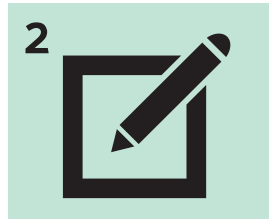


Low Income Housing Tax Credit Program

Purpose: Encourages the construction of high quality housing that is affordable to low income households



Federal government issues tax credits to states



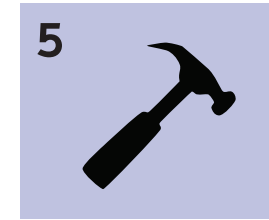
Developer applies to state for tax credits equal to 90% or more of eligible portion of project costs - issued over 10 years



State awards tax credits



Investors pay money into project in exchange for reduction in taxes due to tax credits



Developer constructs affordable housing project



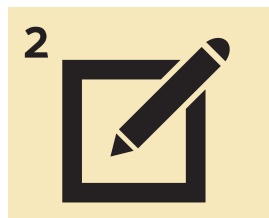
Investors get 10 years of reduction in taxes due to tax credits

Poverty Reduction Tax Credit Program

Purpose: Encourages programs that provide training and long-term support to assist individuals in working their way out of poverty



Federal government issues tax credits to states



Agency applies for tax credits equal to 25% of net total change in income earned by program clients over 6 years*



State awards tax credits



Investors pay money into project in exchange for reduction in taxes due to tax credits



Agency provides training & ongoing support to clients



Investors get 10 years of reduction in taxes due to tax credits

*Clients will start the program at varying timeframes.

View tabular comparison of tax credit programs