

COUNTY COUNCIL OF PRINCE GEORGE'S COUNTY, MARYLAND
2011 Legislative Session

Resolution No. CR-52-2011
Proposed by The Chair (by request – County Executive)
Introduced by Council Member Turner
Co-Sponsors _____
Date of Introduction June 14, 2011

RESOLUTION

1 A RESOLUTION concerning

2 Housing and Community Development

3 Maryland Neighborhood Conservation Initiative

4 For the purpose of supporting the State of Maryland's Consolidated Plan/Action Plan Substantial
5 Amendment Neighborhood Stabilization Program 3 ("Maryland's NSP3 Substantial
6 Amendment") which includes additional Neighborhood Stabilization Program Round 3
7 ("NSP3") funds to assist Prince George's County in implementing the Suitland Neighborhood
8 Stabilization Initiative.

9 WHEREAS, Section 1497 of the Dodd-Frank Wall Street Reform and Consumer Protection
10 Act of 2010, Pub. L. No. 111-203 (hereinafter "Dodd-Frank Act") appropriated \$1 billion for
11 emergency assistance to states and units of local government for redevelopment of abandoned
12 and foreclosed homes and residential properties in accordance with Title XII of Division A of the
13 American Recovery and Reinvestment Act of 2009, Pub. L. 111-5; and

14 WHEREAS, the grant program established under the Dodd-Frank Act is commonly referred
15 to as the NSP3 Program; and

16 WHEREAS, the Prince George's County NSP3 Substantial Amendment to the FY 2011
17 Annual Action Plan established the Suitland Neighborhood Stabilization Initiative and includes
18 the "Green Suitland" activity, which proposes the moderate to substantial green rehabilitation of
19 homes in the target areas of 801802, 801902, 802001, 802002, 802105, 802405, and 802406; and

20 WHEREAS, the State of Maryland has allocated \$1,700,000 of the State's \$5,000,000
21 NSP3 funding allocation to Prince George's County to be administered through the Maryland
22 Neighborhood Conservation Initiative ("NCI"); and

1 WHEREAS, the State of Maryland, through the Maryland Department of Housing and
2 Community Development, solicited proposals from eligible applicants for additional NSP3
3 funding through NCI; and

4 WHEREAS, approved proposals submitted by eligible applicants are included in the
5 Maryland's NSP3 Substantial Amendment; and

6 WHEREAS, State NCI funding is proposed to leverage \$1.8 million in County NSP3
7 federal funding and to support the County's Suitland NSP3 Initiative, through down payment and
8 closing costs assistance to promote homeownership in the targeted census tracts; the "Green
9 Suitland" acquisition and rehabilitation activity; and a Saving Your Home Pilot Program to
10 preserve existing homeownership; and

11 WHEREAS, the County Executive approves of the activities in Maryland's NSP3
12 Substantial Amendment for NCI funding to support the County's Suitland NSP3 Initiative; and

13 WHEREAS, as part of the application process, a resolution of support is required from the
14 local government where the proposed activities would take place.

15 NOW, THEREFORE, BE IT RESOLVED by the County Council of Prince George's
16 County, Maryland, that the County Council is supportive of the activities in Maryland's NSP3
17 Substantial Amendment for NCI funding to support the County's Suitland NSP3 Initiative.

18 BE IT FURTHER RESOLVED that the County Executive or his designee is hereby
19 authorized to act as necessary in connection with Maryland's NSP3 Substantial Amendment, and
20 to provide such additional information to the State of Maryland as may be required to facilitate
21 final approval of NCI funds and implementation of the Suitland NSP3 Initiative.

Adopted this 14th day of June, 2011.

COUNTY COUNCIL OF PRINCE
GEORGE'S COUNTY, MARYLAND

BY: _____
Ingrid M. Turner
Chair

ATTEST:

Redis C. Floyd
Clerk of the Council

APPROVED:

DATE: _____ BY: _____
Rushern L. Baker, III
County Executive

NEIGHBORHOOD STABILIZATION PROGRAM (NSP) – MAY 2011 UPDATE

Program Summary

The NSP Program is a DHCD Program, funded by federal and state NSP funds. State NSP funds are administered through the state Neighborhood Conservation Initiative (NCI). The NSP Program stabilizes communities hard hit by foreclosures by providing funding to acquire, rehabilitate and redevelop foreclosed and abandoned properties by income eligible homebuyers.

