for the homeless and the Administration argue that there are better ways

<sup>&</sup>lt;sup>15</sup> The report is available at [http://govinfo.library.unt.edu/mhc/MHCReport.pdf].

<sup>&</sup>lt;sup>16</sup> The Interagency Council on Homelessness (ICH) was created in 1987 in the Stewart B. McKinney Homeless Assistance Act, P.L. 100-77. Its mission is to coordinate the national response to homelessness. The ICH is composed of the directors of 18 federal departments and agencies whose policies and programs have some responsibility for homeless services, including HUD, HHS, the Department of Labor (DOL), and the VA. The council was inactive for six years, but began receiving funding again in FY2002.

<sup>&</sup>lt;sup>17</sup> Interagency Council on Homelessness, "City and County 10-Year Plan Update," available at [http://www.ich.gov/slocal/plans/10-year-plan-communities.pdf].

<sup>&</sup>lt;sup>18</sup> According to the Federal Register, vol. 71, no. 27, February 9, 2006, p. 6961, the definition for "chronically homeless" will be published in the 2006 Code of Federal Regulations at 24 CFR §91.5.

<sup>&</sup>lt;sup>19</sup> Report from the Secretary's Work Group on Ending Chronic Homelessness, "Ending Chronic Homelessness: Strategies for Action," Department of Health and Human Services, March 2003, p. 10, available at [http://aspe.hhs.gov/hsp/homelessness/strategies03/].

to serve them. Permanent supportive housing is generally seen as the solution to ending chronic homelessness.<sup>20</sup> Permanent supportive housing consists of low-cost housing, paired with social services, available to low-income and/or homeless households. Services can include case management, substance abuse counseling, mental health services, income management and support, and life skills services. Not only has supportive housing proven to be effective, studies have also argued that it is cost efficient. By housing the chronically homeless in permanent supportive housing, they are less likely to be housed temporarily by more expensive public services, such as hospitals, jails, or prisons.<sup>21</sup> The Millennial Housing Commission's final report supported this finding, stating that "the chronically homeless require permanent supportive housing to escape and reduce the enormous burden on public care systems."<sup>22</sup>

The goal of ending chronic homelessness has gained wide support and prominence in a short time. However, some advocates for the homeless are concerned about the focus on the chronically homeless. In particular, they feel that the initiative does not work to solve the real problems behind homelessness, which are a lack of affordable housing, health care, and income supports. They argue that while these targeted homeless assistance programs may help to stabilize people who are currently homeless, they do nothing to prevent future homelessness among lowincome people with or without disabilities. They are also concerned that the focus on a single, disabled population limits the resources available for families, children. and other non-disabled populations whose needs may also be great. They disagree that the chronically homeless are necessarily the most needy, especially in rural and suburban areas where street homelessness is less prevalent, and argue that it is inappropriate to pit needy populations against each other for limited resources. Finally, they contend that earmarking resources for the chronically homeless takes away local flexibility to determine local needs and priorities, especially at the expense of rural and suburban communities.<sup>23</sup>

The Administration has recently undertaken some collaborative efforts to reach its goal of ending chronic homelessness in 10 years. In August 2005, HUD announced a pilot program called **Housing for People Who Are Homeless and Addicted to Alcohol**. The initiative awarded two-year grants totaling just under \$10 million to 12 grantees for FY2005.<sup>24</sup> On October 1, 2003, the Administration announced the **Collaborative Initiative to Help End Chronic Homelessness**, a grant initiative initially funded at \$35 million through the joint efforts of HUD, HHS, and VA. Specifically, \$20 million was available in HUD funds to provide permanent

<sup>&</sup>lt;sup>20</sup> Ibid., pp. 12-13.

<sup>&</sup>lt;sup>21</sup> See Dennis Culhane, Stephen Metraux, and Trevor Hadley, "Public Service Reductions Associated with Placement of Homeless Persons with Severe Mental Illness in Supportive Housing," *Housing Policy Debate*, vol. 13, no. 1 (2002): 107-163.

<sup>&</sup>lt;sup>22</sup> Report of the Millennial Housing Commission, p. 55.

<sup>&</sup>lt;sup>23</sup> See, for example, National Coalition for the Homeless, "Poverty versus Pathology: What's 'Chronic' About Homelessness", available at [http://www.nationalhomeless.org/publications/chronic/chronicqanda.html].

