



STATE OF MICHIGAN

GRETCHEN WHITMER
GOVERNOR

MICHIGAN STATE HOUSING DEVELOPMENT AUTHORITY
LANSING

GARY HEIDEL
ACTING EXECUTIVE DIRECTOR

February 25, 2022

LOW INCOME HOUSING TAX CREDIT PROGRAM

NOTICE OF TAX CREDIT FUNDING ROUND

The Michigan State Housing Development Authority announces that the second competitive funding round for 2022 Low Income Housing Tax Credit will have **an application submission deadline of 5:00 p.m. Eastern time, April 1, 2022.** MSHDA will allocate the remaining balance of Michigan's 2022 tax credit ceiling in the April 1, 2022 funding round. Credit will be allocated according to Michigan's 2022-2023 Qualified Allocation Plan and any subsequent administrative updates and administrative procedural modifications that have been posted to the Authority's website. Applicants should pay special attention to the due dates outlined in Section V.A. of the 2022-2023 Qualified Allocation Plan as some of the due dates are prior to the April 1, 2022 Funding Round deadline.

The April 1, 2022 funding round will make approximately \$13.2 million in annual LIHTC available to eligible applicants. All applicants are encouraged to review the 2022-2023 QAP for a description of the allocation process to be followed in awarding the credit from the October round. The following is a breakdown of approximate credit available by Category:

PSH Category	\$	4,253,661
Open Category - Urban	\$	3,913,877
Open Category – Balance of State	\$	1,101,856
Disaster Credits	\$	49,039
Strategic Investment Category	\$	474,775
Undesignated Category	\$	3,380,683
Total Credit Available:	\$	13,173,891

Additionally, as outlined in the 2022-2023 QAP, allocations made from the Categories in the October 2021 funding round also counted towards the fulfillment of a Statutory Set-Aside. If these Set-Asides are not otherwise fulfilled from the allocations made from the Preservation Category, PSH Category, Open Category – Urban, Open Category – Balance of State, Disaster Credit, and Strategic Investment Category as mentioned above, then as applicable the Non-Profit Set-Aside, Rural Set-Aside, Elderly Set-Aside, Distressed Set-Aside, and Tribal Set-Aside will be given priority for any allocations made from the Undesignated Category until the minimum amounts required are satisfied. Below is a breakdown of the minimum amount of credit that will be needed to fulfill the Set-Asides:

Rural	\$202,748
Distressed	\$3,610,229

735 EAST MICHIGAN AVENUE • P.O. BOX 30044 • LANSING, MICHIGAN 48909
Michigan.gov/MSHDA • FAX 517-335-4797 • TOLL-FREE 855-MI-MSHDA (855-646-7432)



The available credit amount was calculated using 2021 population figures and the 2022 per capita rate of \$2.60. This rate is lower than in previous years, as the 12.5% boost to per capita rate approved in the 2018 Consolidated Appropriations Act ended in 2021 and has not yet been extended. When updated population figures become available, MSHDA will review the calculation and make adjustments to these figures as deemed appropriate.

Applications for projects financed with the proceeds of tax-exempt bonds may be submitted at any time, as they are not subject to the state tax credit ceiling. However, they must follow the procedures and requirements outlined in the 2022-2023 Qualified Allocation Plan. Credit will be allocated according to Michigan's 2022-2023 Qualified Allocation Plan and Allocation Policy #6.

All applications must be submitted on the Authority's 2022-2023 LIHTC Program Application and the Low Income Housing Tax Credit Addendum I, and must include all required exhibits. **The Application and Low Income Housing Tax Credit Addendum I are available on MSHDA's web site: www.michigan.gov/mshda.**

As per the 2022-2023 QAP, the MSHDA offices in Lansing and Detroit will not be accepting hand-delivered applications. Applicants will be able to submit their application electronically as long as it is received by MSHDA no later than 5:00 p.m. Eastern time on April 1, 2022. **Applicants must submit their application(s) electronically through the application submission portal** in which a project folder will be created to provide access for person(s) identified. Prior to the funding round deadline, the Application Portal will be available on MSHDA's web site: www.michigan.gov/mshda.

If you have any questions regarding any of the above items or general questions, please contact Elizabeth Rademacher at rademachere3@michigan.gov or (517) 290-6732.