There have been three rounds of NSP funding.

ROUND 1: The Housing and Economic Recovery Act of 2008 (HERA) provided the first round of NSP funding, referred to as NSP1, allocated to States and units of local government on a formula basis. Prince George's County received \$10,883,234 of NSP1 funding from HUD and an additional award of \$2,400,000 from the State of Maryland. The NSP 1 Program includes two major activities: The Down Payment and Closing Costs Assistance Activity (Down Payment on Your Dream), implemented by DHCD; and the Acquisition and Rehabilitation Activity, implemented by the Redevelopment Authority. The grant period for the NSP (Round 1) program ends in March 2013. The grant period for the NCI (Round 1) program ends June 2013.

ROUND 2: The second round of NSP funding was awarded on a competitive basis to units of local governments and states. Prince George's County submitted an application to HUD in partnership with the Washington Metropolitan Council of Governments (COG). The application was not selected for funding. The State of Maryland also submitted an application to HUD for NSP round two funding. The State's application was not selected for funding.

ROUND 3: The Wall Street Reform and Consumer Protection Act of 2010 (Dodd-Frank Act), provides the third round of NSP funding, referred to as NSP3, allocated to States and units of local government on a formula basis. Prince George's County has received a formula allocation of \$1,802,242 of NSP3 funding. On March 1, 2011 the County submitted a NSP 3 Substantial Amendment to the FY 2011 Annual Action Plan (NSP 3 Application), designating Suitland as the NSP 3 target area.

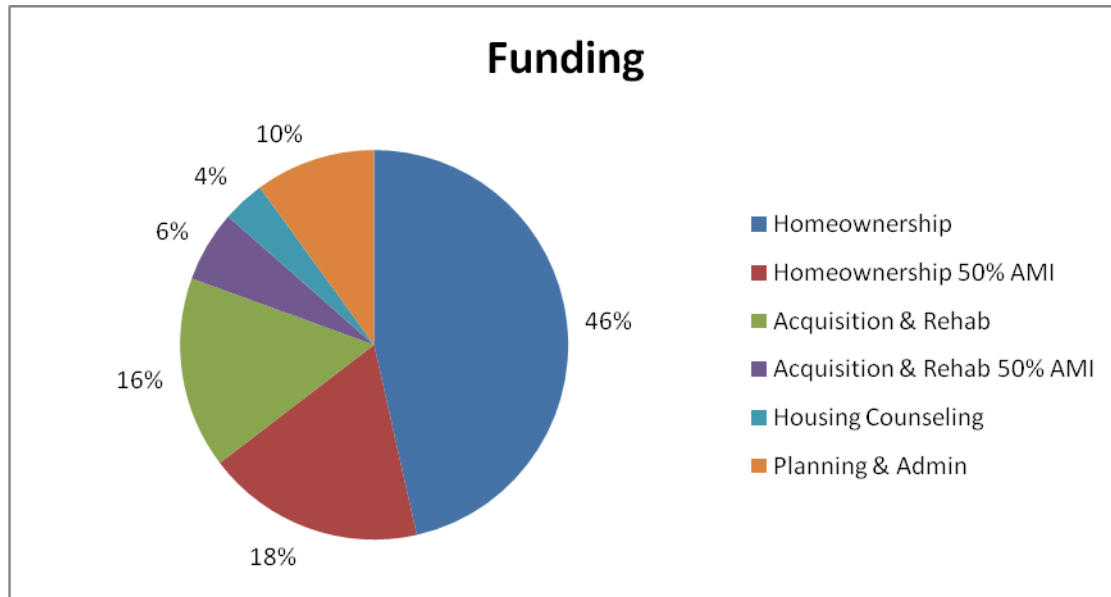
The NSP 3 Substantial Amendment has been approved by HUD. A grant agreement has been executed. DHCD staff is currently developing program guidelines, conducting programmatic environmental reviews, and drafting sub recipient agreements necessary to start implementation.

Prince George's County also submitted an application Maryland DHCD for state NSP 3 funds, under the NCI. The State has earmarked \$1.7 million of additional NSP 3 funds for the Suitland NSP 3 target area, in the Maryland NSP 3 Substantial Amendment. A Council approved Resolution of Support is required prior to execution of a grant agreement with the State for NCI 3 funds.

