

119TH CONGRESS
1ST SESSION

S. 1515

To amend the Internal Revenue Code of 1986 to reform the low-income housing credit, and for other purposes.

IN THE SENATE OF THE UNITED STATES

APRIL 29, 2025

Mr. YOUNG (for himself, Ms. CANTWELL, Mrs. BLACKBURN, Mr. WYDEN, Mr. CASSIDY, Mr. BENNET, Mr. TILLIS, Mr. WARNER, Mr. MARSHALL, Mr. WHITEHOUSE, Mr. BOOZMAN, Ms. HASSAN, Mrs. CAPITO, Ms. CORTEZ MASTO, Mr. CRAMER, Ms. SMITH, Ms. COLLINS, Mr. LUJÁN, Mrs. HYDE-SMITH, Mr. WARNOCK, Mr. JUSTICE, Mr. WELCH, Mr. MORAN, Mrs. SHAHEEN, Ms. MURKOWSKI, Mrs. GILLIBRAND, Mr. RICKETTS, Mr. SCHUMER, Mr. ROUNDS, and Ms. KLOBUCHAR) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend the Internal Revenue Code of 1986 to reform the low-income housing credit, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE; TABLE OF CONTENTS.**

4 (a) SHORT TITLE.—This Act may be cited as the
5 “Affordable Housing Credit Improvement Act of 2025”.

6 (b) TABLE OF CONTENTS.—The table of contents for
7 this Act is as follows:

Sec. 1. Short title; table of contents.

TITLE I—REFORM OF STATE ALLOCATION FORMULAS

Sec. 101. Increases in State allocations.

TITLE II—REFORMS RELATING TO TENANT ELIGIBILITY

Sec. 201. Average income test applicability to exempt facility bonds.

Sec. 202. Codification of rules relating to increased tenant income.

Sec. 203. Modification of student occupancy rules.

Sec. 204. Tenant voucher payments taken into account as rent for certain purposes.

Sec. 205. Requirement that low-income housing credit-supported housing protect victims of domestic abuse.

Sec. 206. Clarification of general public use requirement relating to veterans, etc.

TITLE III—RULES RELATING TO CREDIT ELIGIBILITY AND DETERMINATION

Sec. 301. Reconstruction or replacement period after casualty loss.

Sec. 302. Modification of previous ownership rules; limitation on acquisition basis.

Sec. 303. Certain relocation costs taken into account as rehabilitation expenditures.

Sec. 304. Repeal of qualified census tract population cap.

Sec. 305. Determination of community revitalization plan to be made by housing credit agency.

Sec. 306. Prohibition of local approval and contribution requirements.

Sec. 307. Increase in credit for certain projects designated to serve extremely low-income households.

Sec. 308. Increase in credit for bond-financed projects designated by State agency.

Sec. 309. Elimination of basis reduction for low-income housing properties energy efficient commercial building deduction.

Sec. 310. Restriction of planned foreclosures.

Sec. 311. Increase of population cap for difficult development areas.

Sec. 312. Increased cost oversight and accountability.

Sec. 313. Tax-exempt bond financing requirement.

TITLE IV—REFORMS RELATING TO NATIVE AMERICAN ASSISTANCE

Sec. 401. Selection criteria under qualified allocation plans.

Sec. 402. Inclusion of Indian areas as difficult development areas for purposes of certain buildings.

TITLE V—REFORMS RELATING TO RURAL ASSISTANCE

Sec. 501. Inclusion of rural areas as difficult development areas.

Sec. 502. Uniform income eligibility for rural projects.

TITLE VI—EXEMPT FACILITY BONDS

Sec. 601. Revision and clarification of the treatment of refunding issues.

TITLE VII—AFFORDABLE HOUSING TAX CREDIT

Sec. 701. Affordable housing tax credit.

TITLE VIII—DATA AND TRANSPARENCY

Sec. 801. Sense of Congress.

1 **TITLE I—REFORM OF STATE**
 2 **ALLOCATION FORMULAS**

3 **SEC. 101. INCREASES IN STATE ALLOCATIONS.**

4 (a) IN GENERAL.—Clause (ii) of section 42(h)(3)(C)
 5 of the Internal Revenue Code is amended—

6 (1) in subclause (I), by striking “\$1.75” and
 7 inserting “the per capita amount”, and

8 (2) in subclause (II), by striking “\$2,000,000”
 9 and inserting “the minimum amount”.

10 (b) PER CAPITA AMOUNT; MINIMUM AMOUNT.—Sec-
 11 tion 42(h)(3) of the Internal Revenue Code of 1986 is
 12 amended by striking subparagraphs (H) and (I) and in-
 13 serting the following:

14 “(H) PER CAPITA AMOUNT.—For purposes
 15 of subparagraph (C)(ii)(I), the per capita
 16 amount shall be determined as follows:

17 “(i) CALENDAR YEAR 2025.—For cal-
 18 endar year 2025, the per capita amount is
 19 \$4.25.

20 “(ii) CALENDAR YEAR 2026.—For cal-
 21 endar year 2026, the per capita amount is
 22 the product of—

23 “(I) 1.25, and

“(II) the dollar amount under clause (i) increased by an amount equal to—

“(aa) such dollar amount, multiplied by

“(bb) the cost-of-living adjustment determined under section 1(f)(3) for such calendar year, determined by substituting ‘calendar year 2024’ for ‘calendar year 2016’ in subparagraph (A)(ii) thereof.

If the amount determined after application of the preceding sentence is not a multiple of \$5,000, such amount shall be rounded to the next lowest multiple of \$5,000.

“(iii) CALENDAR YEARS AFTER 2026.—In the case of any calendar year after 2026, the per capita amount is the dollar amount determined under clause (ii) increased by an amount equal to—

“(I) such dollar amount, multiplied by

1 “(II) the cost-of-living adjust-
2 ment determined under section 1(f)(3)
3 for such calendar year, determined by
4 substituting ‘calendar year 2025’ for
5 ‘calendar year 2016’ in subparagraph
6 (A)(ii) thereof.

7 Any amount increased under the preceding
8 sentence which is not a multiple of 5 cents
9 shall be rounded to the next lowest mul-
10 tiple of 5 cents.

11 “(I) MINIMUM AMOUNT.—For purposes of
12 subparagraph (C)(ii)(II), the minimum amount
13 shall be determined as follows:

14 “(i) CALENDAR YEAR 2025.—For cal-
15 endar year, 2025, the minimum amount is
16 \$4,876,000.

