Memorandum

CITY OF DALLAS

DATE February 13, 2026

TO Honorable Mayor and Members of the City Council

SUBJECT **New Markets Tax Credit (NMTC) Program: Call for Projects**

As was briefed by memorandum to the Economic Development Committee on January 6, 2026, the U.S. Department of Treasury and Community Development Financial Institutions Fund notified the Dallas Development Fund (DDF) on December 23, 2025, that it received a $55 million allocation in New Markets Tax Credits (NMTC).

DDF is a non-profit organization created by the City Council in 2009. DDF uses NMTC to provide equity funding for real estate, corporate expansion, and social service projects in traditionally under-served communities. DDF's purpose is to advance the economic development objectives of the City and to promote private investment in Dallas' Low-Income Communities using the NMTC program. Including this most recent $55 million award, DDF has received six NMTC allocations totaling $295 million to support this purpose.

DDF is now issuing a Call for Projects to identify projects that would like to be considered for funding under this new allocation of NMTCs. Projects can be submitted online here or via the Excel file available here. DDF will also accept projects on a rolling basis as allocation remains available. DDF prioritizes projects that provide needed community services, are located in southern Dallas, and/or are job-creating. Examples of projects supported by previous allocations of NMTCs include Hatcher Station Parkland Medical Clinic, Dallas Lite & Barricade, Park South YMCA, and Nexus Recovery Center, among others.

The NMTC Program is used primarily to fund commercial, industrial, community facility, and mixed-use real estate projects as well as operating businesses located in qualifying Low-Income Communities. Funding derived from NMTCs can subsidize between 15% to 20% of a project's capital needs (usually in the form of low-interest forgivable debt).

In partnership with Truist Bank, DDF is hosting an information session to provide a general overview of the NMTC Program. The event will be held February 24, 2026 at 11:30 a.m. at the Park South YMCA. This event is geared towards those who plan, develop, and finance impactful projects in and around Dallas. More information and a link to RSVP is available here.

More information about the Dallas Development Fund and the City's NMTC Program can be found here.

Should you have any questions, please contact Heather Lepeska, Deputy Director of the Office of Economic Development, at heather.lepeska@dallas.gov and (214) 671-1222.

Service First, Now!

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Assistant City Manager

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Preston Robinson, Administrative Judge
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Alina Ciocan, Assistant City Manager
Donzell Gipson, Assistant City Manager
Robin Bentley, Assistant City Manager
Jack Ireland, Chief Financial Officer
Ahmad Goree, Chief of Staff to the City Manager
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