



PROJECT DESCRIPTION

Prestamos CDFI, LLC provided \$6.5 million in New Markets Tax Credit allocation to finance the acquisition and rehabilitation of the 32,387 SF Vallarta Supermarket (the “Sponsor”) located in Kern County, California (the “Project”). The Sponsor, a minority owned and controlled business, sought NMTCs to help offset the acquisition and rehabilitation expenses to make their investment economically feasible, as the property, built in 1965, requires significant rehabilitation for long-term sustainability. The project provides healthy grocery staples which reflect the multicultural food traditions and the dietary preferences of the local community. The Project maintained 112 full-time equivalent jobs and expects to serve 12,227 unique people annually, 9,048 (74%) of which are low-income persons.

COMMUNITY ALIGNMENT

The Project aligns with the regional objectives established by the Community Action Partnership of Kern Strategic Plan 2021 – 2025 (the “Plan”). The Plan was developed by the Community Action Partnership of Kern County (“CAPK”) through over 700 stakeholder survey and brief interviews of targeted clients, partners and other community agencies, and staff to elicit input on what services are most needed among the communities in Kern County. Based on the objectives outlined in the Plan, the Project appears to be in alignment with the critical needs of the community including food insecurity and workforce development objectives, According to the Sponsor, the Project is expected to continue to provide healthy foods at affordable prices to the designated Food Desert. Further, according to the Sponsor, Vallarta is frequently involved in the Delano community and hosts and sponsors local events, provides financial support for socially beneficial programs targeting low income persons and other support for local non-profit organizations ranging from churches, schools and charities.

TOTAL PROJECT COSTS	\$6,600,000
TOTAL NMTC ALLOCATION	\$6,500,000
PRESTAMOS ALLOCATION	\$6,500,000
CLOSING DATE	3/1/2022

DISTRESS CRITERIA

- Median Family Income 62.75% AMI
- USDA Food Desert Designation

COMMUNITY IMPACTS

- 12,227 unique people served annually
- 9,048 unique LIPs served annually

The borrower offers services to an area with 30,500 people with low access to fresh food and 17,700 people who are low-income and have low access to fresh food.