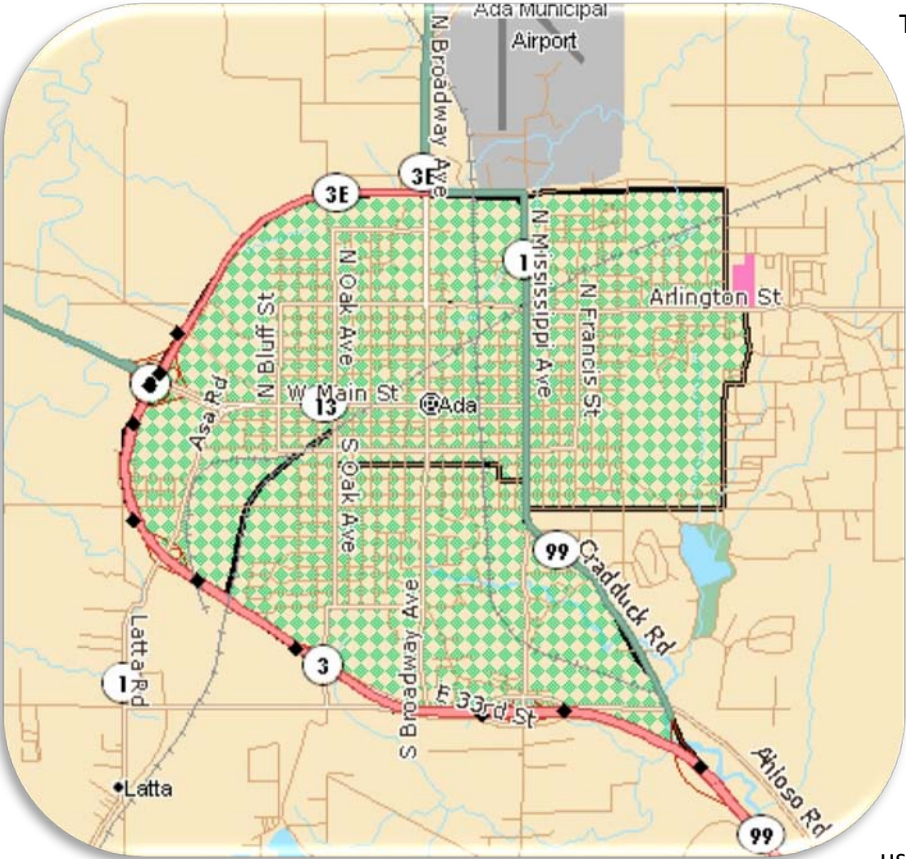


New Market Tax Credit Program

(Enacted by Congress in 2000)

The New Market Tax Credit is a powerful tool to meet the challenges of economic development in low-income areas of Ada. There are several investment groups with allocations in Oklahoma. The federal program is run through the Treasury Department’s Community Development Financial Institutions Fund. The New Markets Tax Credit Program offers investors an attractive tax benefit through a thirty-nine (39%) percent federal tax credit for investments over seven years.



Tax credit allocations are awarded annually with the most recent awarded in January 2009. Additional fund allocations were created through the 2009 Stimulus Package and future allocations anticipated this year. Ada Jobs and State Commerce staff will work with your company to find available allocations.

The New Market Tax Credit eligible areas include most of the urbanized areas of Ada.

Substantially all of the equity investment must be used to provide loans to, or

make investments in, “low-income communities.” A qualified equity investment is any purchase of stock or capital interest in a for-profit corporation or partnership. The tax credits can be utilized by your company over 7 years or can be sold to generate immediate money for capital. The tax credits are available at the rate of 5% in each of the first 3 years and 6% in each of the final 4 years.