

# PENNSYLVANIA MINORITY BUSINESS DEVELOPMENT AUTHORITY (PMBDA)

## CREATING EQUAL OPPORTUNITIES FOR ALL ENTREPRENEURS

The Pennsylvania Minority Business Development Authority (PMBDA) is a low-interest loan program designed to stimulate the creation, retention, and expansion of minority-owned businesses and create jobs in Pennsylvania.



## CONTACT US

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## WHO CAN APPLY?

For-profit business enterprises that are owned and controlled by ethnic minorities who are residents of Pennsylvania are eligible.

## ✓ WHAT COSTS ARE ELIGIBLE?

- Land and building costs
- Machinery and equipment costs
- Working capital

## ✓ TERMS

- **Land and Building** – Repayment period of up to 15 years
- **Machinery and equipment** – Repayment period of up to 10 years
- **Working capital** – Repayment period of up to 3 years

## ✓ LOAN SIZE

- PMBDA can fund up to 90% of the eligible project cost, or \$250,000, whichever is less.
- Funds from other sources must equal at least 10% of eligible project costs.

## ✓ INTEREST RATE

- The current interest rate for a PMBDA loan is 2%.

## ✓ JOB CREATION REQUIREMENT

- For every \$50,000 in loan proceeds, a project shall create at least one permanent full-time job or the equivalent in full-time jobs. Project may borrow \$35,000 for every permanent full-time job preserved.