

# COMMITTEE AMENDMENT FORM

DATE: 12/09/2008

COMMITTEE: CD/HR COMMITTEE

PAGE NUMBER(S): 1

ORDINANCE I. D:

SECTION(S):

RESOLUTION: 08-R-2443

PARAGRAPH(S):

AMENDMENT:

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In the 6<sup>th</sup> Whereas clause change the acronym from NPS to NSP

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**AN AMENDED  
RESOLUTION BY**

**08-R-2443**

**COMMUNITY DEVELOPMENT/HUMAN RESOURCES COMMITTEE**

**RESOLUTION AUTHORIZING THE MAYOR TO APPLY FOR AND ACCEPT A GRANT FROM THE GEORGIA DEPARTMENT OF COMMUNITY AFFAIRS UNDER THE CDBG NEIGHBORHOOD STABILIZATION PROGRAM (NSP) IN THE AMOUNT OF \$3,988,317.00; AND FOR OTHER PURPOSES**

**WHEREAS**, under Title III of Division B of the Housing and Economic Recovery Act, 2008 (HERA), \$3.92 billion has been appropriated nationally to fund the CDBG Neighborhood Stabilization Program (NSP) for emergency assistance for redevelopment of abandoned and foreclosed homes and residential properties; and

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**WHEREAS**, the NSP funds can only be used in accordance regulations and requirements specified under Title III of Division B of the Housing and Economic Recovery Act, 2008 (HERA); and

**WHEREAS**, the State of Georgia has received an allocation of \$58,674,938 to distribute statewide of which the City of Atlanta has been allocated \$3,988,317.00;

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**WHEREAS**, the following eligible activities can be undertaken under NSP:

- Financing mechanisms to purchase and redevelop abandoned and foreclosed properties
- Purchase and rehabilitation of abandoned and foreclosed homes to re-sell, rent or redevelop
- Establish land banks of foreclosed homes
- Demolish blighted structures
- Redevelopment of demolished or vacant properties
- Public facilities and improvements
- Public services for counseling for those benefitting from NSP funds
- Direct homeownership assistance
- Acquisition of foreclosed and abandoned residential properties for conversion to non-residential uses

**WHEREAS**, definitions of properties under the Neighborhood Stabilization Program include:

- Abandoned – a home is abandoned when mortgage or tax foreclosure proceedings have been initiated for that property, no mortgage or tax payments have been made by the property owner for at least 90 days, and the property has been vacant for at least 90 days
- Foreclosed – a property “has been foreclosed upon” at this point that, under state and local law, the mortgage or tax fore closure is complete. HUD generally will not consider a foreclosure to be complete until after the title for the property has been transferred from the former homeowner under some type of foreclosure proceeding or transfer in lieu of foreclosure, in accordance with state or local law.

**WHEREAS**, the NSP funds can only be used to address the low and moderate income CDBG national objective with at least 25% of the funds received be spent on housing for persons at or below 50% of the area median income; these funds also can be spent on housing for persons 51-80 percent of area median income and 81-120 percent of area median income; and

**WHEREAS**, the City of Atlanta seeks to apply for the state funding to assist in addressing critical housing and economic recovery efforts; and

**WHEREAS**, the City of Atlanta must submit an application to the Georgia Department of Community Affairs no later than January 15, 2009 to receive these funds.

**NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF ATLANTA, GEORGIA, as follows:**

**Section 1:** That the Mayor or her designee is hereby authorized to apply and accept \$3,988,317 under the CDBG Neighborhood Stabilization Program (NSP) by submitting an application for such funding to the Georgia Department of Community Affairs.

**Section 2.** That any funds received will be used for project such as:

- Financing mechanisms to purchase and redevelop abandoned and foreclosed properties
- Purchase and rehabilitation of abandoned and foreclosed homes to re-sell, rent or redevelop
- Establish land banks of foreclosed homes
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- Acquisition of foreclosed and abandoned residential properties for conversion to non-residential uses

**Section 3:** That all resolutions and parts of resolutions in conflict with this resolution are hereby repealed to the extent of the conflict.

**RESOLUTION BY****COMMUNITY DEVELOPMENT/HUMAN RESOURCES COMMITTEE****RESOLUTION AUTHORIZING THE MAYOR TO APPLY FOR AND ACCEPT A GRANT FROM THE GEORGIA DEPARTMENT OF COMMUNITY AFFAIRS UNDER THE CDBG NEIGHBORHOOD STABILIZATION PROGRAM (NSP) IN THE AMOUNT OF \$3,988,317.00; AND FOR OTHER PURPOSES**

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