



CDBG Program for Foreclosed Homes

The legislation provides nearly \$4 billion in grants for states and localities to purchase and redevelop foreclosed properties.

- These funds can be used to purchase, manage, repair and resell foreclosed and abandoned properties.
- After purchase the homes must be used to assist individuals and families with incomes at or below 120% of area median income. Twenty-five percent of funds must be used for households with incomes at or below 50% of area median income.
- The goal of the program is to allow states and localities to purchase bulk tracks of homes which have been foreclosed or abandoned and avoid the problems that can be created when whole neighborhoods are decimated by foreclosures.
- Funds must be committed within 18 months.

Estimates of the share of the money each state will receive can be found here:

http://www.saveamericasneighborhoods.org/fact_sheets.asp.