

PROPOSED AMENDMENT TO NEIGHBORHOOD STABILIZATION PROGRAM

The following Substantial Amendment to the City's 2008 Action Plan affects the implementation of the City's Neighborhood Stabilization Program which is currently in progress. The posting of this draft on July 29, 2010 begins a 15-day public comment period which will include a public hearing on Wednesday, August 18, 2010. The comment period ends on August 13, 2010. Comments on this draft amendment can be made by either of the following:

- At the public hearing which will be held at 12:00 noon on August 18, 2010 on the 10th floor of City Hall.
- By written comments which will be accepted through 5:00 p.m. on August 13, 2010. Written comments should be sent to the following:

NSP Substantial Amendment No. 2
Housing and Community Development Department
City Hall, 11th Floor
414 E. 12th Street
Kansas City, MO 64106

Fax: (816) 513-2808 or email: daniel_schmelzinger@kcmo.org

City of Kansas City, Missouri Neighborhood Stabilization Program – 1 Substantial Amendment Number 2 July 29, 2010

The City of Kansas City is submitting an amendment to section G, NSP Information by Activity, of its original Neighborhood Stabilization Program application to provide additional funding for Acquisition/Rehabilitation activity by deleting Land Banking and Demolition activities.

G. NSP Information by Activity

ACQUISITION AND REHABILITATION (ELIGIBLE USE B)

(1-7) No change from previously approved Amendment #1.

(8) Activity Description: The City expects to be able to comply with the NSP 25% targeting requirement through the addition of Redevelopment activity as described In Amendment #1 and the sale of some rehabilitated foreclosed homes to households with incomes below 50% AMI.

In order to provide adequate funding for Acquisition/Rehabilitation activity, funds previously allocated for Land Banking and Demolition activity would be re-budgeted as indicated below.

I. Total Budget (Acquisition and Rehabilitation)

<u>Current</u> <u>Budget</u>	<u>Amend.</u> <u>Change</u>	<u>Revised</u> <u>Budget</u>
\$5,241,361	+\$526,000	\$5,767,361

LAND BANK (ELIGIBLE USE C)

(1-7): Land banking will be deleted as a budgeted activity under NSP-1.

(8) Activity Description: The City has determined that it will not be necessary to carry out land banking activity in order to pursue stabilization of conditions in target areas. Focus will continue to be on acquisition/rehabilitation of foreclosed/abandoned properties and redevelopment.

I. Total Budget (Land Bank)

Current	Amend.	Revised
<u>Budget</u>	<u>Change</u>	<u>Budget</u>
\$100,000	(\$100,000)	-0-

<u>J. Performance Measures:</u>	Current Measure	Revised Measure
	25	-0-

DEMOLITION (ELIGIBLE USE D)

(1-7): Demolition will be deleted as a budgeted activity under NSP-1.

(8) Activity Description: The City has determined that the only NSP demolition activity expected to occur will involve demolition in conjunction with the construction of homes for owner-occupants with incomes below 50% of AMI. As a result, these demolition expenditures will be covered in the Redevelopment category.

I. Total Budget (Demolition)

Current	Amend.	Revised
<u>Budget</u>	<u>Change</u>	<u>Budget</u>
\$300,000	(\$300,000)	-0-

<u>J. Performance Measures:</u>	Current Measure	Revised Measure
	40	-0-

REDEVELOPMENT (ELIGIBLE USE E)

(1-8): No change

(9) Total Budget: Since submission of Amendment No. 1, additional planning for this activity has revealed that less funding will be required than was previously anticipated.

Current	Amend.	Revised
<u>Budget</u>	<u>Change</u>	<u>Budget</u>
\$950,000	(\$126,000)	\$824,000

PROPOSED REVISED NSP-1 BUDGET

Acquisition and Rehabilitation	\$5,767,361
Redevelopment	824,000
Administration	<u>732,373</u>
 TOTAL	 \$7,323,734

PUBLIC COMMENT: Provide a summary of public comments received to the proposed NSP Substantial Amendment.

A resolution approving the NSP amendment was introduced by the City Council on July 29, 2010. The draft amendment was placed on the City's website on July 29, 2010. The comment period will expire on August 13, 2010.

(Public comments to be added after the comment period expires.)