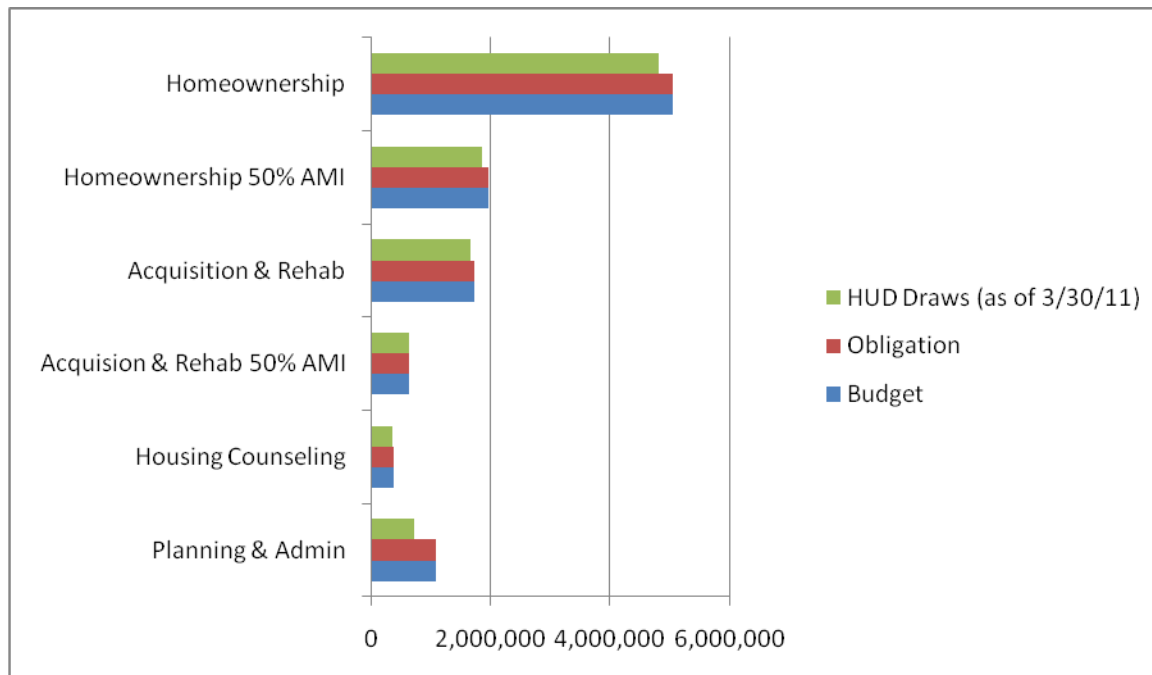
Projected start date for the state funded NCI 3 is July 1, 2011. The grant period is July 1, 2011- July 1, 2014.

NEIGHBORHOOD STABILIZATION PROGRAM UPDATE – MAY 2011

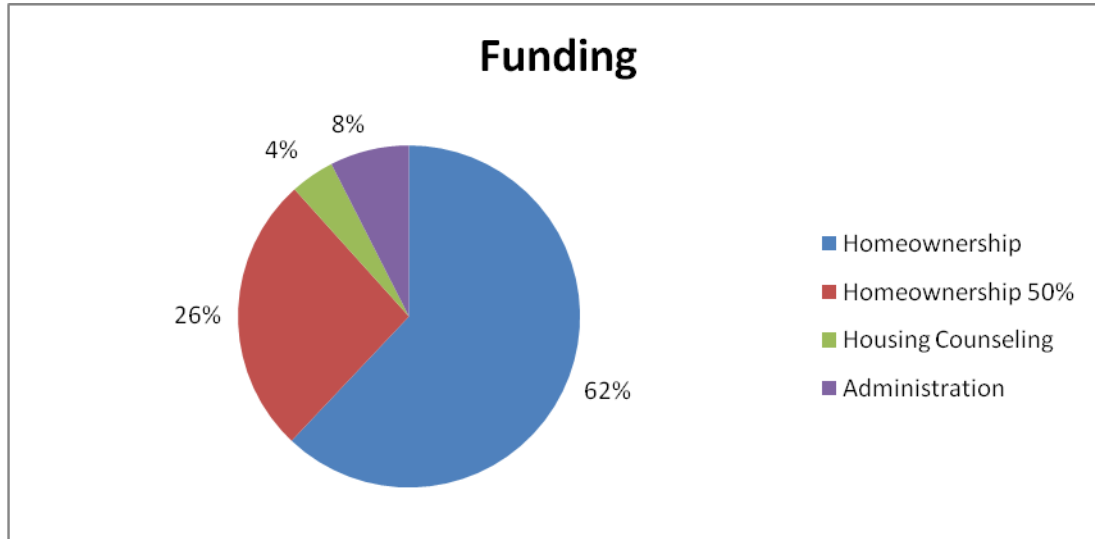
NSP 1 BUDGET (\$10,883,234)



