

# HAWKINS ADVISORY

## INTERNAL REVENUE SERVICE REVENUE PROCEDURE 2014-09

### QUALIFIED CENSUS TRACTS

Please be advised that on Thursday, December 19, 2013, the Internal Revenue Service released Rev. Proc. 2014-09 updating the list of qualified census tracts for each state and the District of Columbia.

Revenue Procedure 2014-09 provides issuers of qualified mortgage bonds, as defined in section 143(a) of the Internal Revenue Code of 1986, as amended (the “Code”), and issuers of mortgage credit certificates, as defined in section 25(c) of the Code, with a list of qualified census tracts for each state and the District of Columbia. It modifies and supersedes Rev. Proc. 2003-49, 2003-29 I.R.B. 89.

Targeted area residences are defined in section 143(j)(1)(A) to include residences in a qualified census tract. A “qualified census tract,” according to section 143(j)(2)(A) is a census tract in which 70 percent or more of the families have income that is 80 percent or less of the statewide median family income. Section 143(j)(2)(B) of the Code provides that the determination that a census tract is a “qualified census tract” must be based on the most recent decennial census for which data are available. The list of qualified census tracts, published in Rev. Proc. 2014-09, is based on the 2010 Census.

Attached hereto is the IRS link to Rev. Proc. 2014-09: <http://www.irs.gov/pub/irs-drop/rp-14-09.pdf>.

Rev. Proc. 2014-09 is effective today, January 6, 2014, the date of publication in the Internal Revenue Bulletin.

Please contact a member of the Tax Department or Housing Group if you have any questions about the use of this information.

#### **About Hawkins Advisory**

The Hawkins Advisory is intended to provide occasional general comments on new developments in Federal and State law and regulations that we believe might be of interest to our clients. Articles in the Hawkins Advisory should not be considered opinions of Hawkins Delafield & Wood LLP. The Hawkins Advisory is not intended to provide legal advice as a substitute for seeking professional counsel; readers should not under any circumstance act upon the information in this publication without seeking specific professional counsel. Hawkins Delafield & Wood LLP will be pleased to provide additional details regarding any article upon request.

This Hawkins Advisory is not intended or written to be used, and cannot be used, by a taxpayer for the purpose of avoiding penalties that the Internal Revenue Service may impose on the taxpayer.

Additional copies of this edition of the Hawkins Advisory may be obtained by contacting any attorney in the Firm.

#### **New York**

One Chase Manhattan Plaza  
New York, NY  
Tel: (212) 820-9300

#### **San Francisco**

One Embarcadero Center  
San Francisco, CA  
Tel: (415) 486-4200

#### **Newark**

One Gateway Center  
Newark, NJ  
Tel: (973) 642-8584

#### **Hartford**

20 Church Street  
Hartford, CT  
Tel: (860) 275-6260

#### **Los Angeles**

333 South Grand Avenue  
Los Angeles, CA  
Tel: (213) 236-9050

#### **Sacramento**

1415 L Street  
Sacramento, CA  
Tel: (916) 326-5200

#### **Washington, D.C.**

601 Thirteenth Street, N.W.  
Washington, D.C.  
Tel: (202) 682-1480

#### **Portland**

200 South West Market Street  
Portland, OR  
Tel: (503) 402-1320

*Hawkins*  
DELAFIELD & WOOD LLP