

Neighborhood Stabilization Program under the American Recovery and Reinvestment Act (NSP II)

NSP II

Under the American Recovery and Reinvestment Act (ARRA) additional NSP funds (referred to as NSP II) were made available for distribution via competition and pursuant to the original HERA legislation. States must compete directly with large urban cities and non-profits using a criteria and process that HUD shall publish within 75 days of ARRA becoming law. The funds will probably be distributed as “substantial amendments” to the Department’s 2008 CDBG “Method of Distribution” that has been approved by the federal government. In general, the original HERA legislation requires that local governments use NSP to purchase abandoned and foreclosed residential properties within low-to moderate and middle-income (LMMI) areas and make those renovated properties available to LMMI families through various financing mechanisms. We will update this webpage as more information becomes available on the NSP II funds the department will receive.

The Georgia Department of Community Affairs (DCA) applied for \$85,763,700 in NSP II funding. The application was submitted to the U.S. Department of Housing and Urban Development (HUD) on July 17th, 2009. The awards were announced on January 14th, 2010. DCA was not awarded NSP II funding. Only one applicant representing Georgia has been awarded NSP II funding. Below is a link to the organizations awarded NSP II funds.

<http://www.hud.gov/offices/cpd/communitydevelopment/programs/neighborhoodspg/pdf/nsp2awardtotalAllocation.pdf>