

Welcome

Minnesota State Housing
Tax Credit



- *Designate where your tax dollars go!*
- *To share an exciting opportunity to make a meaningful impact on workforce housing in Alexandria, while receiving substantial financial benefits through the Minnesota State Housing Tax Credit program.*
- *By contributing to the Nokomis Crossing project, led by the Alexandria Housing and Redevelopment Authority, you'll help create safe, stable homes for working families in our community. This initiative supports multifamily homeownership and is designed to uplift households earning up to 115% of the area median income.*
- *Banks and financial institutions' contributions to qualified projects, such as Nokomis Crossing, may also be eligible for Community Reinvestment Act (CRA) credit.*



Minnesota State Housing Tax Credit History

A New, Time-Sensitive Opportunity for Affordable Housing

Minnesota State Statute 462A.40 authorizes \$9.9 million dollars in credits for each of the six years: 2023 through 2028

- In 2023, \$6.92 million in contributions received; \$5.88 million tax credits issued
- If contributions are less than the total amount available, those credits are lost forever
- Credits will support \$11.6 million in contributions each year (11.6 x 85%=9.9)
- In 2024, as of 9/4/2024: @\$2,476,000
- In 2025, \$9.9 million is the state housing tax credits. Contributions closed as of 3/31/2025



Nokomis Crossings

Nokomis Crossing provides affordable workforce housing and supports families in Alexandria.

Your contribution directly impacts the community. It helps to provide safe and stable homes.

This tax credit offers a unique opportunity to support a vital project while benefiting you and your business financially.



Project Details



Project Type

New
Construction/
Rehabilitation



Property Type

Multifamily Home
Ownership



Developer

Alexandria Housing and
Redevelopment
Authority



Contribution Amounts

Minimum

\$1,000

Maximum

\$2 million per fiscal year

Benefit

Tax credit





Contribution Process

Scan the QR code to contribute to the Nokomis Crossing Project with Alexandria Housing and Redevelopment Authority

- Complete and submit the online application, [contribution application](#)
- Select Specific Qualified Project and enter
 - Name of Project: **Nokomis Crossing**
 - SHTC Registration Number: **2025-02-14**
 - Type of Project: **Home ownership**
 - Income Limit: **80% of AMI**
 - Developer/Owner/Administrator name: **Alexandria Housing and Redevelopment Authority**
 - Contact name and telephone number: **Heather Molesworth 320.762.1311**
 - Contact email address: heather@alexandriahra.org
 - Owner type: **Multifamily Home Ownership Project**

Issuing a Tax Credit Certificate





1 How to contribute?

Visit MHFA webpage

2 After submission?

DocuSign email within 10
business days

3 When is the certificate received?

30 days after payment and
signed documents

The Tax Credit – What You Need to Know

- \$1,000 - \$2,000,000 contribution per eligible contributor
- Eligible contributors include individuals, corporations, and pass-through entities that pay Minnesota taxes
- Tax credit = 85% of the contribution
 - ($\$10,000 \times 85\% = \$8,500$)

MN State Housing Tax Credit Important Information

- Tax credits are allocated on a first-come, first-served basis
- MN makes \$9.9 million in state housing tax credits available each year
- Nonresidents and part-year residents can participate and receive a tax credit certificate
- 2025 credits were claimed very quickly

MN State Housing Tax Credit Important Information

- If a pass-through entity makes a contribution, only one tax credit certificate will be issued. The pass-through entity will report the credit to the owner on his/her K-1.

MN State Housing Tax Credit Important Information

- **The program offers an 85% tax credit. Can the 15% of the contribution that does not receive a tax credit certificate be claimed as a deduction?**
- Minnesota Housing is not aware of a specific MN modification allowing the deduction to be claimed on a Minnesota state tax return. For federal rules and regulations, the taxpayer must consult with representatives from the IRS or its tax advisor for more information regarding federal law and the deductibility of contributions on federal tax filings.

MN State Housing Tax Credit Important Information

- Credit carryforward: Unused credits can be carried forward for up to 10 years
- Alternative Minimum Tax Considerations
 - The tax credit can be used to offset your MN tax liability, but it does not directly affect your MN AMT calculation. This is because Minnesota's AMT is a separate calculation from your regular tax, and the housing tax credit is applied only after your AMT liability has been determined.

Who Should Participate?

- Taxpayers with a MN tax liability
- Those looking for a unique and specific way to impact affordable, local housing
- Those willing to act quickly to secure the credit



- *Your donation doesn't just benefit you—it helps unlock additional state resources for housing development, amplifying the impact of every dollar you give. **With \$9.9 million in credits available annually and demand high, early participation is key. In 2025, the program CLOSED within 45 days.***
- *We want to ensure that you have all the information needed and questions answered before January 1, 2026, when the program opens, so you are ready to hit the enter button.*
- *To contribute, simply complete the online application and select Nokomis Crossing as your designated project. You'll receive payment instructions and a tax credit certificate within 30 days of submission.*
- *Let's work together to build a stronger, more inclusive Alexandria—one home at a time.*

For More Information...Project Contacts

Alexandria Housing and Redevelopment Authority

Main Contact

Heather Molesworth

Community Development Director



Phone

320.762.1311



Email

heather@alexandriahra.com



Website

alexandriahra.com

Minnesota Housing Contacts

Main Contact

Krissi Mills

State Housing Tax Credit
Program Manager



Phone

651.297.3121



Email

statehtc.mhfa@state.mn.us



Website

mnhousing.gov