

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
-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 entities 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