<sup>&</sup>lt;sup>24</sup> For a list of grantees see Federal Register, vol. 71, no. 167, August 29, 2006, p. 51207.

supportive housing under the SHP, S+C, or SRO programs; \$7 million was available through HHS's Substance Abuse and Mental Health Services Agency to fund substance abuse treatment and mental health and related social services for the chronically homeless; \$3 million was available through HHS's Health Resources and Services Administration to provide primary care for the chronically homeless; and \$5 million in additional resources were made available at local VA hospitals for serving homeless veterans. By 2005 HHS had dedicated an additional \$20 million to the initiative, and the Interagency Council on Homelessness reported that the Collaborative Initiative had housed 600 individuals. The **Ending Chronic Homelessness through Employment and Housing**, another initiative from 2003 was a collaborative grant offered jointly by HUD and the Department of Labor (DOL). The initiative offered \$10 million from HUD and \$3.5 million from DOL to help the chronically homeless in five communities gain access to employment and permanent housing.

Proposed Consolidation of the Homeless Assistance Grants. The President's FY2006 budget proposed to consolidate HUD's three competitive grants programs — Supportive Housing (SHP), Shelter Plus Care (S+C), and Section 8, Moderate Rehabilitation Assistance for Single-Room Occupancy Dwellings (SRO) — into one competitive grant program. Under the proposal the Homeless Assistance Grants program would have continued to reserve an estimated \$150 million for the formula Emergency Shelter Grants program. HUD indicated that the consolidation of the three competitive programs would have significantly streamlined homeless assistance in the United States. A similar consolidation proposal was made for FY2003, FY2004, and FY2005. Although legislation to implement these changes, as well as the reauthorization of the HUD portion of the McKinney-Vento Act, was not introduced or enacted in the past three years, in the 109<sup>th</sup> Congress Senator Jack Reed and Representative Rick Renzi have both introduced bills to reauthorize the program and consolidate the competitive grant programs (S. 1801 and H.R. 5041, discussed later in this report).

### Legislative Activities in the 109<sup>th</sup> Congress: Homeless Veterans

The Veterans Housing Opportunity and Benefits Act of 2006 (S. 1235, P.L. 109-233), originally entitled the Veterans' Benefits Improvement Act of 2005, was signed into law on June 15, 2006 as P.L. 109-233. The act reauthorizes the Homeless Veterans Reintegration Program at \$50 million per year from FY2007 to FY2009. As introduced, S. 1235 did not contain a provision to reauthorize the program, and focused on amending provisions of the Servicemembers' Group Life Insurance program. However, after the Senate added provisions regarding veterans' adjustable rate mortgages and passed the bill on September 28, 2005, the House amended the bill to include, among other things, the provision to reauthorize the Homeless Veterans' Reintegration Program. The House passed the bill on May 22, 2006, and on May 25, 2006, the Senate agreed to the House's amendments by unanimous consent.

Three similar bills, all introduced in June, would provide a variety of services for homeless veterans. Two bills, both entitled the **Homes for Heroes Act (S. 3475,** 

**H.R. 5561**), introduced on June 7 and June 8, 2006, would each create a position in the Department of Housing and Urban Development called the Special Assistant for Veterans Affairs. The bills would also provide more permanent housing with supportive services for very low-income veteran families, increase the number of HUD-VASH vouchers available for homeless veterans so that 20,000 total vouchers would be available, and exclude veterans' benefits from rent determinations in assisted housing. A third bill, the **Comprehensive Homeless Veterans Assistance and Prevention Act (S. 3545)**, introduced on June 20, 2006, would reauthorize a number of programs for homeless veterans, require the annual report on assistance to homeless veterans to discuss coordination among federal agencies, fund 2,500 additional HUD-VASH vouchers by 2011, and finance supportive services for very low-income veteran families in permanent housing. Provisions from all three bills were included in **S. 2694** (discussed below) during committee markup on June 22, 2006.

The **Veterans' Choice of Representation Act** (**S. 2694**), introduced on May 2, 2006, did not initially contain provisions affecting homeless veterans. However, during the Committee on Veterans' Affairs markup on June 22, 2006, amendments regarding housing assistance for homeless veterans were made to the bill. Among the additions are a requirement that the annual report on assistance to homeless veterans contain information about coordination among federal agencies; a provision to make additional HUD-VASH vouchers available — 500 in FY2007, 1,000 in FY2008, 1,500 in FY2009, 2,000 in FY2010, and 2,500 in FY2011; a new program to fund supportive services for very low-income veteran families; and reauthorizations for a number of programs for homeless veterans. The Senate Committee on Veterans' Affairs reported S. 2694 on July 27, 2006, and on August 3, the full Senate passed the bill by unanimous consent.

