

CALIFORNIA TAX CREDIT ALLOCATION COMMITTEE
June 6, 2022

CONSIDERATION TO TAKE ACTION REGARDING READINESS TO PROCEED DEADLINES
(Agenda Item No. 3)

ACTION:

Consideration of extending the 180-day readiness to proceed deadline for the projects with reserved state tax credits from the 2021 third round to align with the California Debt Limit Allocation Committee (CDLAC) extensions granted by the Committee at its May 25, 2022 meeting.

BACKGROUND:

At two California Tax Credit Allocation Committee (CTCAC) meetings in December 2021, projects were approved for a reservation of 4% federal and state tax credits in the 2021 third round. The state tax credits reserved to those projects require the start of construction within 180 days. At the CDLAC meeting on May 25, 2022, extensions were granted by the committee for projects allocated tax exempt bonds in the 2021 third round. While extensions were granted by CDLAC, the projects with reserved state tax credits are still required to meet the 180-day readiness deadline, creating a conflict with the deadlines.

CONSIDERATION:

Staff requests the committee consider extending the 180-day deadline for the projects with reserved state tax credits in the 2021 third round to align with the CDLAC extensions previously granted.