



# County Revolving Loan Funds

	Business Capital Assistance Revolving Loan Fund (BCA RLF)	Small Business Development Revolving Loan Fund (SBD RLF)	Enterprise Zone Revolving Loan Fund (EZ RLF)
<b>What is it?</b>	<b>Loan</b>	<b>Loan</b>	<b>Loan</b>
<b>Who is eligible?</b>	For-profit businesses located within Huntingdon County.	For-profit businesses located within Huntingdon County, may not have more than 20 employees and may not have annual gross revenues that exceed \$1 million dollars.	New or for-profit businesses located within the designated Enterprise Zone.
<b>What can it be used for?</b>	Acquisition and/or improvements of land and buildings; machinery and equipment purchases, delivery, installation, and training; working capital; inventory; payment of professional fees including but not limited to architects, engineers, and attorney fees.	Acquisition of machinery and equipment, delivery, installation, and training; working capital; inventory; payment of professional fees including, but not limited to architects, engineers, and attorney fees.	Acquisition and/or improvements of land and buildings; machinery and equipment purchases, delivery, installation, and training; working capital; inventory; payment of professional fees including but not limited to architects, engineers, and attorney fees.
<b>Loan Terms*</b>	<ul style="list-style-type: none"> <li>• 50% of total eligible project costs-no less than \$15,000 and not to exceed \$75,000</li> <li>• Interest rates: Prime to Prime minus 2% (no loans will be made at an interest rate lower than 2%)</li> <li>• Private match of 1:1 required. Minimum 10% personal equity required</li> <li>• Interest rate and length of loan determined by use of funds, collateral &amp; lien positions. Not to exceed terms granted by private lender Land/Building 10-15 yrs. Machinery &amp; equipment 3-7 yrs. Working Capital 1-3 yrs.</li> <li>• HCBI BOD final approval</li> <li>• Funds disbursed on reimbursement basis</li> </ul>	<ul style="list-style-type: none"> <li>• 50% of total eligible project costs-no less than \$15,000 not to exceed \$50,000</li> <li>• Interest rates: Prime to Prime minus 2% (no loans will be made at an interest rate lower than 2%)</li> <li>• Private match of 1:1 required. Minimum 10% personal equity required</li> <li>• Interest rate and length of loan determined by use of funds, collateral and lien positions. Not to exceed terms granted by private lender. Machinery &amp; equipment 3-7 yrs. Working Capital 1-3 yrs.</li> <li>• Must create and/or retain one job per \$25,000 borrowed</li> <li>• HCBI BOD final approval</li> <li>• Funds disbursed on reimbursement basis</li> </ul>	<ul style="list-style-type: none"> <li>• 50% of total eligible project costs-no less than \$15,000 and not to exceed \$75,000</li> <li>• Interest rates: Prime to Prime minus 2% (no loans will be made at an interest rate lower than 2%)</li> <li>• Private match of 1:1 required. Minimum 10% personal equity required.</li> <li>• Length of loan determined by use of funds, collateral &amp; lien positions. Not to exceed terms granted by private lender.</li> <li>• Must create and/or retain one job per \$30,000 borrowed</li> <li>• Huntingdon County Commissioners final approval</li> <li>• Normal dispersal, except for working capital at time of contract signing</li> </ul>
<i>*Additional terms may apply</i>			

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# Regional and State Funding Programs