17 “(ii) CALENDAR YEAR 2026.—For cal-
18 endar year 2026, the minimum amount is
19 the product of—

20 “(I) 1.25, and

21 “(II) the dollar amount under
22 clause (i) increased by an amount
23 equal to—

24 “(aa) such dollar amount,
25 multiplied by

1 “(bb) the cost-of-living ad-
 2 justment determined under sec-
 3 tion 1(f)(3) for such calendar
 4 year, determined by substituting
 5 ‘calendar year 2024’ for ‘cal-
 6 endar year 2016’ in subpara-
 7 graph (A)(ii) thereof.

8 If the amount determined after appli-
 9 cation of the preceding sentence is not
 10 a multiple of 5 cents, such amount
 11 shall be rounded to the next lowest
 12 multiple of 5 cents.

13 “(iii) CALENDAR YEARS AFTER
 14 2026.—In the case of any calendar year
 15 after 2026, the minimum amount is the
 16 dollar amount determined under clause (ii)
 17 increased by an amount equal to—

18 “(I) such dollar amount, multi-
 19 plied by

20 “(II) the cost-of-living adjust-
 21 ment determined under section 1(f)(3)
 22 for such calendar year, determined by
 23 substituting ‘calendar year 2025’ for
 24 ‘calendar year 2016’ in subparagraph
 25 (A)(ii) thereof.

1 Any amount increased under the preceding
 2 sentence which is not a multiple of \$5,000
 3 shall be rounded to the next lowest mul-
 4 tiple of \$5,000.”.

5 (c) EFFECTIVE DATE.—The amendments made by
 6 this section shall apply to calendar years beginning after
 7 December 31, 2024.

8 **TITLE II—REFORMS RELATING** 9 **TO TENANT ELIGIBILITY**

10 **SEC. 201. AVERAGE INCOME TEST APPLICABILITY TO EX-** 11 **EMPT FACILITY BONDS.**

12 (a) IN GENERAL.—Paragraph (1) of section 142(d)
 13 of the Internal Revenue Code of 1986 is amended—

14 (1) by striking “(A) or (B)” and inserting “(A),
 15 (B), or (C)”, and

16 (2) by inserting after subparagraph (B) the fol-
 17 lowing new subparagraph:

18 “(C) AVERAGE INCOME TEST.—A project
 19 meets the requirements of this subparagraph if
 20 it meets the minimum requirements of section
 21 42(g)(1)(C).”.

22 (b) EFFECTIVE DATE.—The amendments made by
 23 this section shall apply to elections made under section
 24 142(d)(1) of the Internal Revenue Code of 1986 after
 25 March 23, 2018.

1 **SEC. 202. CODIFICATION OF RULES RELATING TO IN-**
 2 **CREASED TENANT INCOME.**

3 (a) IN GENERAL.—Clause (i) of section 42(g)(2)(D)
 4 of the Internal Revenue Code of 1986 is amended by strik-
 5 ing “clauses (ii), (iii), and (iv)” and all that follows and
 6 inserting “clauses (ii), (iii), (iv), and (vi), notwithstanding
 7 an increase in the income of the occupants above the in-
 8 come limitation applicable under paragraph (1)—

9 “(I) a low-income unit shall con-
 10 tinue to be treated as a low-income
 11 unit if the income of such occupants
 12 initially was 60 percent or less of area
 13 median gross income and such unit
 14 continues to be rent-restricted, and

15 “(II) a unit to which, at the time
 16 of initial occupancy by such occu-
 17 pants, any Federal, State, or local
 18 government income restriction ap-
 19 plied, and which subsequently becomes
 20 part of a building with respect to
 21 which rehabilitation expenditures are
 22 taken into account under subsection
 23 (e), shall be treated as a low-income
 24 unit if the income of such occupants
 25 initially was 60 percent or less of area
 26 median gross income and does not ex-

1 ceed 120 percent of area median gross
 2 income as of the date of acquisition of
 3 the property by the taxpayer.”.

4 (b) EXCEPTION.—Subparagraph (D) of section
 5 42(g)(2) of the Internal Revenue Code of 1986, as amend-
 6 ed by this Act, is further amended by adding at the end
 7 the following new clause:

8 “(vi) EXCEPTION TO RULE RELATING
 9 TO INCREASED TENANT INCOME.—In the
 10 case of an occupant of a low-income unit
 11 who initially qualified to occupy such unit
 12 by reason of paragraph (1)(C) with an in-
 13 come in excess of 60 percent of area me-
 14 dian gross income but not in excess of 80
 15 percent of area median gross income,
 16 clause (i) shall be applied for substituting
 17 ‘80 percent’ for ‘60 percent’ each place it
 18 appears.”.

19 (c) EFFECTIVE DATE.—The amendments made by
 20 this section shall apply to taxable years beginning after
 21 December 31, 2024.

22 **SEC. 203. MODIFICATION OF STUDENT OCCUPANCY RULES.**

23 (a) IN GENERAL.—Subparagraph (D) of section
 24 42(i)(3) of the Internal Revenue Code of 1986 is amended
 25 to read as follows:

1 “(D) RULES RELATING TO STUDENTS.—

2 “(i) IN GENERAL.—A unit occupied
3 solely by individuals who—

4 “(I) have not attained age 24,
5 and

6 “(II) are enrolled in a full-time
7 course of study at an institution of
8 higher education (as defined in section
9 3304(f)),

10 shall not be treated as a low-income unit.

11 “(ii) EXCEPTION FOR CERTAIN FED-
12 ERAL PROGRAMS.—In the case of a feder-
13 ally-assisted building (as defined in sub-
14 section (d)(6)(C)(i)), clause (i) shall not
15 apply to a unit all of the occupants of
16 which meet all applicable requirements
17 under the housing program described in
18 such subsection through which the building
19 is assisted, financed, or operated.

