

## Pre-Development Fund | Frequently Asked Questions

### Nonprofit Community Developers

#### **What is a nonprofit community developer?**

A nonprofit community developer could be a nonprofit community development corporation (CDC) or a nonprofit organization with demonstrated capacity for real estate development projects. Additionally, nonprofit community developers include nonprofits that have an ownership interest in a community-based real estate development project.

#### **We're a nonprofit community developer not based in the community of the project on which we're working. Am I still eligible for a grant from the Pre-Development Fund?**

Yes, as long as the project meets a market need and has the support of the community in which your project is located.

#### **We're a nonprofit community developer with a racially diverse board and staff, but we're not led by a person of color. Can we still receive a grant from the Pre-Development Fund?**

Yes, as long as your project meets the qualifications of the Pre-Development Fund and aligns with community priorities.

#### **We're a nonprofit community developer without a racially diverse board and staff. Can we still receive a grant from the Pre-Development Fund?**

Yes, as long as your project meets the qualifications of the Pre-Development Fund and aligns with community priorities. Consider partnering with a community-based organization led by a person of color, particularly a Black and Latinx individual. The Pre-Development Fund prioritizes nonprofit community developers with racially diverse boards and staff.

#### **Can CDFIs apply to the Pre-Development Fund?**

Yes, but only in the role of "at-risk" developer. That means the CDFI is in legal ownership and involved with securing and executing the financing to support the project. CDFIs are ineligible in the role of lender.

#### **Can CDFIs serve as the fiscal sponsor?**

Yes. CDFIs can serve as fiscal sponsors to community-based developers or finance partners on the project.