

**DEPARTMENT OF HOUSING AND COMMUNITY DEVELOPMENT
DIVISION OF FINANCIAL ASSISTANCE
FEDERAL PROGRAMS BRANCH**

Community Development Block Grant (CDBG) Program

1800 Third Street, Suite 330
P. O. Box 952054
Sacramento, CA 94252-2054
(916) 522-9398
FAX (916) 319-8488



May 17, 2010

REVISED

**AMENDMENT TO
NEIGHBORHOOD STABILIZATION PROGRAM 1 – TIER 3
AFFORDABLE RENTAL HOUSING COMPONENT
NOTICE OF FUNDING AVAILABILITY (NOFA)
ISSUED JULY 23, 2009**

The Department of Housing and Community Development (Department or HCD) issued a NOFA for the Neighborhood Stabilization Program 1 – Affordable Rental Housing Component (Tier 3) on July 23, 2009 announcing the availability of no less than \$36,267,877 in Tier 3 funding. The NOFA specified that loans will have a 25-year period term, with a 20-year "Use Period," beginning upon the date of projected completion, as evidenced by a recorded Notice of Completion or other documentation acceptable to the Department. The last five years of the loan term shall be the "Period of Ongoing Affordability."

Loan terms for projects will be determined based on the results of the Department's project underwriting, with the standard being a 55 year, zero interest, residual receipts loan.

Sincerely,


Chris Westlake
Deputy Director