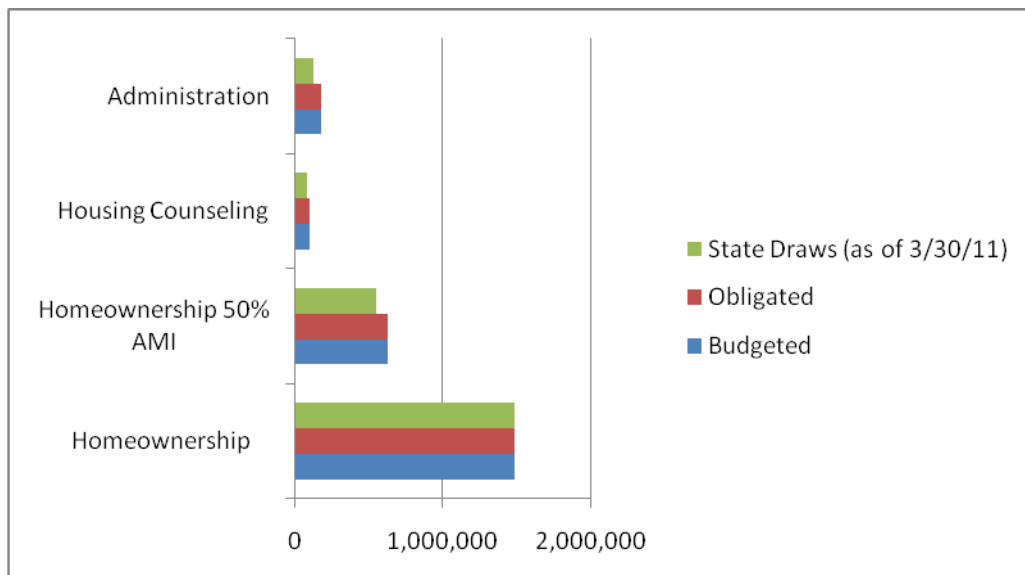
NSP 1 FUNDING STATUS (\$9,968,255 drawn from HUD as of 3/30/11)



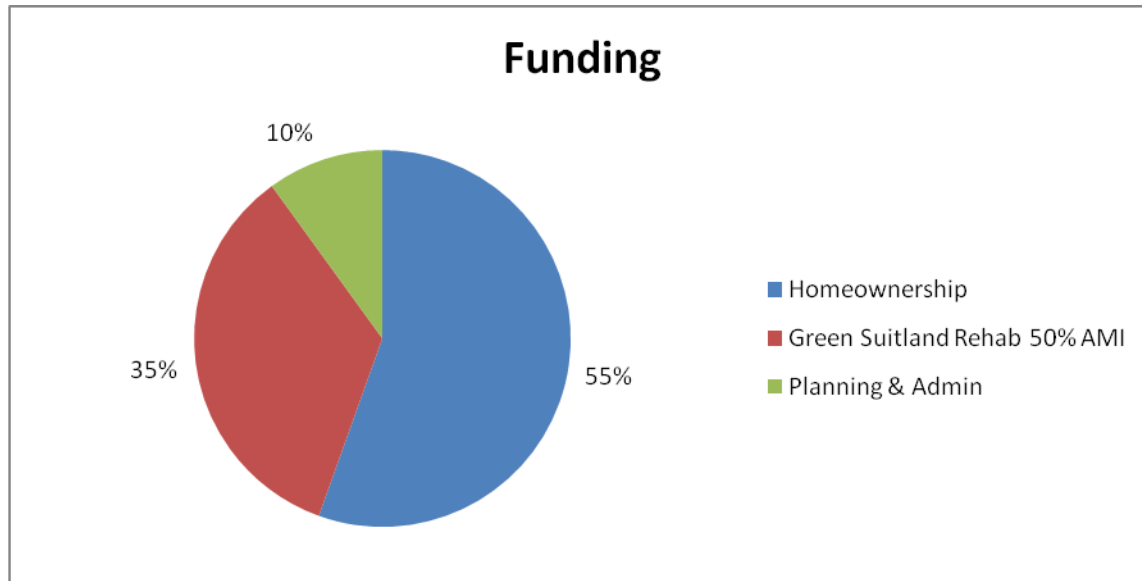
NCI 1 BUDGET (\$2,400,000)



