



What is TCAP?

Tax Credit Assistance Program

The American Recovery and Reinvestment Act of 2009 (ARRA) created new sources of funding for affordable rental housing. It established the Tax Credit Assistance Program (TCAP), which will provide direct funding assistance to eligible tax credit projects. The estimated amount of TCAP that Alabama will receive is \$31,952,086. The new program is intended primarily to supplement affordable housing developments that have been unable to secure adequate equity commitments in the current market.

The Act requires States to award TCAP funds based upon guidance provided by HUD.

AHFA expects to place the highest funding priority on projects that have agreements in place for equity commitments and are farthest along in the construction process. The funds allocated to any project will not exceed the amount needed to make the project financially feasible, based upon AHFA's underwriting criteria.

Refer to the side menu for more information on TCAP (Allocation Plan, HUD Submission Packet, Lobbying Certification & How to Apply).