

SOVEREIGN TRIBAL TAX CREDITS FACT SHEET

VALUE & OPPORTUNITY



Credits are available to offset federal income tax liabilities.



A dollar for dollar credit.



Available for five-year carryforward of unused credits



Credits are available to businesses, individuals, partners or shareholders of passthrough entities.



Credits are "clean" of income or other traditional credit limitations.

COMPARISON V. TRADITIONAL INCOME TAX CREDIT

NATIVE AMERICAN SOVEREIGN INCOME TAX CREDITS

- Authorized via acts of Congress signed into public law and coordinated through the Treasury Department and other Federal agencies.
- Made available in conformity with required legal processes and administered accordingly. Credits are NOT part of the Internal Revenue Code.
- Reported and claimed on income tax filings.
- Available five year carry forward of unused credits.

TRADITIONAL INCOME TAX CREDITS

- Authorized via Congress and codified in the Internal Revenue Code and Regulations.
- Generally, accessible to offset income tax, subject to limitations included in statute and regulations (i.e., taxable income, expenditure requirements, etc.).
- Reported and claimed on income tax filings.

VALIDITY

- Anchored in The Indian Self-Determination and Education Assistance Act (ISDEAA), as amended. (P.L. 93-638, 25 USC 46)
- Procured by tribal nation.
- Recognized & registered with the Department of Treasury.
- Assigned to tribal investment company.
- Allowed a one-time assignment to a third party.

UTILITY

- Claimed on annual income tax filing.
- Transaction documentation provides taxpayer with proof credit registration with the Department of Treasury.
- Purchase includes warranty and access to a subject matter expert for discussion and due diligence.