



The Basics

- **CREATE AN OPPORTUNITY FUND**

A Qualified Opportunity Fund is a partnership or corporation set up to invest in eligible property located in an Opportunity Zone.

- **INVEST**

Purchase land, redevelop, and revitalize business property in the Zone.

- **MAINTAIN OWNERSHIP**

Maintain ownership for 10 years

- **GAIN A TAX BREAK**

Temporary tax deferral; A step-up in basis for invested capital gains; A permanent exclusion from taxable income of capital gains from the sale of Opportunity Fund Investments

Town of Derry Opportunity Zones

The Opportunity Zone program is a federal initiative that encourages long-term, private capital investments in our community with new tax incentives. The investments – commercial development, new jobs or housing – occur in a specific area in Derry. The area is generally bounded by Broadway and East Derry Road to the north, Cemetery Road to the east, Humphrey and Kendall Pond Roads to the south and the Londonderry town line to the west.

Investors are encouraged to take capital gains and reinvest them in the Opportunity Zone through the use of an Opportunity Fund. The investors make long-term investments in the Fund and receive tax breaks. The Opportunity Funds provide equity for business and real estate projects within the Opportunity Zone.

Investing in the Zone is intended to contribute to community economic development efforts without displacing existing businesses or residents in the Zone.