	<b>Pennsylvania Industrial Development Authority (PIDA) Loan Program</b>	<b>7(a) Loans</b>	<b>First Industries Fund (FIF)</b>	<b>Pennsylvania Economic Development Financing Authority (PEDFA)</b>	<b>On-the-Job Training (OJT)</b>
<b>What is it?</b>	<b>Low-interest loans and lines of credit</b>	<b>Low-interest loan</b>	<b>Loan guarantees</b>	<b>Tax-exempt and taxable bonds</b>	<b>Reimbursement Program</b>
<b>Who is Eligible?</b>	Pennsylvania businesses that commit to creating and retaining full-time jobs within the commonwealth, as well as for the development of industrial parks and multi-tenant facilities.	Be considered a small business, as defined by the SBA. Be engaged in, or propose to do business in, the U.S. or its possessions. Have reasonable invested equity. Use alternative financial resources, including personal assets, before seeking financial assistance. Be able to demonstrate a need for a loan. Use the funds for a sound business purpose. Not be delinquent on any existing debt obligations to the U.S. government	<b>Agricultural funding:</b> must be a for-profit business involved in production agriculture, agribusiness or other ag related activities  <b>Tourism:</b> an activity which promotes or encourages individuals to travel to a location within this commonwealth for pleasure	Any type of business eligible for taxable funding.  Non-taxable funding for manufacturing, non-profits, energy-related, solid waste disposal, wastewater treatment, transportation facilities, and assisted living/housing facilities	For a position to be reimbursement eligible, the position must be permanent full time work with a wage of at least \$12.53 per hour
<b>What can it be used for?</b>	Land/building acquisitions Construction/renovation costs Machinery and equipment purchases Working capital and accounts receivable lines of credit Working capital term loans	Long & short-term working capital Revolving funds based on the value of existing inventory and receivables The purchase of equipment, machinery, furniture, fixtures, supplies, or materials Land/building acquisitions Construction/renovation costs Establishing a new business or assisting in the acquisition, operation or expansion of an existing business Refinancing existing business debt, under certain conditions	Land/building acquisitions Construction Machinery and equipment purchases and upgrades Working capital	<u>Tax-Exempt Projects</u> Land and building acquisition New equipment Refunding Closing costs  <u>Taxable Projects</u> Land and building acquisition Equipment Refinancing Working capital Closing costs	Personnel training costs of dislocated, economic distressed or under employed employees
<b>Terms*</b>  <i>*Additional terms may apply</i>	Real estate loans up to \$2,250,000 Machinery and equipment loans up to \$1,500,000 Working capital term loans and lines of credit up to \$100,000 Interest rates are typically 1-2 percent below the industry standard.  WWW.DCED.PA.GOV	Most 7(a) term loans are repaid with monthly payments of principal and interest. Payments stay the same for fixed-rate loans because the interest rate is constant For variable rate loans, the lender can require a different payment amount when the interest rate changes.  WWW.SBA.GOV	Loan Guarantees: 50 percent of outstanding principal balance up to \$2.5 million (up to 90 percent of outstanding principal balance up to \$2.5 million for agricultural projects). Terms of guaranteed loans are negotiated by the borrower and the lending institution making the loan.  WWW.DCED.PA.GOV	For tax-exempt projects, the term of the loan cannot exceed 120% of the depreciable life of the assets.  For taxable projects, the term may be negotiated.  WWW.DCED.PA.GOV	Eligible employers are reimbursed for up to 50% of the eligible employees salary Hours cannot exceed 960 Training hours are assigned during the contract negotiation period Employee must be OJT certified BE-FORE being hired.  WWW.DLI.PA.GOV

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# Pennsylvania Tax Credit Programs

	Keystone Opportunity Zone Abatements (KOZ)	Keystone Innovation Zone Tax Credit (KIZ)	Research & Development Tax Credit
<b>What is it?</b>	<b>Tax Abatement</b>	<b>Tax Credit</b>	<b>Tax Credit</b>
<b>Who is Eligible?</b>	Businesses, property owners and residents that are located in a KOZ, KOEZ/KOIZ are eligible to receive significant state and local tax abatements	A company must be operating in the designated KIZ geographical area, it must be in the targeted industry segment for that particular KIZ, and must be in operation for less than eight years	Research and Development tax credits are available to taxpayers incurring qualified expenses for research and development in Pennsylvania. The Pennsylvania Department of Revenue administers the approval of applications for R&D tax credits
<b>What can it be used for?</b>	Qualified businesses, property owners, and residents	Can be used to offset personal income tax, corporate net income tax, capital stock, or franchise tax. Targeted Industry Sectors: advanced manufacturing, information technology, renewable energy, or life sciences.	It can be used for applied research and development expenditures
<b>Terms*</b>	<ul style="list-style-type: none"> <li>State Taxes: Corporate Net Income, Capital Stock and Foreign Franchise, Personal Income Tax, Sales and Use, Bank and Trust Company Share, Mutual Thrift Institutions, Insurance Premiums Tax</li> <li>Local Taxes: Business Gross Receipts, Business Occupancy or Privilege, Local Real Property, Wage and Net Profits Taxes</li> <li>PA businesses relocating to a KOZ/KOEZ must either: Increase their full-time employment by 20%, or make a 10% capital investment in the within the zone (based on year's revenue)</li> <li>Eligibility for benefits is based upon annual certification</li> </ul>	<ul style="list-style-type: none"> <li>The company may claim a tax credit equal to 50% of the increase in that KIZ company's gross revenues in the immediately preceding taxable year that is attributable to its activities in the KIZ</li> <li>Company tax credit shall not exceed \$100,000 annually</li> <li>Tax Credit can carry forward for up to five years or company may sell the tax credit another for-profit PA company with a tax liability</li> </ul>	<ul style="list-style-type: none"> <li>Applicable to CNI, CSFT, and PIT tax liability</li> <li>Unused credits may be carried over for up to 15 succeeding taxable years</li> </ul>