20 “(iii) OTHER EXCEPTIONS.—An indi-
21 vidual shall not be treated as described in
22 clause (i) if the individual meets the in-
23 come limitation applicable under subsection
24 (g)(1) to the project of which the building
25 is a part and—

1 “(I) is married,

2 “(II) is a person with disabilities
3 (as defined in section 3(b)(3)(E) of
4 the United States Housing Act of
5 1937),

6 “(III) is a veteran (as defined in
7 section 101(2) of title 38, United
8 States Code),

9 “(IV) has 1 or more qualifying
10 children (as defined in section
11 152(c)),

12 “(V) is or has been a victim or
13 threatened victim of domestic violence,
14 dating violence, sexual assault, or
15 stalking (as defined in section 40002
16 of the Violence Against Women Act of
17 1994),

18 “(VI) is or has been a victim of
19 any form of human trafficking, or

20 “(VII) is, or was prior to attain-
21 ing the age of majority—

22 “(aa) an emancipated minor
23 or in legal guardianship as deter-
24 mined by a court of competent

1 jurisdiction in the individual's
2 State of legal residence,

3 “(bb) under the care and
4 placement responsibility of the
5 State agency responsible for ad-
6 ministering a plan under part B
7 or part E of title IV of the Social
8 Security Act, or

9 “(cc) an unaccompanied
10 youth (within the meaning of sec-
11 tion 725(6) of the McKinney-
12 Vento Homeless Assistance Act
13 (42 U.S.C. 11434a(6))) or a
14 homeless child or youth (within
15 the meaning of section 725(2) of
16 such Act (42 U.S.C.
17 11434a(2))).

18 For purposes of subclause (VI), an in-
19 dividual is or has been a victim of
20 human trafficking if such individual
21 was subjected to an act or practice de-
22 scribed in paragraph (11) or (12) of
23 section 103 of the Trafficking Victims
24 Protection Act of 2000.”.

1 (b) EFFECTIVE DATE.—The amendment made by
 2 this section shall apply to taxable years beginning after
 3 December 31, 2025.

4 **SEC. 204. TENANT VOUCHER PAYMENTS TAKEN INTO AC-**
 5 **COUNT AS RENT FOR CERTAIN PURPOSES.**

6 (a) IN GENERAL.—Subparagraph (B) of section
 7 42(g)(2) of the Internal Revenue Code of 1986 is amended
 8 by adding at the end the following new sentence: “In the
 9 case of a project with respect to which the taxpayer elects
 10 the requirements of subparagraph (C) of paragraph (1),
 11 or the portion of a project to which subsection (d)(5)(C)
 12 applies, clause (i) shall not apply with respect to any ten-
 13 ant-based assistance (as defined in section 8(f)(7) of the
 14 United States Housing Act of 1937 (42 U.S.C.
 15 1437f(f)(7))).”.

16 (b) EFFECTIVE DATE.—The amendments made by
 17 this section shall apply to rent paid in taxable years begin-
 18 ning after December 31, 2025.

19 **SEC. 205. REQUIREMENT THAT LOW-INCOME HOUSING**
 20 **CREDIT-SUPPORTED HOUSING PROTECT VIC-**
 21 **TIMS OF DOMESTIC ABUSE.**

22 (a) IN GENERAL.—Subparagraph (B) of section
 23 42(h)(6) of the Internal Revenue Code of 1986 is amended
 24 by striking “and” at the end of clause (v), by striking the

1 period at the end of clause (vi) and inserting “, and”, and
 2 by adding at the end the following new clause:

3 “(vii) which—

4 “(I) prohibits the refusal to lease
 5 to, or termination of a lease by, a per-
 6 son solely on the basis of criminal ac-
 7 tivity directly relating to domestic vio-
 8 lence, dating violence, sexual assault,
 9 or stalking that is engaged in by a
 10 member of the household of the ten-
 11 ant or any guest or other person
 12 under the control of the tenant, if the
 13 tenant or an affiliated individual of
 14 the tenant is the victim or threatened
 15 victim of such domestic violence, dat-
 16 ing violence, sexual assault, or stalk-
 17 ing, and

18 “(II) allows prospective, present,
 19 or former occupants of the building
 20 the right to enforce in any State court
 21 the prohibition of subclause (I).”.

22 (b) BIFURCATION.—

23 (1) IN GENERAL.—Subparagraph (B) of section
 24 42(h)(6) of the Internal Revenue Code of 1986, as

1 amended by subsection (a), is further amended by
 2 adding at the end the following new flush sentence:

3 “For purposes of clause (vii)(I), rules similar to
 4 the rules of section 41411(b)(3)(B) of the Vio-
 5 lence Against Women Act of 1994 shall apply
 6 with respect to the owner or manager of a
 7 building.”.

8 (2) EFFECT OF BIFURCATION.—Paragraph (2)
 9 of section 42(g) of such Code is amended by adding
 10 at the end the following new subparagraph:

11 “(F) TREATMENT OF BIFURCATION IN
 12 CASES OF DOMESTIC VIOLENCE.—In any case
 13 in which—

14 “(i) an occupant is evicted or removed
 15 from a low-income unit because such occu-
 16 pant has engaged in criminal activity di-
 17 rectly relating to domestic violence, dating
 18 violence, sexual assault, or stalking against
 19 an affiliated individual or other individual
 20 on the basis of criminal activity directly re-
 21 lating to domestic violence, dating violence,
 22 sexual assault, or stalking, and

23 “(ii) the lease on such unit is bifur-
 24 cated as provided in the last sentence of
 25 subsection (h)(6)(B),

1 then the remaining occupants of such low-in-
 2 come unit shall not be treated as a new tenant
 3 for purposes of this section.”.

4 (c) CLARIFICATION OF GENERAL PUBLIC USE RE-
 5 QUIREMENT.—Paragraph (9) of section 42(g) of the Inter-
 6 nal Revenue Code of 1986 is amended by striking “or”
 7 at the end of subparagraph (B), by striking the period
 8 at the end of subparagraph (C) and inserting “, or”, and
 9 by adding at the end the following new subparagraph:

10 “(D) who are victims or threatened victims
 11 of criminal activity directly relating to domestic
 12 violence, dating violence, sexual assault, or
 13 stalking.”.

14 (d) EFFECTIVE DATES.—

15 (1) IN GENERAL.—Except as provided in para-
 16 graph (2), the amendments made by this section
 17 shall apply to agreements executed or modified on or
 18 after the date that is 30 days after the date of the
 19 enactment of this Act.

20 (2) PUBLIC USE REQUIREMENT.—The amend-
 21 ments made by subsection (c) shall apply to build-
 22 ings placed in service before, on, or after the date
 23 of the enactment of this Act.

