

Pennsylvania Economic Development Finance Authority (PEDFA) Tax Exempt Small Issue & Conventional Financing Component

Tax-exempt and taxable bonds, both in pooled transactions and stand-alone transactions, to be used to finance land, building, equipment, working capital and refinancing.

Eligibility: Manufacturing; Nonprofit 501(c) (3); Energy; Solid Waste disposal; Wastewater treatment; Transportation facilities; Assisted living/housing.

Uses: Land and building acquisition; Building renovation and new construction; Machinery and equipment acquisition and installation; designated infrastructure; Tax-exempt bond refinancing.

Amounts: Loans no less than \$400,000 and no more than \$10 million for manufacturers; No upper limit for other projects; Up to 100% of project costs.

Terms: Since 1989, rates have averaged 46% of prime interest rate; Weekly variable interest rate tied to market for tax-exempt bonds; Up to 30-year term; Borrower generally must secure letter of credit from bank.

PEDFA and *TCDC* charge a fee based on the PEDFA portion of the total project cost with \$500 due at the Public Meeting to *TCDC* and \$500 to the Commonwealth with the submission of the application to be credited against the issuance fee when project closes.