

Neighborhood Stabilization Program (NSP)

Neighborhood Stabilization Program (NSP) was given \$2 billion in additional funding to be used to redevelop foreclosed and abandoned homes. Unlike existing NSP program, the new NSP funds will all be distributed by a competitive process. States, units of general local government and nonprofit entities or consortia of nonprofit entities are eligible to submit proposals. Eligible applicants can partner with for-profit entities to submit proposals. The HUD Secretary must publish grant competition criteria within 75 days of enactment and applications will be due to HUD no later than 150 days after enactment.

None of the NSP funds can be used to demolish public housing and, overall, demolition activities are limited to 10% of a grantee's funds.