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# Tax Credit and Rebate Programs

	Work Opportunity Tax Credit (WOTC)	Educational Improvement Tax Credit (EITC)	Job Creation Tax Credit (JCTC)
<b>What is it?</b>	<b>Tax Credit</b>	<b>Tax Credit</b>	<b>Tax Credit</b>
<b>Who is eligible?</b>	<p>Eligible employers are small or large businesses, tax exempt organizations, public colleges or universities, or farming related.</p> <p>Eligible employees: Qualified IV-A Recipient, qualified veteran, ex-felon, designated community resident, vocational rehabilitation referral, summer youth employee, supplemental nutrition assistance program recipient, supplemental security income recipient, long-term family assistance recipient, qualified long-term unemployment recipient.</p>	<p>Businesses authorized to do business in Pennsylvania who are subject to one or more of the following taxes: Personal Income Tax Capital Stock/Foreign Franchise Tax Corporate Net Income Tax Bank Shares Tax Title Insurance &amp; Trust Company Shares Tax Insurance Premium Tax (excluding surplus lines, unauthorized, domestic/foreign marine) Mutual Thrift Tax Malt Beverage Tax Retaliatory Fees under section 212 of the Insurance Company Law of 1921</p>	<p>Business must demonstrate leadership in the application, development, and deployment or leading technologies. The ability to create the number of jobs specified and the financial stability of the business and the project's financial viability.</p>
<b>What can it be used for?</b>	<p>Payroll Tax Exemption</p> <p>Qualified tax-exempt organizations will claim the credit on Form 5884-C, Work Opportunity Credit for Qualified Tax-Exempt Organizations Hiring Qualified Veterans, as a credit against the employer's share of Social Security tax. The credit will not affect the employer's Social Security tax liability reported on the organization's employment tax return.</p>	<p>Tax credits equal to 75% of its contribution up to a maximum of \$750,000 per taxable year. Can be increased to 90% of the contribution, if business agrees to provide same amount for two consecutive tax years. For contributions to Pre-Kindergarten Scholarship Organizations, a business may receive a tax credit equal to 100% of the first \$10,000 contributed and up to 90% of the remaining amount contributed up to a maximum credit of \$200,000 annually.</p>	<p>\$1,000-per-job tax credit to approved businesses that agree to create jobs within three years. 25% of the tax credits allocated each year must go to businesses with less than 100 employees.</p>
<b>Loan Terms*</b>	<p>The credit is limited to the amount of the business income tax liability or social security tax owed.</p> <p>A taxable business may apply the credit against its business income tax liability, and the normal carry-back and carry-forward rules apply. See the instructions for Form 3800, General Business Credit, for more details.</p> <p>For qualified tax-exempt organizations, the credit is limited to the amount of employer social security tax owed on wages paid to all employees for the period the credit is claimed.</p>	<p>An approved company must provide proof to DCED within 90 days of the notification letter that the contribution was made within 60 days of the notification letter. Tax credits not used in the tax year the contribution was made may not be carried forward or carried back and are not refundable or transferable, except for an approved election by a pass-through entity to apply any unused tax credits to the tax liability of the owners in the taxable year immediately following the year in which the contribution is made.</p>	<p>Tax credits may not be utilized by a business until the jobs are actually created. Must create at least 25 new jobs or expand the existing workforce by at least 20 percent.</p>
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