



NEW MARKET TAX CREDIT PROGRAM

CSH, as a Community Development Financial Institute (CDFI), has been awarded \$285 million in New Market Tax Credits (NMTC), focusing specifically on supportive housing and healthcare projects. These credits fund projects that serve low-income, high health need individuals and families who are experiencing or at risk of homelessness or are supportive housing residents, including:

- Community Health Centers
- Projects offering social, healthcare, food security or workforce development services or
- Mixed use projects with supportive housing and the uses outlined above.

CSH provides free technical assistance and training to its NMTC borrowers, focusing on best practices in connecting those that are homeless to supportive housing, to strengthen connections between supportive housing residents and supportive services. By leveraging NMTC investments with other sources of capital, CSH has helped initiate 22 projects in 17 cities, co-locating housing with health care, creating thousands of construction and permanent jobs, and helping support the creation of over 1,000,000 square feet of healthcare and supportive space. For more information on CSH's NMTC Program, please contact Jill Steen at Jill.Steen@csh.org or Sarah Ransome at Sarah.Ransome@csh.org.

Historically, low-income communities lack substantial investment, as evidenced by vacant commercial properties, outdated manufacturing facilities, and inadequate healthcare amenities. The NMTC Program aims to break these cycles of disinvestment by attracting the private investment necessary to reinvigorate struggling local economies. The NMTC Program attracts private capital into low-income communities by permitting individual and corporate investors to receive a tax credit against their federal income tax, in exchange for making equity investments in financial intermediaries called Community Development Entities (CDEs). Through the NMTC Program, CDFIs allocate tax credit authority to CDEs, such as CSH, through a competitive application process. CDEs are financial intermediaries through which private capital flows from an investor to qualified businesses in low-income communities. Using the capital from these equity investments, CDEs make loans and investments, with better rates, terms and more flexible features, than market rate financing vehicles. The bottom line is that NMTC's engage in community revitalization by rewarding private investment with tax credits worth a substantial percentage of their original CDE equity stake.

Source – US Department of Treasury,
Community Development Financial Institute Fund

For additional facts about the US Department of Treasury's NMTC program, please go to [nmtc-fact-sheet-english-16sept2020-final.pdf \(cdfifund.gov\)](#)

