



Building Communities, Investing in Local Government Since 1988

MANUFACTURING EQUIPMENT

This program provides manufacturing companies the ability to finance new equipment at tax-exempt rates. Tax-exempt rates are generally 3% less than conventional interest rates.

FEATURES

EQUIPMENT

INTEREST RATE	4.75 – 6.50% FIXED
TERM	5 - 7 YEARS
DOWN PAYMENT	0 - 10%
GUARANTEE	CORPORATE
SECURITY	EQUIPMENT
MINIMUM SIZE	\$500,000
REFINANCING	NOT PERMITTED
TIME TO FUND	60 - 75 DAYS

ELIGIBLE COSTS

Acquisition of new equipment. All costs associated with new equipment must be incurred no more than 60 days within adoption of an inducement resolution by California Communities.

COSTS OF ISSUANCE

Two percent (2%) of the principal amount of the financing can be applied to pay for issuance costs. Borrower is required to pay any costs above the 2% amount.

CAPITAL PROJECT LIMITATIONS FOR MANUFACTURERS

Manufacturing companies are subject to a \$10M capital expenditure limitation in the city/county where the project is located. This includes capital expenditures of the borrower and related entities for the period three years prior to the financing, the financed equipment, and capital expenditures made three years following the financing.

PUBLIC BENEFITS

The project should create tangible public benefits in the community where the project is financed.

NEXT STEP

FOR MORE INFORMATION CONTACT JAMES HAMILL AT

TELEPHONE • (800) 635-3993, X216 OR • FAX: (925) 933-8457

E-MAIL: jhamill@cacommunities.org • WEBSITE: www.cacommunities.org

Founding Co-Sponsors:



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CITIES

2033 North Main Street, Suite 700 • Walnut Creek, California 94596

800.635.3993 • 925.933.9229 • Fax 925.933.8457 • info@cacommunities.org • www.cacommunities.org