1 **SEC. 206. CLARIFICATION OF GENERAL PUBLIC USE RE-**
 2 **QUIREMENT RELATING TO VETERANS, ETC.**

3 (a) IN GENERAL.—Paragraph (9) of section 42(g) of
 4 the Internal Revenue Code of 1986, as amended by section
 5 205, is further amended by adding at the end the following
 6 flush language:

7 “Any veteran of the Armed Forces shall be treated
 8 as a member of a specified group under a Federal
 9 program for purposes of subparagraph (B).”.

10 (b) QUALIFIED RESIDENTIAL RENTAL PROJECTS.—
 11 Paragraph (2) of section 142(d) of the Internal Revenue
 12 Code of 1986 is amended by adding at the end the fol-
 13 lowing new subparagraph:

14 “(F) CLARIFICATION OF GENERAL PUBLIC
 15 USE REQUIREMENT.—A unit shall not fail to
 16 meet the general public use requirement solely
 17 because of occupancy restrictions or pref-
 18 erences, if such restrictions or preferences meet
 19 the general public use requirement of section
 20 42.”.

21 (c) EFFECTIVE DATES.—

22 (1) IN GENERAL.—The amendment made by
 23 subsection (a) shall apply to buildings placed in serv-
 24 ice before, on, or after the date of the enactment of
 25 this Act.

1 (2) QUALIFIED RESIDENTIAL RENTAL
 2 PROJECTS.—The amendment made by subsection (b)
 3 shall apply to bonds issued before, on, or after the
 4 date of the enactment of this Act.

5 **TITLE III—RULES RELATING TO**
 6 **CREDIT ELIGIBILITY AND DE-**
 7 **TERMINATION**

8 **SEC. 301. RECONSTRUCTION OR REPLACEMENT PERIOD**
 9 **AFTER CASUALTY LOSS.**

10 (a) NO RECAPTURE FOLLOWING CASUALTY LOSS.—
 11 Subparagraph (E) of section 42(j)(4) of the Internal Rev-
 12 enue Code of 1986 is amended to read as follows:

13 “(E) NO RECAPTURE BY REASON OF CAS-
 14 UALTY LOSS.—

15 “(i) IN GENERAL.—The increase in
 16 tax under this subsection shall not apply to
 17 a reduction in qualified basis by reason of
 18 a casualty loss to the extent such loss is
 19 restored by reconstruction or replacement
 20 within a reasonable period established by
 21 the applicable housing credit agency, not to
 22 exceed 25 months from the date on which
 23 the qualified casualty loss arises.

24 “(ii) QUALIFIED CASUALTY LOSSES.—
 25 In the case of a qualified casualty loss, the

1 period described in clause (i) may be ex-
2 tended, but not in excess of 12 months, if
3 the applicable housing credit agency deter-
4 mines the qualified casualty arose by rea-
5 son of an event which was not discrete to
6 the building and which made a reconstruc-
7 tion or replacement within 25 months im-
8 practical. In the event the applicable hous-
9 ing credit agency determines a period in
10 excess of 25 months is necessary for such
11 reconstruction or replacement, the compli-
12 ance period shall be increased by any such
13 additional time.

14 “(iii) APPLICATION.—The determina-
15 tion under paragraph (1) shall not be
16 made with respect to a property the basis
17 of which is affected by a qualified casualty
18 loss until the period described in clause (i)
19 (as modified by clause (ii), if applicable)
20 with respect to such property has expired.

21 “(iv) QUALIFIED CASUALTY LOSS.—
22 For purposes of this subparagraph, the
23 term ‘qualified casualty loss’ means a cas-
24 ualty loss that is the result of a Federally

1 declared disaster (as defined in section
2 165(i)(5)).”.

3 (b) QUALIFIED BASIS FOLLOWING CASUALTY
4 LOSS.—Paragraph (1) of section 42(c) of the Internal
5 Revenue Code of 1986 is amended by adding at the end
6 the following new subparagraph:

7 “(F) QUALIFIED BASIS FOLLOWING CAS-
8 UALTY LOSS.—If a casualty causes the qualified
9 basis of a building in any year to be less than
10 the qualified basis in the immediately preceding
11 year then, in the year of such casualty and each
12 succeeding year until such building or the units
13 affected by the casualty are reconstructed or re-
14 placed (but only through the last year of the pe-
15 riod permitted for reconstruction or replace-
16 ment under subsection (j)(4)(E))—

17 “(i) the qualified basis of such build-
18 ing shall be equal to the qualified basis of
19 such building as of the last day of the year
20 preceding the year in which such casualty
21 occurred,

22 “(ii) if such building is not recon-
23 structed or replaced by the expiration of
24 the applicable period for such reconstruc-
25 tion or replacement under subsection

1 (j)(4), then the recapture amount provided
 2 for in subsection (j)(1) shall include the
 3 amount of any credit claimed under this
 4 section by reason of the application of
 5 clause (i), and

6 “(iii) a building which was a qualified
 7 low-income building as of the last day of
 8 the year preceding the year in which such
 9 casualty occurred shall not cease to be a
 10 qualified low-income building solely be-
 11 cause of such casualty.”.

12 (c) EFFECTIVE DATE.—The amendments made by
 13 this section shall apply to casualties occurring after the
 14 date which is 25 months before the date of the enactment
 15 of this Act.

16 **SEC. 302. MODIFICATION OF PREVIOUS OWNERSHIP RULES;**
 17 **LIMITATION ON ACQUISITION BASIS.**

18 (a) IN GENERAL.—Clause (ii) of section 42(d)(2)(B)
 19 of the Internal Revenue Code of 1986 is amended by in-
 20 serting “, or the taxpayer elects the application of sub-
 21 paragraph (C)(ii)” after “service”.

22 (b) LIMITATION ON ACQUISITION BASIS.—Subpara-
 23 graph (C) of section 42(d)(2) of the Internal Revenue
 24 Code of 1986 is amended—

(1) by striking “For purposes of subparagraph (A), the adjusted basis” and inserting “For purposes of subparagraph (A)—

“(i) IN GENERAL.—The adjusted basis”, and

(2) by adding at the end the following new clauses:

“(ii) BUILDINGS IN SERVICE WITHIN PREVIOUS 10 YEARS.—If the period between the date of acquisition of the building by the taxpayer and the date the building was last placed in service is less than 10 years, the taxpayer’s basis attributable to the acquisition of the building which is taken into account in determining the adjusted basis shall not exceed the sum of—

“(I) the lowest amount paid for acquisition of the building by any person during the 10 years preceding the date of the acquisition of the building by the taxpayer, adjusted as provided in clause (iii), and

“(II) the value of any capital improvements made by the person who sells the building to the taxpayer

1 which are reflected in such seller's
 2 basis.

