
NEIGHBORHOOD STABILIZATION PROGRAM

About the Program: The Neighborhood Stabilization Program (NSP) provides assistance to state and local governments to acquire and redevelop foreclosed properties that might otherwise become sources of abandonment and blight within their communities.

Through grants from the federal government, state and local communities will purchase foreclosed or abandoned homes to rehabilitate, sell, lease or redevelop. The goal is to stabilize neighborhoods and stem the decline of home values.

All activities funded by NSP must benefit low- and moderate-income persons whose income does not exceed 120 percent of the area median income.

Background: The NSP was established in 2008 under the Housing and Economic Recovery Act of 2008 (HERA). HERA appropriated \$3.92 billion in NSP funding to communities nationwide. A first round of funding (NSP-1) was distributed in late 2008 on a formula basis to local governments and states. The City of Kansas City was awarded \$7.37 million from the U.S. Department of Housing and Urban Development (HUD) and \$1.16 million from the State of Missouri to carry out activities under NSP-1 in the areas of greatest need and this effort is now underway.

As part of the American Recovery and Reinvestment Act of 2009, Congress authorized an additional \$1.93 billion to be allocated to HUD to be awarded to applicants to carry out NSP activities under what is known as NSP-2. These awards will be made strictly on a competitive basis (see discussion of NSP-2 below).

Eligible Uses: Funds in both NSP programs may be used for activities which include, but are not limited to:

- Establishment of financing mechanisms for purchase and redevelopment of foreclosed homes and residential properties;
- Purchase and rehabilitation of homes and residential properties abandoned or foreclosed;
- Establishment of land banks for foreclosed homes;
- Demolition of blighted structures;
- Redevelopment of demolished or blighted properties.

Status of NSP-1: The City has contracted with the Economic Development Corporation (EDC), a non-profit subrecipient, to administer its NSP-1 program. EDC, in turn, is partnering with 5 community development corporations known as Primary Property Developers (PPD) to carry out activities under the program. These agencies will be working closely with EDC throughout the city to purchase foreclosed properties in designated census tracts, rehabilitate them and sell the homes to qualified buyers.

All homes will be inspected following the completion of rehabilitation work and appraised to ensure quality, safety and value for the homebuyer. Eligible buyers can obtain a "move-in" ready home as well as financial assistance to cover down payment and closing costs.

Eligibility requirements for homebuyers are few. Prospective homebuyer income cannot

exceed 120% of the region's median income. The homebuyer cannot already own a home and the home must be used as the buyer's primary residence. Realizing the dream of owning a home is as simple as calling one of the nonprofit community development corporations listed below. Prospective buyers will work with an NSP specialist who will offer guidance through the entire process.

Realtors may recommend foreclosed properties for purchase by EDC if they are located in eligible areas and meet program requirements. For additional information on the program and eligibility, contact EDC or any of the following participating PPD's.

Blue Hills Community Services
Contact: Joanne Bussinger
jbussinger@bhcsmo.org
(816) 333-7870

Ivanhoe & Partners
Contact: Margaret May
mmay@incthrives.org
(816) 921-6611

Westside Housing Organization
Contact: Katheryn Shields
kshields@westsidehousing.com
(816) 421-8048

Habitat for Humanity
Contact: Yahna Gibson
ygibson@habitatkc.org
(816) 924-1096

Neighborhood Housing Services
Contact: Mark Stalworth
mstalworth@nhsofkcmo.org
(816)822-7703

Economic Development Corp.
Contact: Catherine Singleton
esingleton@edckc.com
(816) 691-2139

NSP-1 Eligible Areas: Foreclosed properties located in the following census tracts (see attached maps) are eligible for funding under NSP-1.

4.00	16.00	20.00	30.00	36.01	40.00
5.01	17.00	21.00	32.00	36.02	41.00
5.02	18.00	22.00	33.00	37.00	42.00
6.00	19.00	23.00	34.00	38.00	45.00
7.00		24.00	35.01	39.00	
8.00		25.00	35.02		
		28.01			
52.00	60.00	80.00	102.01	129.02	130.02
53.00	61.00	81.00	103.01	129.03	130.03
54.00	62.00	87.00	103.02	129.04	131.00
55.00	63.00	88.00	104.01		132.02
56.01	64.00	89.00	105.00		132.03
56.02	75.00	90.00	107.01		132.04
57.00	76.00	95.00			
58.01	77.00	96.00			
58.02	78.01				
59.01	78.02				
59.02					

