



## **Local Agency Military Base Recover Area (LAMBRA)**

### **LAMBRA Tax Incentives for Alameda Point Tenants**

The Local Agency Military Base Recovery Area (LAMBRA) program was developed to attract investment and create employment opportunities on certain former military bases in California, which were closed in the Base Closure and Realignment process. The program has tax incentives that are similar to those offered in the Enterprise Zone Program. The City of Alameda's LAMBRA's boundaries encompass all of the former Alameda Naval Air Station (Alameda NAS) military base.

### **LAMBRA State Incentives**

- Up to 100% Net Operating Loss (NOL) carry-forward. NOL may be carried forward 15 years.
- Firms can earn \$31,544 or more in state tax credits for each qualified employee hired up to \$2 million per year with a few provisions.
- Corporations can earn sales tax credits on purchases of \$20 million per year of qualified machinery and machinery parts.
- Up-front expensing of certain depreciable property, up to \$40,000 annually.
- Unused tax credits can be applied to future tax years, stretching out the benefit of the initial investment.