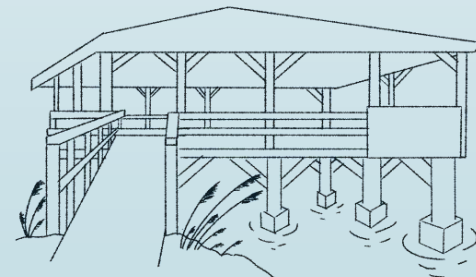


Florida & Alabama Brownfields Conference 2022

Voluntary Cleanup Tax Credit (VCTC) Application Submission



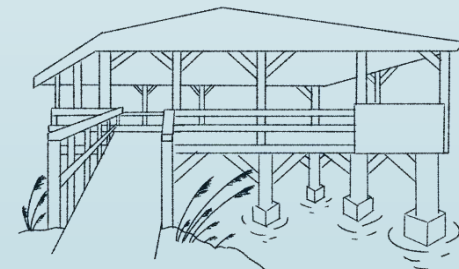
VCTC & Appropriation
Services, LLC

VCTC application Submission:

Does it make sense?

Yes! The VCTC Program is well defined.

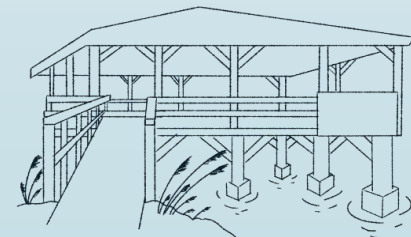
- All sites must have an executed BSRA or a VCA (Lisa discussed)
- Consistent review phases
 - **Completeness** – specific doc types required in every application
 - **Eligibility** – allowable expenses (Scott will focus on this)
- Specific Tax Credit Types (Site Rehab/Solid Waste) available
 - Bonuses available for Site Rehab
- Quantifiable results



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The VCTC Program is well defined

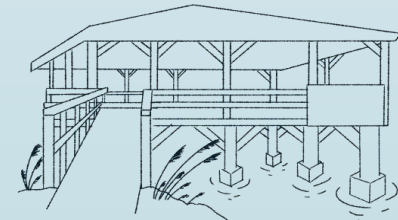
- Consistent **Completeness** requirements
(Site Rehab and Solid Waste):
 - Application Form and \$250 Non-Refundable Review Fee
 - [FDEP Website has VCTC Application Form & Guidance Documents](#)
 - Documentation (BSRA/VCA, Contracts, Scope of Work, PE/PG Memo re: Prorated Costs)
 - Invoices and Proof of Payment by the Applicant
 - CPA Review, Attestation & Report
 - Submitted On Time for Site Rehab and SRCO Bonus!
- ❖ **Applicant = PRFBSR = Exact Entity that paid!**



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The VCTC Program is well defined.

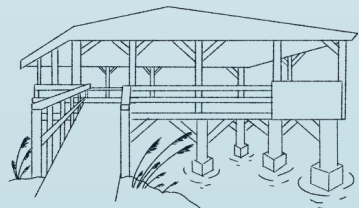
- Has quantifiable results since 1998
 - **1578** Applications submitted
 - About **\$139 Million** awarded to local governments and corporate entities
 - Must have Florida Corporate Income Tax to use the VCTC
 - Many VCTC Certificates are sold or transferred to corporate entities (Sue Ellyn will talk about this)
 - This is allowed one-time per certificate issued, in 25% or more increments.



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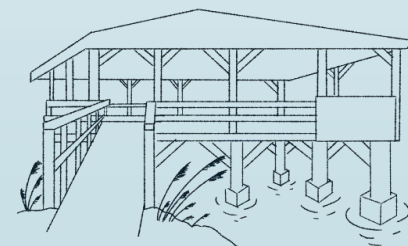
\$s and Cent\$

- ➡ BSRA (eligible); **BF Area Designation** (not eligible)
 - ➡ BSRA is for the site; when did the Applicant start the work?
 - ➡ Executed by 12/31 – allow enough time
- ➡ Rehabilitation (eligible); **Redevelopment** (not eligible)
 - ➡ Assessment, Remediation, Closure Capping, Property Transactions, Landscaping
- ➡ Biz Transactions vs VCTC Calendar
 - ➡ VCTC – Annually incurred by 12/31, Paid by 1/31
 - ➡ VCTC Solid Waste – Applicant determines



The VCTC Program Summary

Tax Credit Type	% of Eligible Cost Awarded	Work Completed:	Application Submitted:
Annual Site Rehab	50% ($\leq \$500K$)	Each December 31st	By January 31st for the prior CY costs
SRCO Bonus	25% ($\leq \$500K$)	When SRCO (NFA) is issued	Once: Within 1 year of SRCO issuance
Health Care/ Affordable Housing Bonus	25% ($\leq \$500K$)	When Req's Met	Once: Applicant's Choice
Solid Waste Removal	50% ($\leq \\$500K$)	Applicant's Choice	Once: Applicant's Choice



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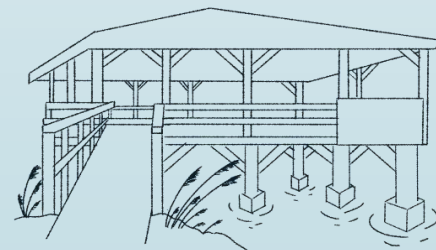
\$s and Cent\$

➤ Award vs VCTC submittal cost

- BSRA is eligible
- Application prep/submittal & Independent CPA costs are not eligible
 - Consider:
 - If eligible costs are \$20,000, the VCTC Award is \$10,000
 - What if the App submittal & CPA costs are \$8K?

➤ **For Annual Site Rehab, remember to consider** the 25% Bonuses (up to 2)!

- First Bonus (Site Rehabilitation Completion Order [SRCO] is most common);
 - Add \$5K to the \$10K above for a total of \$15,000
- Second Bonus (likely Health Care Facility or Affordable Housing)
 - Add another \$5K to the above for a total of \$20,000



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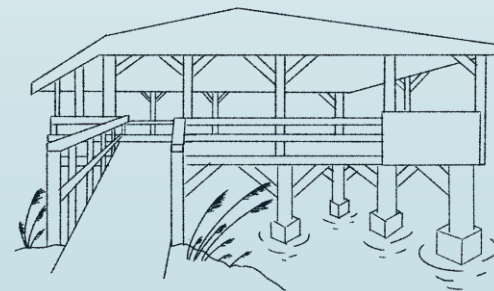
Any Questions?



beth.walker@vctcapps.com

VCTC & Appropriation Services, LLC

850-752-2022



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