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AUTHORITY

NEWS RELEASE

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Contact:
Ashley Jared
515.725.4934
ashley.jared@iowa.gov

Iowa Finance Authority Awards \$820,000 in Federal Housing Tax Credits for Construction of Ankeny Lofts

Housing Tax Credits Spur Construction of Affordable Rental Homes in Ankeny

DES MOINES – The Iowa Finance Authority today announced the award of \$820,000 in federal housing tax credits for the development of the Ankeny Lofts, a new construction property that will provide 48 affordable rental homes for families. The award is in addition to the 2018 tax credit awards made earlier this year and made possible due to an increase in federal tax credits. The actual award exceeds \$8.2 million because the credits are committed annually for a 10-year period.

“The Iowa Finance Authority is pleased to be able to award tax credits to the Ankeny Lofts after additional 2018 federal tax credits became available for allocation,” said Iowa Finance Authority Interim Executive Director Carolann Jensen. “I look forward to seeing this development come to fruition and welcome many Central Iowans home.”

| Project Details | |
|-------------------|-------------------------------|
| Address: | 7750 SE 19 th Lane |
| Units: | 48 affordable/54 total |
| Eligibility: | Families |
| Tax Credit Award: | \$820,000 |
| Developer: | TWG Development, LLC |

The Internal Revenue Service makes an annual per capita allocation of federal tax credits to each state for the Federal Housing Tax Credit program.

The Iowa Finance Authority is charged with allocating those credits to developers. The developers who receive tax credits sell them to investors to generate equity for the housing developments.

The Iowa Finance Authority Board of Directors awarded more than \$7.2 million in housing tax credits to twelve developments in March of 2018. After the 2018 awards, the state of Iowa received a 12.5% increase in housing tax credits through the Consolidated Appropriations Act of 2018. This increase combined with unallocated 2018 credits resulted in \$1.4 million in tax credits available for allocation to eligible projects on the waiting list.

In accordance to program rules, the Iowa Finance Authority reviewed applications on the waiting list, to determine if there were sufficient tax credits to fund one or more new projects and determined that the Ankeny Lofts project fit the criteria for the allocation.

The Iowa Legislature created The Iowa Finance Authority, the state's housing finance agency, in 1975 to undertake programs to assist in the attainment of housing for low and moderate-income Iowans.

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