The Homeless Veterans Assistance Act of 2006 (H.R. 5960), introduced on July 28, 2006, would reauthorize a number of programs that assist homeless veterans. It would reauthorize the Homeless Providers Grant and Per Diem program from FY2007 through FY2010 at \$200 million per year, as well as the Health Care for Homeless Veterans program through December 31, 2011. The bill would also provide \$25 million from the veterans' health care budget to fund supportive services for very low-income veterans and their families who reside in permanent housing. In addition, H.R. 5960 would initiate a demonstration program that would identify members of the military who are at risk of homelessness after being discharged from service, and assist them through counseling and other supportive services.

The **Veterans Health Care Act of 2005 (S. 1182)** was introduced in the Senate on June 7, 2005. The bill would extend and increase the authorization for two programs: the Homeless Providers Grant and Per Diem Program would be authorized at \$130 million for FY2006 and each subsequent year (FY2005 authorization was \$99 million), and the Homeless Veteran Service Provider Technical Assistance Program would be authorized at \$1 million for FY2006-2011 (the FY2005 authorization was \$750,000). Authorization for both programs expired at the end of FY2005. The bill passed the Senate by Unanimous Consent on December 22, 2005 and was referred to the House Committee on Veterans' Affairs.

The Veterans Housing and Employment Improvement Act of 2005 (H.R. 3665), introduced on September 7, 2005, would provide adaptive housing assistance to disabled veterans temporarily residing with family members. The bill would also reauthorize the Homeless Veterans Reintegration Program at \$50 million a year from FY2007 through FY2009. The bill was referred to the House Committee on Veterans' Affairs. On October 20, 2005, the bill was reported out of committee by unanimous consent (H.Rept. 109-263), and on November 10, 2005, the House approved the bill by voice vote. H.R. 3665 was received in the Senate, and referred to the Committee on Veterans' Affairs.

The Services to Prevent Veterans Homelessness Act (S. 1991/H.R. 4746), consists of two similar bills introduced in the House and Senate. Both would fund supportive services for very low-income veterans and their families who are living in, or transitioning to, permanent housing. Some of the services would include health care, counseling, case management, financial planning, employment training, educational services, legal assistance, and child care. Funding for the program in the amount of \$25 million would be made available from the funds appropriated for veterans' health care. The bills were referred to the Senate Committee on Veterans' Affairs and the House Committee on Veterans Affairs.

The Sheltering All Veterans Everywhere Act (S. 1180) was introduced on June 7, 2005. It would reauthorize a number of programs that assist homeless veterans. Among the programs are the Homeless Veterans Grant and Per Diem program, which would be authorized at \$200 million per year for fiscal years 2006 through 2007. The Homeless Veterans Reintegration Program (HVRP) would be authorized at \$50 million per year from FY2007-FY2011. In addition, S. 1180 would make veterans "at imminent risk of homelessness" eligible for HVRP services. The bill would make permanent the authorization for the Acquired Property Sales for Homeless Providers Program, and extend the authorization for three additional programs until 2011. These are the Treatment and Rehabilitation for Seriously Mentally Ill and Homeless Veterans, the Grant Program for Homeless Veterans with Special Needs, and the Homeless Veteran Service Provider Technical Assistance Program. While current law provides that the Advisory Committee on Homeless Veterans shall expire on December 31, 2006, S. 1180 would extend it through September 30, 2011. The bill would also require the Department of Veterans Affairs to report on the relationship between military sexual trauma and homelessness. The bill was referred to the Senate Committee on Veterans Affairs, and hearings were held on June 9, 2005.

The **New GI Bill of Rights for the 21**st **Century (H.R. 2131)**, introduced on May 5, 2005, is a comprehensive bill to improve benefits for veterans, active duty, and reserve members of the Armed Forces. Subtitle C of title V would reauthorize the Homeless Veterans Reintegration Program at \$50 million a year through FY2011 and broaden its scope to include veterans at imminent risk of homelessness. The legislation was referred to the House Veterans' Affairs, House Ways and Means, and House Armed Services committees.

