

Program Purpose	To provide financing for the growth of manufacturing and other private businesses within New York State with the proceeds from the sale of New York State-guaranteed bonds
Program Highlights	<ul style="list-style-type: none"> ▪ Direct Loans of \$50,000 or more, depending on risk ▪ \$3.5 million limit on loans determined to be “low risk” ▪ Financing may be used for acquisition of land, structures, machinery and equipment ▪ Fixed and variable rate loans on machinery or equipment secured by a first priority lien on the underlying assets ▪ Second mortgage loans for real estate acquisitions, construction or renovations ▪ Real estate loans are secured by a second lien on the commercial property being financed and a proportionately co-equal first lien position with other lenders for machinery and equipment ▪ Combination of bank and JDA loans allows up to 90% financing of a real estate or materials and equipment project
Major Qualification	<ul style="list-style-type: none"> ▪ Loan recipients must agree to project specific job generation goals or face interest rate penalties if goals are not met
Eligibility	<ul style="list-style-type: none"> ▪ Manufacturing, distribution, warehousing and certain service businesses are eligible ▪ Professional corporations, personal service and medical organizations are eligible but not if their customers must personally visit the project site being financed with JDA funds
Not eligible	<ul style="list-style-type: none"> ▪ Retail, hotel, residential facilities ▪ Loans for rolling stock, motor vehicles or waterborne craft
Process	<ul style="list-style-type: none"> ▪ Applications are submitted by Local Development Corporations in coordination with ESD regional offices ▪ Borrower must secure letters of commitment for all other elements of project financing prior to filing application
Contact Information	Contact your ESD regional office .

This is an overview of the program, and does not include all requirements and details.