3 “(iii) ADJUSTMENT.—With respect to
 4 a basis determination made in any taxable
 5 year, the amount described in clause (ii)(I)
 6 shall be increased by an amount equal to—
 7 “(I) such amount, multiplied by
 8 “(II) a cost-of-living adjustment,
 9 determined in the same manner as
 10 under section 1(f)(3) for the calendar
 11 year in which the taxable year begins
 12 by taking into account the acquisition
 13 year in lieu of calendar year 1992.

14 For purposes of the preceding sentence,
 15 the acquisition year is the calendar year in
 16 which the lowest amount referenced in
 17 clause (ii)(I) was paid for the acquisition
 18 of the building.”.

19 (c) CONFORMING AMENDMENTS.—Clause (i) of sec-
 20 tion 42(d)(2)(D) of the Internal Revenue Code of 1986
 21 is amended—

22 (1) by striking “FOR SUBPARAGRAPH (B)” in
 23 the heading, and

1 (2) by striking “subparagraph (B)(ii)” in the
 2 matter preceding subclause (I) and inserting “sub-
 3 paragraph (B)(ii) or (C)(ii)”.

4 (d) MODIFICATION OF PLACED IN SERVICE RULE.—
 5 Clause (iii) of section 42(d)(2)(B) of the Internal Revenue
 6 Code of 1986 is amended to read as follows:

7 “(iii) the building was not owned by
 8 the taxpayer or by any person related (as
 9 of the date of acquisition by the taxpayer)
 10 to the taxpayer at any time during the 5-
 11 year period ending on the date of acquisi-
 12 tion by the taxpayer, and”.

13 (e) EFFECTIVE DATE.—The amendments made by
 14 this section shall apply to buildings placed in service after
 15 December 31, 2024.

16 **SEC. 303. CERTAIN RELOCATION COSTS TAKEN INTO AC-**
 17 **COUNT AS REHABILITATION EXPENDITURES.**

18 (a) IN GENERAL.—Paragraph (2) of section 42(e) of
 19 the Internal Revenue Code of 1986 is amended by adding
 20 at the end the following new subparagraph:

21 “(C) CERTAIN RELOCATION COSTS.—In
 22 the case of a rehabilitation of a building to
 23 which section 280B does not apply, costs relat-
 24 ing to the relocation of occupants, including—

25 “(i) amounts paid to occupants,

1 “(ii) amounts paid to third parties for
 2 services relating to such relocation, and
 3 “(iii) amounts paid for temporary
 4 housing for occupants,
 5 shall be treated as chargeable to capital account
 6 and taken into account as rehabilitation ex-
 7 penditures.”.

8 (b) EFFECTIVE DATE.—The amendment made by
 9 this section shall apply to expenditures paid or incurred
 10 after December 31, 2024.

11 (c) NO INFERENCE.—Nothing in the amendment
 12 made by this section shall be construed to create any infer-
 13 ence with respect to the treatment of relocation costs paid
 14 or incurred before January 1, 2025.

15 **SEC. 304. REPEAL OF QUALIFIED CENSUS TRACT POPU-**
 16 **LATION CAP.**

17 (a) IN GENERAL.—Clause (ii) of section 42(d)(5)(B)
 18 of the Internal Revenue Code of 1986 is amended—

19 (1) by striking subclauses (II) and (III), and
 20 (2) by striking “QUALIFIED CENSUS TRACT.—
 21 “(I) IN GENERAL.—The term”,
 22 and inserting “QUALIFIED CENSUS TRACT.—The
 23 term”.

24 (b) EFFECTIVE DATE.—The amendments made by
 25 this section shall apply to designations of qualified census

1 tracts under section 42(d)(5)(B)(ii) of the Internal Rev-
 2 enue Code of 1986 after December 31, 2025.

3 **SEC. 305. DETERMINATION OF COMMUNITY REVITALIZA-**
 4 **TION PLAN TO BE MADE BY HOUSING CREDIT**
 5 **AGENCY.**

6 (a) IN GENERAL.—Subclause (III) of section
 7 42(m)(1)(B)(ii) of the Internal Revenue Code of 1986 is
 8 amended by inserting “, as determined by the housing
 9 credit agency according to criteria established by such
 10 agency,” after “(d)(5)(B)(ii) and”.

11 (b) CRITERIA.—Paragraph (1) of section 42(m) of
 12 the Internal Revenue Code of 1986 is amended by adding
 13 at the end the following new subparagraph:

14 “(E) CRITERIA FOR DETERMINATION RE-
 15 LATING TO CONCERTED COMMUNITY REVITAL-
 16 IZATION PLAN.—For purposes of subparagraph
 17 (B)(ii)(III), the criteria which shall be estab-
 18 lished by a housing credit agency for deter-
 19 mining whether the development of a project
 20 contributes to a concerted community develop-
 21 ment plan shall take into account any factors
 22 the agency deems appropriate, including the ex-
 23 tent to which the proposed plan—

24 “(i) is geographically specific,

1 “(ii) outlines a clear plan for imple-
2 mentation and goals for outcomes,

3 “(iii) includes a strategy for applying
4 for or obtaining commitments of public or
5 private investment (or both) in nonhousing
6 infrastructure, amenities, or services, and

7 “(iv) demonstrates the need for com-
8 munity revitalization.”.

9 (c) EFFECTIVE DATE.—The amendments made by
10 this section shall apply to allocations of housing credit dol-
11 lar amounts made under qualified allocation plans (as de-
12 fined in section 42(m)(1)(B) of the Internal Revenue Code
13 of 1986) adopted after December 31, 2025.

14 **SEC. 306. PROHIBITION OF LOCAL APPROVAL AND CON-**
15 **TRIBUTION REQUIREMENTS.**

16 (a) IN GENERAL.—Paragraph (1) of section 42(m)
17 of the Internal Revenue Code of 1986, as amended by sec-
18 tion 305, is further amended—

19 (1) by striking clause (ii) of subparagraph (A)
20 and by redesignating clauses (iii) and (iv) thereof as
21 clauses (ii) and (iii), and

22 (2) by adding at the end the following new sub-
23 paragraph:

24 “(F) LOCAL APPROVAL OR CONTRIBUTION
25 NOT TAKEN INTO ACCOUNT.—The selection cri-

teria under a qualified allocation plan shall not
include consideration of—

“(i) any support or opposition with re-
spect to the project from local or elected
officials, or

“(ii) any local government contribu-
tion to the project, except to the extent
such contribution is taken into account as
part of a broader consideration of the
project’s ability to leverage outside funding
sources, and is not prioritized over any
other source of outside funding.”.

