

TaxNewsFlash

United States

No. 2025-269
December 29, 2025

U.S. Treasury announces New Markets Tax Credit (NMTC) awards

The U.S. Department of the Treasury's Community Development Financial Institutions (CDFI) fund on December 23, 2025, announced New Markets Tax Credit (NMTC) awards for both the 2024 and 2025 calendar year rounds.

The Treasury Department also announced reforms to focus NMTC awards on community revitalization and ensure NMTC awardees' compliance with federal anti-discrimination laws.

According to the [CDFI announcement](#), the NMTC awards reflect a 20% increase in investments in rural and non-metro communities, which will help expand rural hospitals, strengthen small businesses, build domestic manufacturing capacity, and support job creation.

Read the list of awards in the [NMTC program award book CY 2024-2025](#)

Background

The NMTC program encourages private sector investment in distressed communities by offering a tax credit to those who make qualified equity investments (QEIs) in community development entities (CDEs), which then invest in businesses in low-income areas. The tax credit amounts to 39% of the investment, claimed over seven years.

For more information, contact a tax professional in KPMG Washington National Tax:

Vish Amin | vamin@kpmg.com
Julie Chapel | jchapel@kpmg.com

kpmg.com/socialmedia



The information contained in TaxNewsFlash is not intended to be "written advice concerning one or more Federal tax matters" subject to the requirements of section 10.37(a)(2) of Treasury Department Circular 230, as the content of this document is issued for general informational purposes only, is intended to enhance the reader's knowledge on the matters addressed therein, and is not intended to address the circumstances of any particular individual or entity. Although we endeavor to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

The KPMG name and logo are trademarks used under license by the independent member firms of the KPMG global organization.

KPMG International Limited is a private English company limited by guarantee and does not provide services to clients. No member firm has any authority to obligate or bind KPMG International or any other member firm vis-à-vis third parties, nor does KPMG International have any such authority to obligate or bind any member firm.

Direct comments, including requests for subscriptions, to [Washington National Tax](#). For more information, contact KPMG's Federal Tax Legislative and Regulatory Services Group at +1 202.533.3712, 1801 K Street NW, Washington, DC 20006-1301.

To unsubscribe from TaxNewsFlash, reply to [Washington National Tax](#).

[Privacy](#) | [Legal](#)