

The Pennsylvania Capital Access Program provides a loan guarantee to small businesses based on a portfolio concept. The Pennsylvania Economic Development Financing Authority (PEDFA) provides capital to guarantee loans made through participating lending institutions in conjunction with the program. The program is a partnership between the Pennsylvania Department of Community and Economic Development and participating PennCAP banks.



FOR MORE INFORMATION CONTACT:

Department of Community & Economic Development
Pennsylvania Economic Development Financing Authority
Commonwealth Keystone Building
400 North Street, 4th Floor
Harrisburg, Pennsylvania 17120-0225
717-783-1109

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PennCAP

Pennsylvania Capital Access Program

> ready > set > succeed



ELIGIBILITY

Most companies authorized to do business in Pennsylvania will qualify for a PennCAP loan. Start-up businesses may be financed through PennCAP. Consult a loan officer at a participating bank for a list of excluded activities.

Loan proceeds must be used for business purposes in Pennsylvania.



ELIGIBLE USES

PennCAP proceeds can be used for the purchase of land, buildings, machinery, equipment and working capital.

WHERE TO APPLY

Companies interested in a PennCAP loan should contact the primary representative of a participating bank to discuss their eligibility. Borrowers should have a branch of a participating bank in their local area in order to receive a PennCAP loan. Please contact the Center for Private Financing at 717-783-1109 for a list of participating banks.

TERMS AND CONDITIONS

- > All loan terms, conditions and use of proceeds are negotiated directly with the participating bank.
- > The maximum PennCAP loan amount is \$500,000. Minimum loan amounts are established by each participating bank.
- > A one time PennCAP reserve enrollment fee is charged to borrowers at the close of the loan. This fee, ranging from $\frac{1}{2}$ of 1% up to 3% of the loan amount, can be paid with loan proceeds.
- > Only two state forms, which can be obtained from the participating bank, are required to apply for a PennCAP loan guarantee. Participating banks will complete these forms on behalf of the borrower. All other documentation is provided by the participating bank.

TIPS ON APPLYING FOR A LOAN

All PennCAP borrowers should have copies of the following information available for a participating bank to review: business plan, personal or business financial statements, tax returns and resumes. Individual banks will provide the borrowers with a specific list of the documentation necessary to process the loan.

The following resources are available to assist borrowers in preparing a business plan:

- > Pennsylvania Center for Entrepreneurial Assistance - 1-800-280-3801
- > Local Libraries
- > Small Business Development Centers
- > Local Development Districts
- > Local Economic Development Corporations or Authorities
- > Chambers of Commerce
- > Industry Trade Associations



If you have questions on PennCAP or wish to receive more information, please contact one of the participating bank representatives or the DCED Center for Private Financing at (717) 783-1109.