

ARKANSAS DEVELOPMENT FINANCE AUTHORITY
NEIGHBORHOOD STABILIZATION PROGRAM (NSP)
SUMMARY OF NEW RULE

The Neighborhood Stabilization Program ("NSP") arises under the Housing and Economic Recovery Act ("HERA") (Public Law 110-289) and various published HUD Federal Register Notices. The primary purpose of NSP is to provide emergency assistance for the State to acquire and redevelop foreclosed properties otherwise subject to abandonment and blight within their communities. Arkansas's NSP program provides loans to purchase foreclosed or abandoned homes and to rehabilitate, resell, or redevelop homes to stabilize neighborhoods and stem the decline of housing values in neighboring homes. ADFA, as the NSP funds administrator, has designed two programs: (1) the NSP Rental Housing Program; and (2) the NSP Homeownership Program.