

New Markets Tax Credits



Building Blocks for Kansas City's Future

Kansas City, Missouri Community Development CDE NMTC Allocation Program Guidelines

The following program guidelines outlines the principal terms with respect to a potential allocation of New Markets Tax Credits under the Kansas City, Missouri Community Development CDE (KC CDE) allocation authority. This information is intended solely as a basis for discussion and consideration of a transaction proposal to the KC CDE and is not intended to be and does not constitute a legally binding obligation.

Targeted Area	Highly distressed, Low-income Communities (LIC) within the City of Kansas City, Missouri city limits. Highly distressed, LICs are comprised of census tracts that are characterized by populations with poverty rates greater than 30%, Median family income less than 60% of statewide median family income and unemployment rate at least 1.5 x the national average.
Targeted Transaction Type	Real estate projects and businesses (can be for-profit or not-for-profit)
Targeted Transaction / Investment Size	Due to costs of closing NMTC transactions, the minimum transaction size is typically \$6-8 million (transactions below this size will be considered on a case-by-case basis)
Transactions Structure	KC CDE is open to all acceptable structures typically used in NMTC transactions (leveraged and unleveraged structures, twinning historic tax credits and structuring the net NMTC benefit as either debt or equity).
Community Impact	Projects with the following components will be given higher priority in determination of funding: Businesses and mixed-use, adaptive re-use and infill projects that provide/support, <ul style="list-style-type: none">▪ Vital goods and services to LICs▪ Living-wage jobs and workforce development support▪ Affordable housing options to Low-income Persons (LIP)▪ MBE/WBE/DBE utilization▪ Environmental/brownfields remediation▪ "Green" building practices, e.g. LEED▪ Multi-stakeholder collaboration including neighborhoods and community support agencies▪ Ownership opportunities by LIPs or LIC residents

For more information about transaction/investment terms, please contact:

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www.kcmo.org/CKCMO/Depts/Finance/NewMarketsTaxCredit/index.htm