

Public Notice of Substantial Amendment to Neighborhood Stabilization Program 1 (NSP1)

The New York City Department of Housing Preservation and Development (HPD or the Department) has developed a Substantial Amendment to the Neighborhood Stabilization Program 1 (NSP1) Action Plan, which has been previously approved by U.S. Department of Housing and Urban Development (“HUD”). The Substantial Amendment addresses how the Department will manage the first round of Neighborhood Stabilization Program (“NSP1”) funding from the U.S. Department of Housing and Urban Development (“HUD”). Under the NSP1 program, HPD received a grant of \$24,257,740. In preparation for the submission to HUD of the Substantial Amendment to HPD’s NSP1 Action Plan, HPD is soliciting public comment on the City’s proposed plan of NSP1 fund use.

This public notice serves as a request for public comment on the substantial amendment. There is one (1) alteration to the existing action plan that HPD is proposing as part of the substantial amendment. It is as follows:

- As has been reported to HUD, HPD has already expended 100% of its original grant amount as of the NSP1 100% expenditure deadline in Q1 2013. Some of these expenditures generated revenue that was returned to HPD as is required by program guidelines. As a result of HPD receiving revenue from some of the NSP1 activities, some of which must be classified as program income, HPD is proposing the creation of an additional activity that will be funded with some of this revenue. Modeled after the Homebuyer Assistance Program that was funded using proceeds granted to the City under the Neighborhood Stabilization Program 2 (NSP2), HPD is proposing to use \$50,000 of the NSP1 derived revenue to provide homebuyer assistance to an eligible homebuyer who is acquiring a vacant property in an eligible area. This activity will be classified as using Eligible Use “E”, direct homeownership assistance.

This substantial amendment and related source documents for the NSP1 funds will be available on the Department website as of July 24th, 2013, at www.nyc.gov/hpd and for public review at HPD. Written comments can be mailed to HPD, c/o Neighborhood Stabilization Grant Administration, 100 Gold St, 9th fl., NY, NY 10038. For phone contact, please try (212) 863-7511. The public review period ends on Wednesday, August 7th, 2013.