

# Zombie and Vacant Property Remediation/ Prevention Initiative for New York Municipalities

The Local Initiatives Support Corporation (LISC) is making \$13 million in grants to municipalities across New York to help them address housing vacancy and blight, with an emphasis on "zombie" property prevention and enforcement. Zombies are homes abandoned by owners under the threat of foreclosure but for which the process has yet to be completed. It can take years for them to move through to resolution, and in the mean time, properties deteriorate and drag down the surrounding area.

The LISC grant funds are being made available as a result of a bank settlement agreement negotiated by New York State Attorney General Eric T. Schneiderman.

#### What municipalities are eligible for the new LISC grants?

Cities, towns and villages that have at least 5,000 residents and more than 100 vacant properties will be invited to apply. Grants are expected to range in size from \$75,000 to \$350,000, based on the size of the community, the scale of the problem and an evaluation of the proposed use of funds.

Check the list of eligible cities below.

## Why is this funding needed now?

The New York State Abandoned Property Neighborhood Relief Act of 2016, signed by the governor in June, provides much-needed direction for how to deal with zombie properties—requiring banks and other mortgagees to maintain vacant and abandoned properties during the foreclosure process. But, municipalities need funding to implement the various parts of the new law and effectively partner with the state on these issues, as well as to help prevent zombies in the future. These grants will help them do all of that, and enable municipalities to better help struggling homeowners avoid foreclosure...

#### What kinds of programs will these grants support?

LISC is not prescribing program specifics and is encouraging innovative plans that can also serve as models for other communities around the country. Because prevention is so critical, all applicants must include strategies for connecting at-risk homeowners to services like the New York Attorney General's Homeowner Protection Program (HOPP) and Mortgage Assistance Program (MAP) as well as to other foreclosure assistance programs.

Examples of how municipalities might use funds include:

- Assist homeowners who have abandoned their properties with mortgage modifications and, if that is not feasible, facilitate deeds-in-lieu of foreclosure or short sales.
- Create sustainable programs, like a vacant property task force, to coordinate input from local stakeholders and develop action plans to remediate blight.
- Develop mapping projects to build a database of vacant and zombie properties as a basis for coordinated enforcement with state agencies.
- Build the capacity of municipal offices to better enforce local housing codes related to vacant properties.
- Research and develop innovative local policies that address housing vacancy and blight.

## What is the process to apply?

LISC is issuing an invitation-only RFP to approximately 100 municipalities including specifics about how to submit an application. It is possible there will be a subsequent round of invitations, depending on the success of this initial program. The application deadline for the current round is August 16, 2016 at 5 p.m.

#### Why LISC?

LISC has been working on the country's most challenging community issues for more than three decades, with a particular expertise in building and preserving housing and creating economic opportunity in low-income neighborhoods—including work in both urban and rural communities across New York. Our headquarters is here as are two significant local program offices, in New York City and Buffalo. Our Rural LISC partnerships support communities in Western and Central New York.

On the foreclosure front, LISC has been deeply involved in the Neighborhood Stabilization Program (NSP) and has been working closely with attorneys general in several states regarding effective use of foreclosure settlement funds. We collaborate with neighborhood nonprofits on both foreclosure mitigation and prevention, and are funding home repair programs that help homeowners upgrade at-risk properties and improve their communities. Learn more about our housing priorities.

## Need more background on zombie properties?

- NY statewide hotline for zombie homes is established
- Mayors urge action on zombie properties

For more information, contact Helene Caloir, director of LISC's New York State Housing Stabilization Fund, at hcaloir@lisc.org

#### List of eligible areas

These are the 100 municipalities that have been invited to apply for the Zombie and Vacant Properties Remediation and Prevention Initiative. For this first round they are the municipalities, with populations over 5,000, most affected by the vacant property problem.

Town Of Adams Village Of Adams City Of Albany Village Of Albion **Town Of Amherst** Village Of Amityville City Of Amsterdam Village Of Aplachin City Of Auburn Town Of Babylon Town Of Bethlehem City Of Binghamton Town Of Brookhaven City Of Buffalo Town Of Carmel Village Of Carthage Town Of Cheektowaga Town Of Chester Town Of Clarkstown Town Of Cobleskill Village Of Cobleskill City Of Cohoes Town Of Colonie Town Of Corinth Village Of Corinth City Of Cortland City Of Dunkirk City Of Elmira Village Of Endicott Village Of Farmingdale Village Of Freeport City Of Fulton City Of Geneva City Of Glen Cove City Of Gloversville Town Of Gouverneur

Town Of Greece

Town Of Hamburg

Village Of Hamburg Town Of Hempstead Village Of Hempstead Town Of Herkimer City Of Hornell **Town Of Huntington** Village Of Ilion Town Of Islip City Of Ithaca City Of Jamestown Village Of Johnson City City Of Johnstown City Of Kingston Town Of Liberty Village Of Liberty Village Of Lindenhurst City Of Lockport City Of Long Beach Village Of Malone Village Of Massena Village Of Mastic Beach Village Of Medina City Of Middletown Village Of Monticello City Of Mount Vernon Town Of New Windsor **New York City** City Of Newburgh

City Of Niagara Falls Town Of North Hempstead City Of North Tonawanda City Of Norwich City Of Ogdensburg City Of Olean City Of Oneonta City Of Oswego Village Of Oswego Town Of Oswego (Villages Of) Town Of Oyster Bay Village Of Patchogue City Of Peekskill City Of Plattsburgh Village Of Potsdam City Of Poughkeepsie Town Of Queensbury City Of Rensselear Town Of Riverhead City Of Rochester City Of Rome City Of Salamanca Village Of Saranac Lake City Of Saratoga Springs **Town Of Saugerties** City Of Schenectady Town Of Seneca Falls Town Of Sidney Village Of Sidney Town Of Smithtown Town Of Southampton City Of Syracuse Town Of Ticonderoga City Of Tonawanda

City Of Troy City Of Utica

Village Of Valley Stream

Town Of Vestal

Village Of Wappingers Falls

City Of Watertown Town Of West Seneca Village Of Westbury City Of White Plains Village Of Williamsville

Town Of Wilna City Of Yonkers