

**Tab 44 Health for Housing Investment**

The Agency will reserve tax credits to, at a minimum, one (1) development in the aggregate between the two Pools (Urban & Suburban/Rural) which includes a Capital investment from a health care entity. The health care entity may include health care payers such as Medicaid managed care organizations and other insurers, health providers such as hospital systems, and health conversion foundations. The projects must include funding contributions from the participating healthcare entity towards the capital financing of the project, in the form of a grant, loan, debt, or the contribution of land and/or existing structure(s).

- The Agency will match the amount of the capital contribution made by the health care entity up to a maximum of \$2,000,000 for 9% LIHTC developments and \$1,500,000 for 4% developments.
- A minimum capital contribution from the healthcare entity must be made in the amount of no less than \$100,000. (including applications seeking match for donation of land)
- The Agency will match Land Donation of an amount up to 50% of the “as-is” appraised value. (Applications seeking match funds for donated land must also have a minimum capital contribution of \$100,000 from the Health Care entity).

A current letter of intent from the Health Care Entity must be provided in Tab 21 & Tab 44 of the application. These funds should be listed as “Health for Housing Investment” funds on the source of funds section of the core application.

Each letter of intent must:

- Be dated within 60 days of the Application submission deadline
- Include loan terms and conditions
- The source of funds must be clearly identified and have been set-aside for the subject development
- Provide a breakdown of any and all financing fees (financing fees will not be recognized in total project cost at application if not stipulated in the letter of intent)

Example #1 – 9% or 4% Application:

Capital Contribution by Health Care Entity - \$500,000	Agency match - \$500,000
Donation of land - “as-is” Appraised value - \$1,000,000	Agency match - \$500,000

Total Agency match for which eligible to apply - \$1,000,000

Example #2 – 9% Application:

Capital Contribution by Health Care Entity - \$1,500,000      Agency match - \$1,500,000  
Donation of Land – “as is” Appraised value - \$2,000,000      Agency match - \$1,000,000

Total Agency match for which eligible to apply - \$2,000,000

Example #3 – 4% Application:

Capital contribution by Health Care Entity - \$1,500,000      Agency match - \$1,500,000  
Donation of Land – “as is” Appraised value - \$2,000,000      Agency match - \$1,000,000

Total Agency match for which eligible to apply - \$1,500,000

Consult your Tax Attorney regarding the structure of the capital contribution from the Health Care Entity.