

NEIGHBORHOOD STABILIZATION PROGRAM (NSP) PLAN
AMENDMENT NO. 5

Amendment No. 5 will transfer \$290,000 from NSP-01-01A Downpayment & Rehabilitation Direct Assistance – and \$10,000 from NSP-01-01B Downpayment & Rehabilitation Direct Assistance LH25 Set Aside (collectively known as DRA) to NSP-01-03A Rehab Resale increasing the allocation for NSP-01-03A from \$1,381,500 to \$1,681,500. DRA provides financial assistance directly to NSP eligible households to purchase and rehabilitate abandoned or foreclosed properties in NSP Target Areas that they will occupy as their primary residence. In late January, the public was provided with notice that applications were being accepted for the DRA program. While more than 60 applications have been received, at this time only 13 applicants appear to be eligible and none of these have found an eligible home to purchase. This amendment would leave funding for 10 homes allocated for DRA. As all NSP funds must be obligated by September, reallocation at this time would allow the funds to be obligated by the required deadline.