

MHIC News

May 23, 2019

MHIC gets \$35 million New Markets Tax Credit allocation in 2018 round

May 23 – The U.S. Department of the Treasury's Community Development Financial Institutions Fund (CDFI Fund) announced \$3.5 billion in New Markets Tax Credits today, with MHIC being the only organization in New England to receive a NMTC allocation award.

With that award, MHIC has now received allocations in 13 out of 15 annual national competitions, for a total of \$907 million.

"We are pleased to have received a \$35 million NMTC allocation so that we can continue to finance high impact projects that may not have been feasible without that funding source, said MHIC President Joe Flatley.

A total of 73 Community Development Entities (CDEs) were awarded tax credit allocations today. They were selected from a pool of 214 applicants that requested an aggregate total of \$14.8 billion in tax credit allocation authority. The award recipients are headquartered in 35 different states, Puerto Rico, and the District of Columbia.

Today's announcement brings the total amount awarded through the NMTC Program to \$57.5 billion. Historically, NMTC Program awards have generated \$8 of private investment for every \$1 invested by the federal government. Through the end of fiscal year 2017, the most recent data available, NMTC Program award recipients deployed more than \$48.6 billion in investments in low-income communities and businesses; with impacts such as the creation or retention of more than 800,000 jobs, and the construction or rehabilitation of more than 205 million square feet of commercial real estate.

"The New Markets Tax Credit is a powerful economic development tool that attracts private capital into hard-to-finance businesses in distressed communities nationwide," said CDFI Fund Director Jodie Harris. "Today's awards will finance projects ranging from large manufacturing plants to grocery and retail stores that will create jobs and provide critically needed goods and services to residents of Low-Income Communities."