NCI 1 FUNDING STATUS (\$2,253,473 drawn from MD as of 3/30/11)



NSP 3 (Suitland NSP 3 - BUDGET (\$1,802,242))



Activity	Budget
Homeownership	\$1,000,000
Green Suitland Rehab 50% AMI	622,242
Planning & Admin	180,000
TOTAL	\$1,802,242

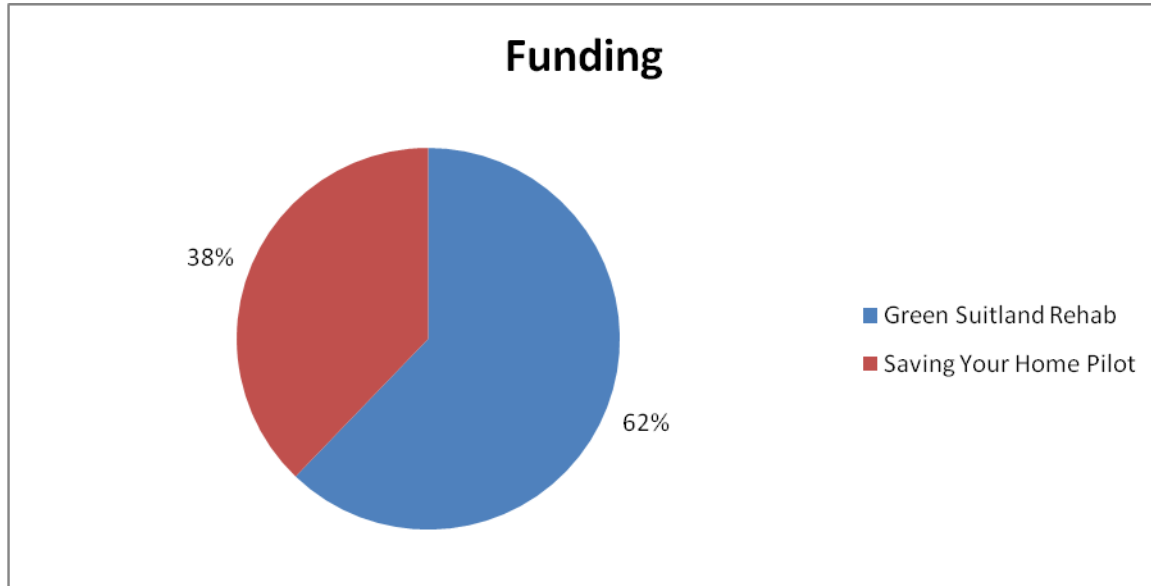
NSP 3 (Suitland NSP 3 - Funding Status (April 30, 2011))

\$0 obligated

\$0 drawn from HUD

Grant Projected Start Date: July 1, 2011

NCI 3 (Suitland - Budget (\$1,700,000))



Activity	Budget
Green Suitland Rehab 50% AMI	\$ 1,057,500
Saving Your Home PILOT	642,500
TOTAL	\$ 1,700,000

NCI 3 (Suitland - Funding Status (April 30, 2011))

\$0 obligated

\$0 drawn from MD

Grant Projected Start Date: July 1, 2011

PERFORMANCE MEASURES (As of April 30, 2011)

NSP 1 (Federal Funds)

Activity	Program Goals	Actual Measures
Homeownership	450	431
Homeownership 50% AMI	32	69
Acquisition & Rehab	22	19
Acquisition & Rehab 50% AMI	8	5
TOTAL	512	524

NCI 1 (State Funds)

Homeownership	105	106
Homeownership 50% AMI	23	17
TOTAL	128	123

NSP 3 (Suitland) (Federal Funds)

Homeownership Assistance	112	0
Green Suitland Acquisition & Rehab	10	0
TOTAL	122	0

NCI 3 (Suitland) State Funds

Saving Your Home Initiative	8	0
Green Suitland Acquisition & Rehab	20	0
TOTAL	28	0