

United States Senate

WASHINGTON, DC 20510

March 19, 2025

The Honorable Scott Bessent
Secretary
U.S. Department of the Treasury
1500 Pennsylvania Avenue, NW
Washington, DC 20220

Dear Secretary Bessent,

We write to reaffirm our bipartisan support of the CDFI Fund, its operations and the critical role it plays in the communities it serves. We appreciate your recent statement recognizing how the CDFI Fund and CDFIs are integral to the Administration's pursuit of job growth, wealth creation and prosperity.

Federal support for the CDFI mission began in 1994, with enactment of the bipartisan Riegle Community Development and Regulatory Improvement Act. Since its inception over three decades ago, the CDFI Fund has proven critical to the CDFI sector's growth and has met the mission to create a public-private partnership to promote access to capital in our most underserved urban and rural communities.

Over 1,400 CDFIs represent a significant portion of America's financial services sector, delivering over \$300 billion in financial services each year to urban and rural communities across every state. Each year, CDFIs provide affordable growth capital to over 100,000 small businesses and finance over \$100 billion in residential real estate, bringing down the cost of housing through new construction and affordable home mortgages. The important work of the CDFI sector is strengthened by the CDFI Fund, which provides seed funding to new CDFIs, grows the capacity of existing CDFIs, and provides oversight to ensure federal dollars are spent appropriately. Elimination of key CDFI Fund functions would undermine this important progress, including for small businesses and homeowners.

The CDFI Fund's public-private partnership model aligns with this Administration's emphasis on ensuring that taxpayer dollars are spent efficiently and with measurable impact. Every federal dollar injected into a CDFI generates at least eight more dollars from private-sector investment. Due in large part to the investments the Trump Administration made in the CDFI Fund in 2020, industry assets have tripled and the number of CDFI-certified entities has risen by 40 percent.

In sum, more distressed communities are being served by CDFIs than ever before, more first-time buyers are receiving the financing they need to purchase a home, more community facilities are being built, and more commercial loans are reaching entrepreneurs. A reduction in the functions and operations of the CDFI Fund will have a corresponding impact on CDFI-certified entities and local communities and we urge you to avoid this unfortunate outcome.

Thank you for your consideration of our request. We stand ready to work with your Administration to promote policies that deliver opportunity and prosperity to all Americans.

Sincerely,



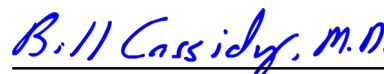
Mike Crapo
United States Senator



Mark R. Warner
United States Senator



Tim Sheehy
United States Senator



Bill Cassidy, M.D.
United States Senator



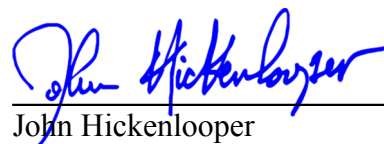
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M. Michael Rounds
United States Senator



James C. Justice
United States Senator



John Hickenlooper
United States Senator



Steve Daines
United States Senator



Cory A. Booker
United States Senator



Raphael Warnock
United States Senator



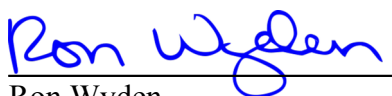
Tina Smith
United States Senator



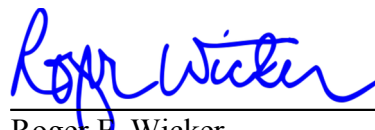
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Amy Klobuchar
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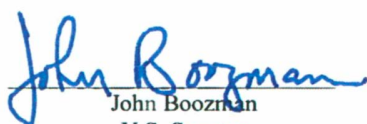
Lisa Murkowski
United States Senator



Gary C. Peters
United States Senator



Charles E. Schumer
United States Senator



John Boozman
U.S. Senator

CC:
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