

Brown Amendment #7 to the Expiring Provisions Improvement Reform and Efficiency (EXPIRE) Act of 2014

Short Title: Manufacturing Communities Tax Credit

Description of Amendment: This amendment would claw back unused New Markets Tax Credits and use them to finance a Manufacturing Communities Tax Credit. This credit would be allocated by CDFI to CDEs for manufacturing investments in communities that have experienced a major job loss event.

Legislative Text: MODIFICATION TO NEW MARKETS TAX CREDIT. (a) ALLOCATIONS DESIGNATED FOR AREAS IMPACTED BY DECLINE IN MANUFACTURING.—Paragraph (3) of section 45D(f) of the Internal Revenue Code of 1986 is amended— (1) by striking “If the new markets tax credit limitation” and inserting the following: “(A) IN GENERAL.—If the new markets tax credit limitation”, (2) by striking “No” in the last sentence and inserting “Except as provided in subparagraph (B), no”, and (3) by adding at the end, the following new sub - paragraph:

“(B) CERTAIN AMOUNTS AVAILABLE FOR AREAS IMPACTED BY DECLINE IN MANUFACTURING.— Any amount carried to a calendar year after the year described in the second sentence of subparagraph (A) shall be available only for allocation to qualified community development entities a significant mission of which is providing investments and services to persons in the trade or business of manufacturing products in communities which have suffered major manufacturing job losses or a major manufacturing job loss event, as designated by the Secretary.” (b) EFFECTIVE DATE.—The amendments made by this section shall apply to calendar years beginning after December 31, 2013.

Offset: This amendment is expected to be revenue neutral within the budget window.

NOTE – Amendment sponsor reserves the right to modify the amendment for technical or other purposes