(b) **EFFECTIVE DATE.**—The amendments made by
this section shall apply to allocations of housing credit dol-
lar amounts made under qualified allocation plans (as de-
fined in section 42(m)(1)(B) of the Internal Revenue Code
of 1986) adopted after December 31, 2025.

**SEC. 307. INCREASE IN CREDIT FOR CERTAIN PROJECTS
DESIGNATED TO SERVE EXTREMELY LOW-IN-
COME HOUSEHOLDS.**

(a) **IN GENERAL.**—Paragraph (5) of section 42(d) of
the Internal Revenue Code of 1986 is amended by adding
at the end the following new subparagraph:

“(C) **INCREASE IN CREDIT FOR PROJECTS
DESIGNATED TO SERVE EXTREMELY LOW-IN-**

COME HOUSEHOLDS.—In the case of any building—

“(i) 20 percent or more of the residential units (determined as if the imputed income limitation applicable to such units were 30 percent of area median gross income) in which are designated by the taxpayer for occupancy by households the aggregate household income of which does not exceed the greater of—

“(I) 30 percent of area median gross income, or

“(II) 100 percent of an amount equal to the Federal poverty line (within the meaning of section 36B(d)(3)), and

“(ii) which is designated by the housing credit agency as requiring the increase in credit under this subparagraph in order for such building to be financially feasible as part of a qualified low-income housing project,

subparagraph (B) shall not apply to the portion of such building which is comprised of such units (determined in a manner similar to the

1 unit fraction under subsection (c)(1)(C)), and
 2 the eligible basis of such portion of the building
 3 shall be 150 percent of such basis determined
 4 without regard to this subparagraph.”.

5 (b) EFFECTIVE DATE.—The amendment made by
 6 this section shall apply to buildings which receive alloca-
 7 tions of housing credit dollar amount after the date of en-
 8 actment of this Act or, in the case of buildings financed
 9 as described in section 42(h)(4)(B) of the Internal Rev-
 10 enue Code of 1986, to buildings financed by obligations
 11 which are part of an issue the issue date of which is after
 12 December 31, 2025.

13 **SEC. 308. INCREASE IN CREDIT FOR BOND-FINANCED**
 14 **PROJECTS DESIGNATED BY STATE AGENCY.**

15 (a) IN GENERAL.—Clause (v) of section 42(d)(5)(B)
 16 of the Internal Revenue Code of 1986 is amended by strik-
 17 ing the second sentence.

18 (b) TECHNICAL AMENDMENT.—Clause (v) of section
 19 42(d)(5)(B) of the Internal Revenue Code of 1986, as
 20 amended by subsection (a), is further amended—

21 (1) by striking “STATE” in the heading, and
 22 (2) by striking “State housing credit agency”
 23 and inserting “housing credit agency”.

24 (c) EFFECTIVE DATE.—The amendments made by
 25 this section shall apply to buildings described in section

1 42(h)(4)(B) of the Internal Revenue Code of 1986 which
 2 are financed by obligations which are part of an issue the
 3 issue date of which is after December 31, 2025.

4 **SEC. 309. ELIMINATION OF BASIS REDUCTION FOR LOW-IN-**
 5 **COME HOUSING PROPERTIES ENERGY EFFI-**
 6 **CIENT COMMERCIAL BUILDING DEDUCTION.**

7 (a) ENERGY EFFICIENT COMMERCIAL BUILDINGS
 8 DEDUCTION.—Subsection (e) of section 179D of the In-
 9 ternal Revenue Code of 1986 is amended—

10 (1) by striking “REDUCTION.—For purposes”
 11 and inserting “REDUCTION.—

12 “(1) IN GENERAL.—For purposes”, and

13 (2) by adding at the end the following new
 14 paragraph:

15 “(2) EXCEPTION FOR AFFORDABLE HOUSING
 16 PROPERTIES.—Paragraph (1) shall not apply for
 17 purposes of determining eligible basis under section
 18 42.”.

19 (b) EFFECTIVE DATE.—The amendments made by
 20 this section shall apply to buildings which receive alloca-
 21 tions of housing credit dollar amount after the date of the
 22 enactment of this Act or, in the case of buildings financed
 23 as described in section 42(h)(4)(B) of the Internal Rev-
 24 enue Code of 1986, to buildings financed by obligations

1 which are part of an issue the issue date of which is after
 2 December 31, 2025.

3 **SEC. 310. RESTRICTION OF PLANNED FORECLOSURES.**

4 (a) IN GENERAL.—Subclause (I) of section
 5 42(h)(6)(E)(i) of the Internal Revenue Code of 1986 is
 6 amended to read as follows:

7 “(I) on the 61st day after the
 8 taxpayer (or a successor in interest)
 9 provides notice to the Secretary and
 10 the housing credit agency that the
 11 building has been acquired by fore-
 12 closure (or instrument in lieu of fore-
 13 closure) and that the taxpayer intends
 14 the termination of such period, unless,
 15 before such date, the Secretary or the
 16 housing credit agency determines that
 17 such acquisition is part of an arrange-
 18 ment with the taxpayer a purpose of
 19 which is to terminate such period,
 20 or”.

21 (b) CONFORMING AMENDMENT.—The second sen-
 22 tence of clause (i) of section 42(h)(6)(E) of the Internal
 23 Revenue Code of 1986 is amended by striking “Subclause
 24 (II)” and inserting “Subclauses (I) and (II)”.

1 (c) EFFECTIVE DATE.—The amendments made by
 2 this section shall apply to acquisitions by foreclosure (or
 3 instrument in lieu of foreclosure) after December 31,
 4 2024.

5 **SEC. 311. INCREASE OF POPULATION CAP FOR DIFFICULT**
 6 **DEVELOPMENT AREAS.**

7 (a) IN GENERAL.—Subclause (II) of section
 8 42(d)(5)(B)(iii) of the Internal Revenue Code of 1986 is
 9 amended by striking “20 percent” and inserting “30 per-
 10 cent”.

