



Virginia Housing Opportunity Tax Credit (HOTC)

Information Session

3.11.2026

Deadlines

March 31, 2026- LNI Deadline

May 15, 2026- Application Deadline

All deadlines are 12:00 p. m. ET

What type of applications will be considered?

4% only

If your deal already has a 42m and wants to compete for HOTC you will be required to terminate the existing 42m prior to competing.

New construction

Acquisition/Rehabilitation

Will credit requests be capped?

Yes

Requests will be capped at \$1.5M per development.

HOTC and 4% credits do not count towards the 15% cap per developer.

Will applications be ranked competitively?

Applications are only required to meet threshold to qualify.

The only score that will be considered for ranking purposes is the Efficient Use of HOTC.

To be clear, the EUHOTC will not be included in the overall score to meet threshold. The federal EUR will still count towards threshold.

How will the EUHOTC be calculated?

The EUHOTC will be calculated as a percentage of the max allowable credits.

For HOTC, per the legislation the max allowable credit amount is the max allowable federal credit amount.

EXAMPLE: A development qualifies for \$1M in federal credits. The HOTC request is \$500k. The HOTC request is 50% less than the max allowable. Points will be assigned on a sliding scale accordingly.

The calculation will be similar to the federal EUR calculation but may not be included within the application.

What about the rural requirement?

Applications for developments in jurisdictions that fall within the Balance of State pool will be prioritized until the mandatory \$2M preference is satisfied.

Remaining Balance of State deals that do not score high enough to be prioritized for the \$2M preference will then be ranked with the remaining applications.

What are the plan requirements?

There will not be a plan review for HOTC applications.

Plans must only meet the requirements of a 9% application.

Can an application get rolled over to the July round if it doesn't win?

No

There may be flexibility to roll the application fee to a July application.



Thank You

Stephanie Flanders
Stephanie.Flanders@virginiahousing.com
804-343-5939