

State of Delaware
 Notice of Public Comment
 Draft Application for
 Neighborhood Stabilization Program Competitive Program (NSP2)

The Delaware State Housing Authority (DSHA) is preparing a draft application to the U.S. Department of Housing and Urban Development (HUD) for **\$13,425,000** in funding through the Neighborhood Stabilization Program Competitive Program (NSP2). We are seeking public comment on the plan which can be reviewed at our website at www.destatehousing.com/services/dv_nsp.shtml. The comment period will run from **8:00 a.m. July 2, 2009 through 12:00 p.m. July 12, 2009.**

The NSP2 is designed to stabilize areas most affected by foreclosures and to provide housing for moderate income households making 120% of Area Median Income (AMI) and less. The program also requires that at least 25% of the funds requested be used to provide housing to people with incomes at 50% of AMI and under.

DSHA's application targets the census tracts identified by HUD as those most at risk of being destabilized by foreclosures. The application requests funding for two activities to stabilize those neighborhoods, financing and purchase/rehabilitation. Financing may include downpayment assistance, below interest mortgages or second mortgages where the principle due is reduced during the tenure of the homeowner. Purchase/Rehabilitation will allow local governments and nonprofits to acquire foreclosed homes that may be substandard or outdated and rehabilitate them to modern standards and sell them using any of the financing mechanisms listed above.

The chart below summarizes the expected activities in each area of the State:

Jurisdiction	Targeted Census Tracts	Activity	Number of Homes
New Castle County	148.06, 147.05, 148.08, 149.02, 149.03, 139.02, 163.03, 149.05, 107, 152	Financing & Purchase Rehab.	61
Kent County	402.02, 405, 418.01, 422.02	Financing & Purchase Rehab.	12
Sussex County	509, 511, 512	Financing	12
City of Wilmington	16, 9, 6.02, 8, 5, 3, 7, 21, 22, 23	Financing & Purchase Rehab.	54

Written comments may be sent to Marlena Gibson, Delaware State Housing Authority, 18 The Green, Dover, DE 19901. All comments received will be addressed in the Citizen Participation and Public Comment Section of the NSP2 Application.