

Minneapolis NSP2 Sources and Uses

NSP 2 Eligible Use	Contracted	
NSP2 Eligible Activities	Funds	Units
A. Financing	\$1,500,000	70
B. Purchase and Rehabilitate	\$3,671,725	54
C. Land Bank	\$2,074,156	56
D. Demolish	\$1,000,000	56
E. Redevelop	\$5,575,000	80
Administration	\$1,603,275	0
Total	\$15,424,156	316

2.5% Requirement

NSP2 Eligible Activities	Assumptions based on information submitted in the Application
A. Financing	Up to \$20K per household, plus program administration of \$1,450
B. Purchase and Rehabilitate	\$60K/unit (with up to \$30K going towards buyer affordability) plus \$5K in project costs
C. Land Bank	Based on Average acquisition of \$25K + Holding costs of \$6K + Project Costs of \$5K = \$36K
D. Demolish	Demo average of \$18K
E. Redevelop	Development Gap: \$60K + Project Cost: \$5K = \$65K (See comments in each cell relative to TCCLB)
Administration	10% of total. Brooklyn Park and Hennepin County retain 8.5% of their allocation and the balance to Minneapolis.

6-Apr-10

**City of Minneapolis
Minneapolis Consortium**

**Appendix A
B-09-CN-MN-0037
Revised Budget and Activity List**

\$ 19,455,156

CDBG Eligible Activity	Responsible Entity	Proposed Budget Amount in NSP2 Application	Proposed # of Units to be Assisted in NSP2 Application	Revised Budget Amount Based on NSP2 Award	Revised # of Units to be Assisted Based on NSP2 Award
A. Establish financing mechanisms for purchase and redevelopment of foreclosed upon homes and residential properties	City of Minneapolis	\$ 3,850,000	385	\$ 2,694,000	125
B. Purchase and rehabilitate homes and residential properties that have been abandoned or foreclosed upon, in order to sell, rent, or redevelop	City of Minneapolis	\$ 21,900,000	365	\$ 3,671,725	54
C. Establish and operate land banks for homes and residential properties that have been foreclosed upon	City of Minneapolis	\$ 16,850,000	308	\$ 2,074,156	56
D. Demolish blighted structures	City of Minneapolis	\$ -	0	\$ 1,000,000	56
E. Redevelop demolished or vacant properties as housing	City of Minneapolis	\$ 1,200,000	17	\$ 8,159,760	114
Subtotal		\$ 43,800,000	1075	\$ 17,599,641	405
Administration		\$ 4,380,000	\$0	\$ 1,945,515	0
Total		\$ 48,180,000	1075	\$ 19,545,156	405

NOTE: The Revised Activity List must comply with the NSP2 NOFA's requirement to return a minimum of 100 abandoned or foreclosed homes back to productive use or otherwise eliminate or mitigate their negative effects on the stability of the target geography. Grantees are also reminded that the target geography in which the Grantee will carry ut NSP2 activities must maintain an average combined needs index score of 18 or greater.