



NEW MARKETS TAX CREDIT (NMTC)

FLORIDA CONGRESSIONAL LEGISLATIVE BRIEFING

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HOUSE LEADERSHIP INTRODUCES HR 855: TO MAKE NMTC PERMANENT

HR 855 proposes to amend the Internal Revenue Code of 1986 to permanently extend NMTC, index the credit allocation to inflation and exempt it from the Alternative Minimum Tax (AMT). Members of the Florida Delegation are urged on a bipartisan basis to support HR 855.

HR 855 bill sponsors, Tiberi (R- OH), Reed (R-NY) and Neal (D-MA) are seeking additional co-sponsors to a NMTC Dear Colleague Letter. The letter cites NMTC as having enjoyed "bipartisan support from Presidents and Congressional majorities" alike "throughout its history" calling it an "essential tool" in revitalizing both distressed urban and rural areas across the country.

NMTC is a highly targeted credit of 39% over just 7 years which has proven to more than pay for itself while mobilizing private capital markets.

In 2012, NMTC-financed businesses generated \$984 million in federal tax revenue compared to the \$800 million lost tax revenue cost of the Credit.¹

IN FLORIDA ...

The benefits of NMTC have been measureable and targeted accomplishing a wide range of unique, locally determined, and high-priority revitalization, social, and economic development projects... **that but for the credit could not have been achieved...** in some of Florida's most distressed community areas.

Permanently extending NMTC will help FL for years to come. The Florida Community Loan Fund alone is currently seeking \$89 million in NMTC credit allocation to invest in an estimated pipeline of over \$395 million in potential FL projects aimed at leveraging up to \$245 million in additional public, private and conventional bank resources.

NMTC IN FLORIDA, 2003-2012

Investment

\$664M in NMTC investments
\$535M leveraged from other sources
\$1.2 B in total project investments

81 businesses and community revitalization projects financed

Jobs Created

10,804 construction jobs
7,017 FTE jobs

Florida's 1000+ NMTC Eligible Census Tracts²



TO SIGN ON TO HR 855, CONTACT:

Rep. Tiberi: **Whitney Daffner**, ph 202.225.5355,
Whitney.Daffner@mail.house.gov, or
Rep. Neal: **Brandon Casey**, ph 202.225.5601,
Brandon.Casey@mail.house.gov

FOR MORE INFORMATION ON FLORIDA NMTC, CONTACT:

Rep. Ander Crenshaw: **Jennifer Debes**, ph 202.225.2501,
Jennifer.Debes@mail.house.gov, or
Rep. Mario Diaz-Balart: **Ryan Canfield**, ph 202.225.4211,
Ryan.Canfield@mail.house.gov

¹ NMTC Coalition Report, *Ten Years of the NMTC: an Economic Impact Analysis of the NMTC.*

² Shimberg Center for Affordable Housing

FLORIDA COMMUNITY LOAN FUND NMTC PROJECTS

- ▶ Locally determined
- ▶ Unique
- ▶ Targeted high-priority

Achieved with: **\$151M NMTC**

Supporting: **\$354M total Projects**

FLORIDA BASED CDEs (Community Development Entities)

| CDE | Total NMTC Allocation | Total Projects | Projects in Florida |
|---|-----------------------|----------------|---------------------|
| Community Hospitality Healthcare Services | \$183 million | 2 | 0 |
| Florida Community Loan Fund | \$151 million | 16 | 14 |
| Capital Trust CDE | \$75 million | 5 | 4 |

A CDE is the investment vehicle in which a NMTC investment, or Qualified Equity Investment (QEI), is made in exchange for the Credit. A total of 31 CDEs are active in FL and have invested a cumulative total of \$664 M in 81 NMTC projects.

The following Florida organizations signed a letter to Congress in support of the NMTC:

Picerno Development Corporation of Florida, Altamonte Springs • Florida Interfaith Network in Disaster, Bonifay • Boynton Beach CRA • Central Community Redevelopment Agency, Bradenton • Lake Point Holdings LLC, Canal Point • Lake Point Restoration LLC, Canal Point • Florida Candy Factory, Inc., Clearwater • Tampa Bay Community Development Corporation, Clearwater • Delray Beach CDC • Our House in Dania, Inc. • Lee County Housing Development Corporation, Ft. Myers • Windsor Aughtry Co., Gainesville • Capital Trust Agency, Gulf Breeze • Covenant Homeless Family Shelter, Homestead • Rural Neighborhoods, Homestead • Cesery Companies, Jacksonville • Florida Alliance of Community Development Corporations, Jacksonville • Grace and Truth Community Development Corporation, Jacksonville • KIPP Jacksonville Schools • LISC Jacksonville • McDuff QALICB, Inc., Jacksonville • Metro North Community Development Corporation, Jacksonville • Urban Trust Capital, Jacksonville • Jacksonville Beach Community Redevelopment Agency • Operation New Hope, Jacksonville Beach • Community & Economic Development, Lake Worth • Lake Worth CRA • Pung and Read Housing Consultants LLC, Lake Worth • Keystone Challenge Fund, Lakeland • Vasant Patel Development, Lakeland • City of Melbourne • Acquire International LLC, CEO & Managing Partner, Miami • ASPIRA of Florida, Inc., Miami • Atlantic Coast Energy Corporation, Miami • Financial Institution, Miami • Redevo Management, Miami • Stone Soup Development, Miami • PSPE LLC, Milton • City of Lauderdale Lakes • Collier County Government Code Enforcement • Florida Non-Profit Services, Inc., Naples • Lake County Housing Services • Black Business Investment Fund, Orlando • Florida Community Loan Fund, Orlando • Orange County Florida Government • Mid-Florida Housing Partnership, Ormond Beach • TD Bank, Palm City • Community Enterprise Investments, Inc, Pensacola • Community Maritime Park Associates, Inc, Pensacola • Community Hospitality Healthcare Services, Placida • Anchor Housing Development, LLC, Pompano Beach • City of Riviera Beach • Housing Partnership, Inc., Riviera Beach • Riviera Beach CRA • Florida Home Partnership, Inc., Ruskin • Brevard Neighborhood Development Coalition • St. Johns Housing Partnership, St. Augustine • The Transition House Inc, St. Cloud • Boley Centers, Inc., St. Petersburg • Sirius Development Group, St. Petersburg • Urban Development Solutions, Inc, St. Petersburg • Web Parts, Inc., St. Petersburg • City of Sunrise Community Development Department • Burnette Construction, Tallahassee • CFO Bean Team, Tallahassee • Community Concepts Group, Inc., Tallahassee • Good News Outreach, Tallahassee • Inkbridge, LLC, Tallahassee • OLMAN Outdoors, Tallahassee • Shelton Dean, Inc., Tallahassee • Sunny Land Solar, Tallahassee • Beck Group, Tampa • City of Tampa • GIM Associates, LLC, Tampa • Human Development Center, Tampa • Neighborhood Lending Partners, Tampa • Tampa Family Health Centers, Inc. • Brevard County • Neighborhood Renaissance, Inc., West Palm Beach • Palm Beach County Government • Westgate/Belvedere Homes CRA, West Palm Beach • Beth-El Farmworkers Ministry, Inc., Wimauma • Seaside National Bank & Trust, Winter Park