#### Legislative Activities in the 109th Congress: Other Programs

The Community Partnership to End Homelessness Act (S. 1801), introduced on September 29, 2005, would combine the three competitive HUD grant programs — Shelter Plus Care (S+C), Supportive Housing Program (SHP), and Section 8, Moderate Rehabilitation Assistance for Single-Room Occupancy Dwellings (SRO) — into one competitive grant, the Homeless Assistance Program (HAP). Funding for this new combined grant program, together with the Emergency Shelter Grants program (ESG) and the Interagency Council on Homelessness would be authorized at \$1.6 billion for FY2006, and such sums as may be necessary for FY2007-FY2010. In addition, S. 1801 would eliminate the 30% cap on services under the ESG program, require that not less than 30% of ESG and HAP funds be used for permanent housing, allow up to 10% of HAP funds to be used to provide permanent housing to families without a disabled member, and permit grant recipients to use up to 5% of HAP funds for homelessness prevention activities. The bill was referred to the Senate Committee on Banking, Housing, and Urban Affairs. On March 30, 2006, the Subcommittee on Housing and Transportation held hearings on the bill.

The Homeless Assistance Consolidation Act of 2006 (H.R. 5041), like the Community Partnership to End Homelessness Act (S. 1801), would consolidate the three competitive HUD grant programs into one competitive grant, the Community Homeless Assistance Program (CHAP). H.R. 5041 would authorize the new competitive grant and the ESG program at \$1.56 billion for FY2007, and such sums as may be necessary for FY2008-FY2011. The bill would also require that not less than 30% of CHAP funds be used to provide permanent housing, and would provide incentives to create housing for the chronically homeless. The bill was introduced on March 29, 2006, and referred to the House Committee on Financial Services.

The Services for Ending Long-Term Homelessness Act (H.R. 1471/S. 709) was introduced in both the House and the Senate on April 5, 2005. The bi-partisan bill would establish a grant program for services in supportive housing for the chronically homeless. The program would be housed in the Department of Health and Human Services (HHS) and administered by the Substance Abuse and Mental Health Services Administration (SAMHSA). States, cities, public, or nonprofit entities would be eligible to apply, and grant funds could be used for services including mental health services, substance abuse treatment, referrals for primary health care and dental services, health education, money management, and parental skills training. The program would require initial grantees to provide \$1 for every \$3 of federal money and renewal grantees to provide \$1 for every \$1 of federal money. The bill has been referred to the House Energy and Commerce, Subcommittee on Health and Senate Health, Education, Labor, and Pensions Committee.

The **Bringing America Home Act (H.R. 4347)**, introduced on November 16, 2005, proposes an array of programs to address homelessness in the United States. The bill would create a National Affordable Housing Trust Fund; establish the

<sup>&</sup>lt;sup>25</sup> The programs were last authorized in 1994 at \$635,672,100. Of this amount, \$1,563,000 was authorized for the Interagency Council on Homelessness, \$143,796,000 for the ESG program, \$212,568,000 for SHP, and \$277,745,100 for S+C and SRO programs.

Federal Homelessness to Housing Mutual Mortgage Association (Hollie Mae) to develop affordable mutual housing for low-income families and individuals; consolidate homeless assistance programs under Title IV of the McKinney-Vento Homeless Assistance Act; and authorize funding for both new and existing housing and mental health programs. The bill was referred to the following House Committees: Financial Services, Agriculture, Energy and Commerce, Education and Workforce, Government Reform, Veterans' Affairs, and Ways and Means.

The Improving Access to Education for Students Who Are Homeless or in Foster Care Act (S. 1429), introduced on July 20, 2005, would amend the Higher Education Act of 1965 to define homeless students and those who are in foster care as "independent" for purposes of receiving financial assistance. The bill would also create a demonstration program to award grants to schools so that they can provide assistance to homeless youth and wards of the state. S. 1429 has been referred to the Senate Health, Education, Labor, and Pensions Committee.

Companion bills to revise the amount of minimum allotments under the Projects for Assistance in Transition from Homelessness (PATH) program were introduced in the Senate (**S. 319**) on February 8, 2005 and in the House (**H.R. 2826**) on June 8, 2005. Both bills would adjust the allotments to the greater of the amount received by the state for FY2005 or \$600,000. The minimum allotment is currently \$300,000. The bills were referred to the Senate Health, Education, Labor and Pensions Committee and the House Energy and Commerce Committee.

The **FamilyCare Act of 2005** (**H.R. 2071**), introduced on May 4, 2005, includes a demonstration program to award grants to up to seven states (or other qualified entities) to conduct innovative programs to improve outreach to homeless individuals and families and provide them with services under programs that benefit the homeless, including Medicaid, SCHIP, and TANF. The bill was referred to the House Committee on Energy and Commerce.

