



TENNESSEE DEPARTMENT OF REVENUE
Community Development Financial Institution
Certificate of Contribution for Tax Credit

RVF-16022 (04/19)

Part 1 - Business and Contribution Information (completed by contributor)

Name of Financial Institution _____

Business Mailing Address _____

Contact Person and Title _____ Telephone Number _____

Name of Parent Company (if applicable) _____

Tennessee Franchise and Excise Number _____

Type of Investment (check all that apply):

Qualified loan (2% below prime rate) or investment \$ _____ Date Approved _____

Select Desired Credit:

- 5% of the amount of the qualified loan or long-term investment
- 3% annually of the unpaid principal balance of the qualified loan

Qualified low-rate loan (4% below prime rate), grant, or contribution \$ _____ Date Approved _____

Select Desired Credit:

- 10% of the amount of the grant, contribution or qualified low-rate loan
- 5% annually of the unpaid principal balance of the qualified low-rate loan

By _____
Signature Print Name and Title Date

Part 2 - Community Development Financial Institution (completed by CDFI)

Name of Eligible Organization _____

Business Mailing Address _____

Contact Person and Title _____ Telephone Number _____

Community development financial institution concurrence (completed by CDFI)

To the best of my knowledge, I agree that the information contained in this form is true and correct and that the document has been fully authorized by the governing body of the Community Development Financial Institution. I will comply with the program rules and regulations if certification is granted. I also confirm that I am aware that providing false information can subject the individual signing this document to criminal sanctions up to and including a Class B Felony.

By _____
Signature Print Name and Title Date

FOR OFFICE USE ONLY

Certification by Department of Revenue

Amount of tax credit \$ _____ or _____ % annually of the unpaid principal balance

Approved by _____
Signature Print Name and Title Date

Instructions: Community Development Financial Institution Certificate of Contribution for Tax Credit

Information

Tenn. Code Ann. § 67-4-2109(k) provides that financial institutions may take a credit against their franchise and excise tax equal to either:

- Five percent of a qualified loan or qualified long-term investment made to a community development financial institution; or
- Three percent annually of the unpaid principal balance of a qualified loan made to a community development financial institution as of December 31 of each year for the life of the loan or 15 years, whichever is earlier.

Additionally, financial institutions may take a credit against their franchise and excise tax equal to either:

- Ten percent of a grant, contribution, or qualified low-rate loan made to a community development financial institution; or
- Five percent annually of the unpaid principal balance of a qualified low-rate loan made to a community development financial institution as of December 31 of each year for the life of the loan or 15 years, whichever is earlier.

The Community Investment Tax Credit is claimed on the franchise and excise tax Form FAE174, Schedule D. Any unused credit allowed under Tenn. Code Ann. § 67-4-2109 (k)(1)(A) or (k)(2)(A) may be carried forward for 15 years after the tax year in which the credit originated. Any unused credit allowed under subdivision (k)(1)(B) or (k)(2)(B) may not be carried forward beyond the tax year in which the credit originated.

Definitions

Community development financial institution – a financial institution that has been certified by the United States Department of the Treasury's Community Development Financial Institutions Fund

Qualified loan - a loan that is at least two percent below the prime rate, as published by the Wall Street Journal at the time the loan is approved, that does not qualify as a qualified low-rate loan

Qualified long-term investment - an equity investment made for a period of more than five years

Qualified low-rate loan - a loan that is at least four percent below the prime rate, as published by the Wall Street Journal at the time the loan is approved

Mail instructions

Mail the completed form to:

Tennessee Department of Revenue, 500 Deaderick St., Nashville, TN 37242