

**“CAPACITY STATEMENT”
NOTICE TO LIHTC APPLICANTS SUBMITTING APPLICATIONS TO THE
MISSISSIPPI HOME CORPORATION (“MHC”) UNDER THE 2010
QUALIFIED ALLOCATION PLAN (“QAP”)**

MHC is concerned about the ability of the LIHTC applicant awarded tax credit to complete the development in a timely manner while placing a long-lasting quality product on the ground. MHC has experienced applicants who have received multiple awards failing to meet the development standards proposed in their applications. MHC does not desire to limit an applicant’s capacity outside the realm of the QAP; however, the ability of the applicant to perform is of the utmost importance to the Mississippi LIHTC program. MHC expects the applicant to meet, at a minimum, the quality and standards required by the QAP and upon which the application was scored and awarded tax credits.

Therefore, MHC requires that the applicant, with each tax credit application submitted, include a one page, (with an addendum for (4)), “Capacity Statement” that describes the following:

- (1) The applicant’s construction capacity;
- (2) The ability to complete any prior year awarded tax credit developments within the timeliness of the appropriate year’s QAP; and
- (3) The ability to complete any development awarded 2010 tax credits within the timeliness of the 2010 QAP; and
- (4) A listing of any and all incomplete developments, LIHTC and others, the applicant is associated with, in Mississippi and elsewhere, to include their award date, start date and anticipated completion date. If there is a delay in the normal timeline required by the contract, or the QAP, the delay should be clearly explained.

MHC at its discretion may verify the information submitted and make a determination as to the capacity of the applicant to meet the capacity requirements of the QAP. The applicant’s failure to meet any of the stated objectives of the LIHTC application filed the quality standards of the associated QAP or adhere to its “Capacity Statement” may result in the applicant’s suspension from future tax credit cycles.