WHAT'S AN LIHTC?

The Low-Income Housing Tax Credit is the key to debt-free construction.

INVESTOR

Investors who
make a lot of
money have to
pay a lot of taxes
(investors can
include banks)

FEDERAL GOVERNMENT

Wants to help low-income residents live in a decent home

STATE HOUSING AUTHORITY

Administers
program by
issuing annual
tax credits for ten
years to
developers of
worthy projects

DEVELOPER

Can cover most construction costs by passing annual tax credits to the investor

COMMUNITY

Win-win for the project, the residents, the investor, construction workers and the local economy