

NEIGHBORHOOD STABILIZATION PROGRAM ELIGIBLE USES/ACTIVITIES

ELIGIBLE USE	ELIGIBLE ACTIVITIES
(A) Establish financing mechanisms for purchase and redevelopment of foreclosed upon homes and residential properties	<ul style="list-style-type: none"> • Activity delivery cost (designing and setting up) • Financing the eligible activity
(B) Purchase and rehabilitate homes and residential properties that have been abandoned or foreclosed upon, in order to sell, rent or redevelop such homes or properties	<ul style="list-style-type: none"> • Acquisition • Disposition • Relocation • Direct Homeownership Assistance • Eligible rehabilitation and preservation activities for homes and other residential properties • Housing counseling for those seeking to take part in the activity
(C) Establish land banks for homes that have been foreclosed upon	<ul style="list-style-type: none"> • Acquisition • Disposition (includes maintenance)
(D) Demolish blighted structures	<ul style="list-style-type: none"> • Clearance, for blighted structures only
(E) Redevelop demolished or vacant properties	<ul style="list-style-type: none"> • Acquisition • Disposition • Public facilities and improvements • Housing Counseling Public Services (limited to prospective purchasers or tenants of redeveloped properties) • Relocation • New housing construction • Direct homeownership assistance • 570.204 activities by Community Based Development Organizations
Administrative Costs	Limited to 10% of NSP; 10% of program income

NOTE: HUD recently clarified that Uses D & E do not require a foreclosure on the property in order to undertake eligible activities on the property.