

New Markets Tax Credits

New Markets Tax Credits (“NMTC”) may be used for community development in areas plagued by economic blight. **Downtown Mobile and the waterfront qualify for NMTC’s.**

- i. Community Development Entities (“CDE”) solicit investors who provide a loan & get tax credits equating to 39% of their investment.
- ii. CDE’s use the proceeds to invest via loans or equity investments in Qualified Active Low –Income Community Businesses (“QALICBs”).
- iii. Firms with 2007 NMTC allocations:
<http://www.cdfifund.gov/docs/2007/cdfi/CDFIProgramAwardList2007.pdf>