



## Exempt Action Final Regulation Agency Background Document

<b>Agency name</b>	State Board of Social Services
<b>Virginia Administrative Code (VAC) citation</b>	22VAC40-41
<b>Regulation title</b>	Neighborhood Assistance Tax Credit Program
<b>Action title</b>	Percentage of Low-Income Persons Served by NAP
<b>Final agency action date</b>	June 18, 2014
<b>Document preparation date</b>	May 6, 2014

When a regulatory action is exempt from executive branch review pursuant to § 2.2-4002 or § 2.2-4006 of the Virginia Administrative Process Act (APA), the agency is encouraged to provide information to the public on the Regulatory Town Hall using this form.

Note: While posting this form on the Town Hall is optional, the agency must comply with requirements of the Virginia Register Act, Executive Orders 14 (2010) and 58 (1999), and the *Virginia Register Form, Style, and Procedure Manual*.

### Summary

*Please provide a brief summary of all regulatory changes, including the rationale behind such changes. Alert the reader to all substantive matters or changes. If applicable, generally describe the existing regulation.*

A change is necessary to conform the Neighborhood Assistance Program (NAP) regulation to legislation passed by the General Assembly in 2014. House Bill 737 (Chapter 0416 of the Acts of Assembly) increases the percentage of low-income persons served by a neighborhood organization from 40 percent to 50 percent. The change becomes effective July 1, 2014.

The NAP is a state tax credit program that was established by the General Assembly in 1981. NAP uses tax credits as an incentive for businesses, trusts, and, with certain restrictions, individuals, to make donations to eligible nonprofit organizations whose primary function is providing services to a low-income person or an eligible student with a disability.

### Statement of final agency action

*Please provide a statement of the final action taken by the agency including (1) the date the action was taken, (2) the name of the agency taking the action, and (3) the title of the regulation.*

---

The State Board of Social Services took final action on 22VAC40-41, Neighborhood Assistance Tax Credit Program, on June 18, 2014.

### Family impact

*Assess the impact of this regulatory action on the institution of the family and family stability.*

---

The regulation has no direct impact on families and family stability. It impacts NAP approved nonprofit organizations and their donors. Services provided by these nonprofit organizations have a positive impact on the institution of the family and family stability.