11 (b) EFFECTIVE DATE.—The amendment made by
 12 this section shall apply to designations made under section
 13 42(d)(5)(B)(iii) of the Internal Revenue Code of 1986
 14 after December 31, 2025.

15 **SEC. 312. INCREASED COST OVERSIGHT AND ACCOUNT-**
 16 **ABILITY.**

17 (a) IN GENERAL.—Subparagraph (C) of section
 18 42(m)(1) of the Internal Revenue Code of 1986 is amend-
 19 ed by striking “and” at the end of clause (ix), by striking
 20 the period at the end of clause (x) and inserting “, and”,
 21 and by adding at the end the following new clause:

22 “(xi) the reasonableness of the devel-
 23 opment costs of the project.”.

24 (b) EFFECTIVE DATE.—The amendments made by
 25 this section shall apply to allocations of credits under sec-

tion 42 of the Internal Revenue Code of 1986 made after
December 31, 2025.

SEC. 313. TAX-EXEMPT BOND FINANCING REQUIREMENT.

(a) IN GENERAL.—Subparagraph (B) of section
42(h)(4) of the Internal Revenue Code of 1986 is amended
by adding at the end the following new sentence: “In the
case of buildings financed by an obligation first taken into
account under section 146 in calendar years beginning
after the date of the enactment of the Affordable Housing
Credit Improvement Act of 2025, the preceding sentence
shall be applied by substituting ‘25 percent’ for ‘50 per-
cent’.”.

(b) EFFECTIVE DATE.—The amendment made by
this section shall apply to any building some portion of
which, or of the land on which the building is located, is
financed by an obligation which is described in section
42(h)(4)(A) of the Internal Revenue Code of 1986 and
which is part of an issue the issue date of which is after
December 31, 2025.

1 **TITLE IV—REFORMS RELATING**
 2 **TO NATIVE AMERICAN AS-**
 3 **SISTANCE**

4 **SEC. 401. SELECTION CRITERIA UNDER QUALIFIED ALLO-**
 5 **CATION PLANS.**

6 (a) IN GENERAL.—Subparagraph (C) of section
 7 42(m)(1) of the Internal Revenue Code of 1986, as
 8 amended by section 312, is further amended by striking
 9 “and” at the end of clause (x), by striking the period at
 10 the end of clause (xi) and inserting “, and”, and by adding
 11 at the end the following new clause:

12 “(xii) the affordable housing needs of
 13 individuals in the State who are—

14 “(I) enrolled members of a tribe
 15 with respect to an Indian tribal gov-
 16 ernment (including any agencies or in-
 17 strumentalities of an Indian tribal
 18 government and any Alaska Native re-
 19 gional or village corporation, as de-
 20 fined in, or established pursuant to,
 21 the Alaska Native Claims Settlement
 22 Act (43 U.S.C. 1601 et seq.), or

23 “(II) described in section 801(9)
 24 of the Native American Housing As-

1 sistance and Self-Determination Act
2 of 1996 (25 U.S.C. 4221(9)).”.

3 (b) EFFECTIVE DATE.—The amendments made by
4 this section shall apply to allocations of credits under sec-
5 tion 42 of the Internal Revenue Code of 1986 made after
6 December 31, 2025.

7 **SEC. 402. INCLUSION OF INDIAN AREAS AS DIFFICULT DE-**
8 **VELOPMENT AREAS FOR PURPOSES OF CER-**
9 **TAIN BUILDINGS.**

10 (a) IN GENERAL.—Subclause (I) of section
11 42(d)(5)(B)(iii) of the Internal Revenue Code of 1986 is
12 amended by inserting before the period the following: “,
13 and any Indian area”.

14 (b) INDIAN AREA.—Clause (iii) of section
15 42(d)(5)(B) of the Internal Revenue Code of 1986 is
16 amended by redesignating subclause (II) as subclause
17 (III) and by inserting after subclause (I) the following new
18 subclause:

19 “(II) INDIAN AREA.—For pur-
20 poses of subclause (I), the term ‘In-
21 dian area’ means any Indian area (as
22 defined in section 4(11) of the Native
23 American Housing Assistance and
24 Self Determination Act of 1996 (25
25 U.S.C. 4103(11))) and any housing

1 area (as defined in section 801(5) of
 2 such Act (25 U.S.C. 4221(5))).”.

3 (c) ELIGIBLE BUILDINGS.—Clause (iii) of section
 4 42(d)(5)(B) of the Internal Revenue Code of 1986, as
 5 amended by subsection (b), is further amended by adding
 6 at the end the following new subclause:

7 “(IV) SPECIAL RULE FOR BUILD-
 8 INGS IN INDIAN AREAS.—In the case
 9 of an area which is a difficult develop-
 10 ment area solely because it is an In-
 11 dian area, a building shall not be
 12 treated as located in such area unless
 13 such building is assisted or financed
 14 under the Native American Housing
 15 Assistance and Self Determination
 16 Act of 1996 (25 U.S.C. 4101 et seq.)
 17 or the project sponsor is an Indian
 18 tribe (as defined in section
 19 45A(c)(6)), a tribally designated hous-
 20 ing entity (as defined in section 4(22)
 21 of such Act (25 U.S.C. 4103(22))), or
 22 wholly owned or controlled by such an
 23 Indian tribe or tribally designated
 24 housing entity.”.

1 (d) EFFECTIVE DATE.—The amendments made by
 2 this section shall apply to buildings placed in service after
 3 December 31, 2025.

4 **TITLE V—REFORMS RELATING**
 5 **TO RURAL ASSISTANCE**

6 **SEC. 501. INCLUSION OF RURAL AREAS AS DIFFICULT DE-**
 7 **VELOPMENT AREAS.**

8 (a) IN GENERAL.—Subclause (I) of section
 9 42(d)(5)(B)(iii) of the Internal Revenue Code of 1986, as
 10 amended by section 402, is further amended by inserting
 11 “, any rural area” after “median gross income”.

12 (b) RURAL AREA.—Clause (iii) of section
 13 42(d)(5)(B) of the Internal Revenue Code of 1986, as
 14 amended by section 402, is further amended by redesignig-
 15 nating subclause (III) as subclause (IV) and by inserting
 16 after subclause (II) the following new subclause:

17 “(III) RURAL AREA.—For pur-
 18 poses of subclause (I), the term ‘rural
 19 area’ means any non-metropolitan
 20 area, or any rural area as defined by
 21 section 520 of the Housing Act of
 22 1949, which is identified by the quali-
 23 fied allocation plan under subsection
 24 (m)(1)(B).”.

