

NEIGHBORHOOD STABILIZATION PROGRAM

HOW HOMELESS PROGRAMS CAN GET INVOLVED

WHAT YOU SHOULD KNOW

THE STATUTE AND THE REGULATION

Title III of Division B of the
Housing and Economic Recovery
Act

[http://www.hud.gov/offices/cpd/
communitydevelopment/programs/
neighborhoodspg/hera2008.pdf](http://www.hud.gov/offices/cpd/communitydevelopment/programs/neighborhoodspg/hera2008.pdf)

Approved July 30, 2008

Notice of Allocations,
Application, Regulatory Waivers
Granted to and Alternative
Requirements

[http://www.hud.gov/offices/cpd/
communitydevelopment/programs/
neighborhoodspg/nspnotice.pdf](http://www.hud.gov/offices/cpd/communitydevelopment/programs/neighborhoodspg/nspnotice.pdf)

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Additional Resources:

- Find out how much your community received: [http://www.hud.gov/
offices/cpd/
communitydevelopment/programs/
neighborhoodspg/statelinks.cfm](http://www.hud.gov/offices/cpd/communitydevelopment/programs/neighborhoodspg/statelinks.cfm)
- Other NSP guidance and resources: [http://www.hud.gov/offices/cpd/
communitydevelopment/programs/
neighborhoodspg/](http://www.hud.gov/offices/cpd/communitydevelopment/programs/neighborhoodspg/)
- Local Continuum of Care contact information: [http://
www.hudhre.info/index.cfm?
do=viewCocContacts&stErr=1](http://www.hudhre.info/index.cfm?do=viewCocContacts&stErr=1)

The Neighborhood Stabilization Program (NSP) was funded under Title III of Division B of the Housing and Economic Recovery Act of 2008 (HERA). It appropriates \$3.92 billion to be used for:

- Establishing financing mechanisms for purchase and redevelopment of foreclosed homes
- Purchasing or rehabilitating homes and residential properties that have been abandoned or foreclosed, in order to sell, rent, or redevelop such homes and properties
- Establishing land banks for homes that have been foreclosed upon
- Demolishing blighted structures
- Redeveloping demolished or vacant properties

The NSP limits eligible activities under CDBG to those that fall under the Low-Moderate Income National Objective.

The money can serve persons up to 120 percent of Area Median Income (AMI); however **AT LEAST 25 PERCENT OF THE GRANT MUST BE USED TO PROVIDE HOUSING FOR PERSONS AT OR BELOW 50 PERCENT OF AMI.** This is an opportunity for Continuums of Care and homeless service providers to utilize the funds to create new housing (as defined by CDBG), but you **MUST** be prepared to act quickly.

Here are some ideas for how you might use the money:

- Purchase several single-family homes in a neighborhood and create a permanent supportive housing project for homeless persons.
- Purchase a single-family home and rehabilitate it to contain two or three apartments to be used as permanent housing for homeless persons.
- Purchase a residential property and construct an apartment complex which will be used as permanent housing for homeless persons.



HOW YOU CAN GET INVOLVED

Determine whether the grantee is:

- Your local urban County or urban City entitlement area
- Another County or City who is partnering with your City or County
- The State

Know the timeline:

- Citizen Participation Process must begin no later than November 16, 2008
- Community applications are due to HUD by December 1, 2008
- Funds must be obligated within 18 months of receiving the money from HUD

Know your jurisdiction's process:

- Find out your jurisdiction's selection process for applications
- Become involved in the Citizen Participation Process