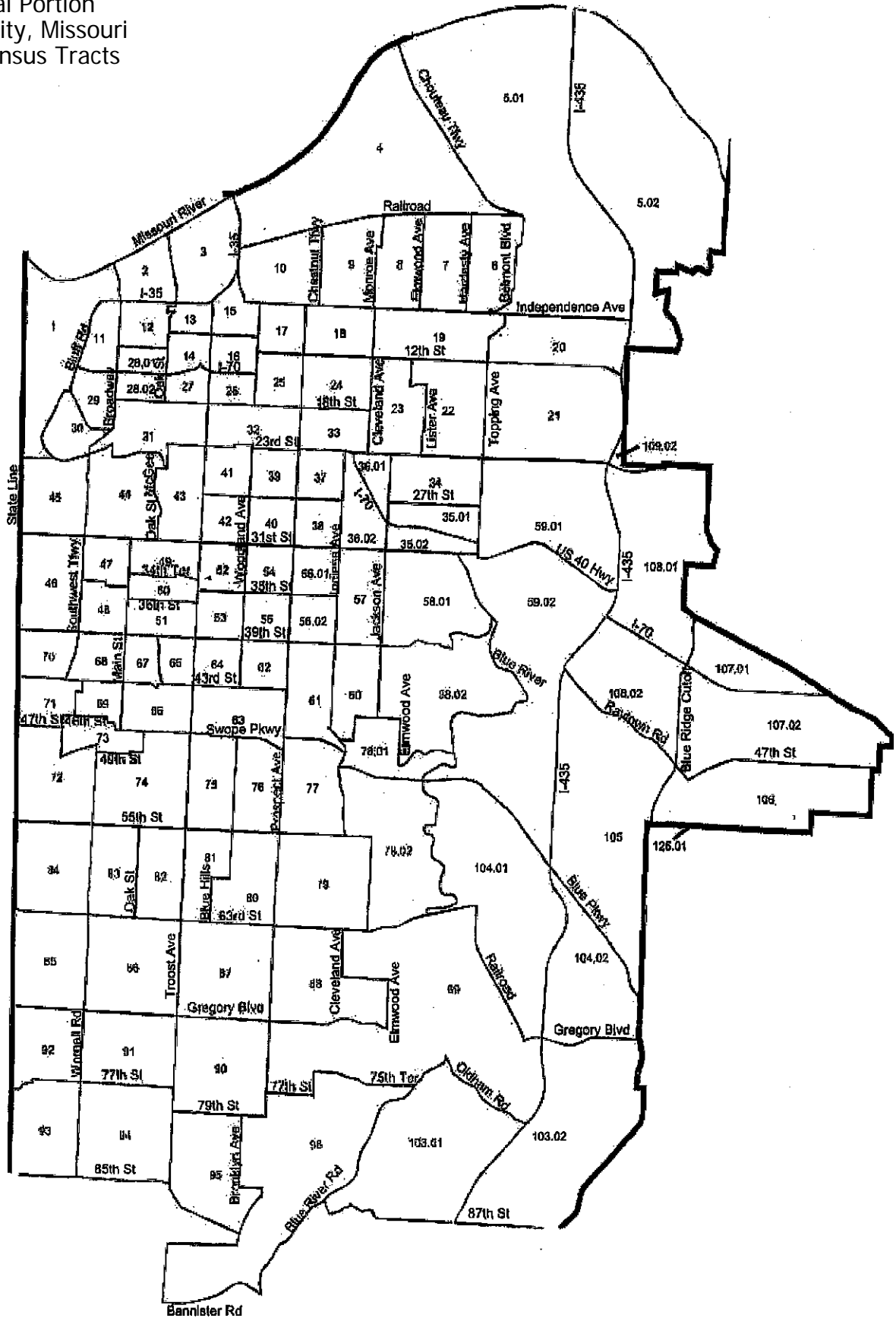
Information on the NSP programs is also available from the HUD website at www.hud.gov.

Application for NSP-2 Funding: The City of Kansas City has partnered with the Mid- America Regional Council, Swope Community Builders, the City of Independence, the Unified Government of Wyandotte County, and others to submit an application for NSP-2 funding to HUD for \$35,026,172. The City of Kansas City's share of this grant amount is estimated to be able to finance the rehabilitation/redevelopment of approximately 470 properties.

If approved, the grant will provide funds that can be used in the following census tracts and neighborhoods.

Area	Census Tracts (see attached maps)
Blue Hills	76
East 23 rd Street	22, 34, 35.01, 36.01
Green Impact Zone	75.00, 76.01, 77.01
Ivanhoe & Key Coalition	54, 55, 62, 63, 64.01
Manheim Park	63.03, 64.02
Northeast	06
Northland - Winnwood	209.01
Oak Park	56.02, 61
Ruskin	129.02, 130.02, 130.03, 132.03,
Washington — Wheatly	33, 37
Westside	30.00, 45.00

Central Portion
Kansas City, Missouri
2000 Census Tracts



North Portion
Kansas City, Missouri
2000 Census Tracts