1 (c) EFFECTIVE DATE.—The amendments made by
 2 this section shall apply to buildings placed in service after
 3 December 31, 2025.

4 **SEC. 502. UNIFORM INCOME ELIGIBILITY FOR RURAL**
 5 **PROJECTS.**

6 (a) IN GENERAL.—Paragraph (8) of section 42(i) of
 7 the Internal Revenue Code of 1986 is amended by striking
 8 the second sentence.

9 (b) EFFECTIVE DATE.—The amendment made by
 10 this section shall apply to taxable years beginning after
 11 December 31, 2024.

12 **TITLE VI—EXEMPT FACILITY**
 13 **BONDS**

14 **SEC. 601. REVISION AND CLARIFICATION OF THE TREAT-**
 15 **MENT OF REFUNDING ISSUES.**

16 (a) IN GENERAL.—Subparagraph (A) of section
 17 146(i)(6) of the Internal Revenue Code of 1986 is amend-
 18 ed to read as follows:

19 “(A) IN GENERAL.—During the 12-month
 20 period beginning on the date of a repayment of
 21 a loan financed by an issue 95 percent or more
 22 of the net proceeds of which are used to provide
 23 projects described in section 142(d), if such re-
 24 payment is used to provide a new loan for any
 25 project described in section 142(a)(7) or for

1 any purpose described in subsection (a)(2)(A)
 2 or (b) of section 143, any bond which is issued
 3 to refinance such issue shall be treated as a re-
 4 funding issue. Any issue treated as a refunding
 5 issue by reason of the preceding sentence shall
 6 be so treated only to the extent the principal
 7 amount of such refunding issue does not exceed
 8 the principal amount of the bonds refunded.”.

9 (b) REMOVAL OF ONE-REFUNDING LIMIT.—Sub-
 10 paragraph (B) of section 146(i)(6) of the Internal Rev-
 11 enue Code of 1986 is amended—

12 (1) by striking “4 years” in clause (i) and in-
 13 serting “10 years”,

14 (2) by striking “was issued” in clause (ii) and
 15 inserting “is issued”,

16 (3) by redesignating clauses (i) (as so amend-
 17 ed), (ii) (as so amended), and (iii) as subclauses (I),
 18 (II), and (III), respectively, and by moving such sub-
 19 clauses 2 ems to the right,

20 (4) by striking “LIMITATIONS.—Subparagraph
 21 (A) shall apply to only one refunding of the original
 22 issue and” and inserting “LIMITATIONS.—

23 “(i) IN GENERAL.—Subparagraph (A)
 24 shall apply to a bond”, and

1 (5) by adding at the end the following new
2 clause:

3 “(ii) SOURCE OF LOAN REPAY-
4 MENT.—Subparagraph (A) shall not apply
5 to any repayment of a loan which is—
6 “(I) made by a repayment of an-
7 other loan, or
8 “(II) financed by an issue treated
9 as a refunding issue under subpara-
10 graph (A).”.

11 (c) CONFORMING AMENDMENT.—The heading of
12 paragraph (6) of section 146(i) of the Internal Revenue
13 Code of 1986 is amended by striking “RESIDENTIAL
14 RENTAL PROJECT BONDS AS REFUNDING BONDS IRRE-
15 SPECTIVE OF OBLIGOR” and inserting “BONDS AS RE-
16 FUNDING BONDS”.

17 (d) EFFECTIVE DATES.—

18 (1) IN GENERAL.—The amendments made by
19 subsections (a) and (c) shall apply to bonds issued
20 on or after the date of the enactment of this Act.

21 (2) REMOVAL OF ONE-REFUNDING LIMIT.—The
22 amendments made by subsection (b) shall apply to
23 repayments of loans received after July 30, 2008.

TITLE VII—AFFORDABLE HOUSING TAX CREDIT

SEC. 701. AFFORDABLE HOUSING TAX CREDIT.

(a) IN GENERAL.—The heading of section 42 of the Internal Revenue Code of 1986 is amended by striking “**LOW-INCOME**” and inserting “**AFFORDABLE**”.

(b) CONFORMING AMENDMENTS.—

(1) Subsection (a) of section 42 of the Internal Revenue Code of 1986 is amended by striking “low-income” and inserting “affordable”.

(2) Paragraph (5) of section 38(b) of such Code is amended by striking “low-income” and inserting “affordable”.

(3) The heading of subparagraph (D) of section 469(i)(3) of such Code is amended by striking “LOW-INCOME” and inserting “AFFORDABLE”.

(4) The heading of subparagraph (B) of section 469(i)(6) of such Code is amended by striking “LOW-INCOME” and inserting “AFFORDABLE”.

(5) Paragraph (7) of section 772(a) of such Code is amended by striking “low-income” and inserting “affordable”.

(6) Paragraph (5) of section 772(d) of such Code is amended by striking “low-income” and inserting “affordable”.

1 (c) CLERICAL AMENDMENT.—The item relating to
 2 section 42 in the table of sections for subpart D of part
 3 IV of subchapter A of chapter 1 of the Internal Revenue
 4 Code of 1986 is amended to read as follows:

“Sec. 42. Affordable housing credit.”.

5 **TITLE VIII—DATA AND** 6 **TRANSPARENCY**

7 **SEC. 801. SENSE OF CONGRESS.**

8 (a) TRANSPARENCY.—It is the sense of Congress that
 9 in addition to expanding and strengthening the affordable
 10 housing credit through the provisions in the Affordable
 11 Housing Credit Improvement Act of 2025, subsequent
 12 steps should also be taken to share data and identify other
 13 ways to increase the transparency of the program, and the
 14 House of Representatives and the Senate should work to-
 15 gether with Federal agencies to identify data sources that
 16 can be shared.

17 (b) DISCRIMINATORY LAND USE POLICIES.—It is the
 18 Sense of Congress that action should be taken to discour-
 19 age the use of discriminatory land use policies and remove
 20 barriers to making housing more affordable to further the
 21 original intent of the affordable housing credit program.
 22 The House and Senate should work together to develop
 23 incentives within the affordable housing credit program to
 24 encourage states and localities to remove or reform bur-
 25 densome land use and zoning regulations and facilitate the

- 1 adoption or continuation of inclusive land use and zoning
- 2 policies to increase housing supply and affordability.

