Financing Structure for Government Sponsored Rental Housing

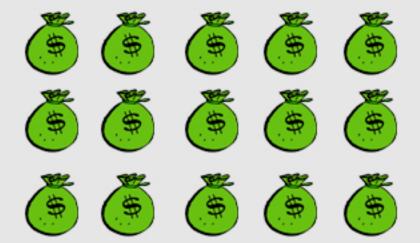


Equity Gap Financing

-The remaining money that's needed for construction after the LIHTC and return revenue is used

-Comes from grants or loans from government agencies or programs

Mortgagable Rental Revenue



Mortgagable Rental Revenue
-Monies collected from eligible renters
limited to no more than 33% of renter's gross income

Low Income Housing Tax Credit
-Federal tax credit program that gives incentives
for private entitities to provide their own
money for the development of low income housing
-Worth up to \$8 billion a year for the whole state



Free land is required for affordable housing