#### **Funding**

**Table 1** shows final appropriation levels for FY2002-FY2006 for all of the targeted homeless programs included in this report except for programs administered by the VA. The appropriations figures come from congressional budget documents and the budget justifications submitted by the various agencies or congressional appropriations documents.

**Table 2** shows actual and estimated obligations for the Department of Veterans Affairs targeted homeless programs for FY2002-FY2006. With the exception of the Loan Guaranty Transitional Housing for Homeless Veterans, funding for VA activities described below were not specified as line items in VA appropriations. VA's Loan Guaranty Transitional Housing for Homeless Veterans program began in FY1999; the law allocated \$48.25 million for the subsidy for guaranteed loans for transitional housing to remain available until expended. The figures in **Table 2** were obtained from both VA budget documents and conversations with VA employees.

Table 1. Homelessness: Targeted Federal Programs Appropriations, FY2002-FY2006

(\$ in thousands)

Program	Agencies	FY2002	FY2003	FY2004	FY2005	FY2006
Education for Homeless Children & Youth	ED	50,000	54,642	59,646	62,496	61,871ª
Emergency Food & Shelter (EFSP)	DHS/ FEMA	140,000	153,000	152,000	153,000	151,470
Health Care for the Homeless (HCH) <sup>b</sup>	HHS	116,000	126,621	139,000	149,000	161,000
Projects for Assistance in Transition from Homelessness (PATH)	HHS	39,855	43,073	49,760	54,809	54,260
Consolidated Runaway, Homeless Youth Program	HHS	88,024	89,977	89,431	88,725	87,837
— Runaway and Homeless Youth - Basic Center	HHS	48,288	49,473	49,171	48,786	48,298
— Runaway and Homeless Youth - Transitional Living	HHS	39,736	40,504	40,260	39,939	39,539
— Runaway and Homeless Youth - Maternity Group Homes	HHS					_
Runaway and Homeless Youth - Street Outreach Program	HHS	14,999	15,399	15,302	15,178	15,027
Homeless Assistance Grants (HAG)	HUD	1,123,000	1,130,000	1,257,400	1,240,511	1,326,600
Homeless Veterans Reintegration Project	DOL	17,500	18,250	18,888	20,832	21,780
Transitional Housing Assistance for Child Victims of Domestic Violence, Stalking, or Sexual Assault	DOJ	_	_	_	14,840	14,808

**Source:** Table prepared by the Congressional Research Service (CRS). Unless otherwise stated, sources of data were agency budget justifications and congressional appropriations documents. The amounts are enacted values and do not necessarily include all rescissions for each program in each fiscal year.

Note: Italics indicate amount is subsumed under earlier line item.

a. P.L. 109-148 provided supplemental FY2006 appropriations of \$5 million for assistance to local educational agencies serving homeless children and youth who have been displaced by Hurricane Katrina or Hurricane Rita; these funds are to used "consistent with" the provisions of the McKinney-Vento Education for Homeless Children and Youth program.

b. This program is funded under the Health Resources and Services Administration (HRSA),
 Community Health Centers program. The HCH program generally receives about 8.6% of the
 funds appropriated for the CHC program. The appropriation figures are based on this estimate.
 c. This funding is a set-aside under the VAWA STOP grant program.

Table 2. Homelessness: Targeted VA Program Obligations, FY2002-FY2006

(\$ in thousands)

Program	FY2002 (actual)	FY2003 (actual)	FY2004 (actual)	FY2005 (actual)	FY2006 (estimate)
Health Care for Homeless Veterans (HCHV) <sup>a</sup>	\$54,135	\$45,188	\$42,905	\$40,357	\$48,705
Homeless Providers Grants and Per Diem Program and Liasons	22,431	43,388	62,965	66,680	86,380
Domiciliary Care for Homeless Veterans (DCHV)	45,443	49,213	51,829	57,555	70,521
Compensated Work Therapy/Therapeutic Residence Program (CWT/TR)	8,028	8,349	10,240	10,004	10,969
Loan Guarantee for Transitional Housing for Homeless Veterans	528	594	600	574	574
HUD VA Supported Housing (HUD-VASH)	\$4,729	\$4,603	\$3,375	\$3,243	\$3,615

**Source:** Table prepared by the Congressional Research Service (CRS). Data supplied by the Department of Veterans Affairs (VA).

a. Includes funding for the Homeless Chronically Mentally III Veterans (HCMI) and the Homeless Comprehensive Service Centers, including mobile centers. A specific breakdown of obligations among activities is not available.