

## **Local Incentives**

### **Richmond County Property Tax Grant (see attached information)**

Current Richmond County Tax Rate-\$0.81 per \$100 in value

Richmond County offers a generous local incentive program. The County will return up to 85% of property taxes due over a five-year period. The percentage reimbursed is based on capital investment.

<i>Level</i>	<i>Investment Threshold</i>	<i>Percentage</i>
I	\$ 1 million	50%
II	\$ 5 million	60%
III	\$ 20 million	70%
IV	\$ 50 million	85%

## **State Incentives**

### **Article 3J Tax Credits (see attached information)**

Tier 1 status

\$12,500 per job created

7% on machinery and equipment

### **Training Assistance – Richmond Community College**

Typical value estimated at \$1000 per employee.

State will pay to train new employees in plant or outside plant if necessary

### **One North Carolina Fund (see attached information)**

This discretionary grant is used to provide financial assistance to a business or industry making significant efforts to establish a new facility or expand an existing one in North Carolina. Prospective employer must fill out state application prior to being approved from grant. If approved by the State of North Carolina, the value of the grant is typically \$1000-\$2000 per job created. Grant paid in 25% increments over a 3-year grant period. Payout based on how fast company reaches employment goal.

### **Job Development Investment Grant**

The Job Development Investment Grant (JDIG) is a discretionary incentive capable of providing sustained annual grants to new and expanding businesses measured against a percentage of withholding taxes paid by new employees.

Proposed project must meet a rigorous set of criteria. The Economic Investment Committee must find, for example, that the project will:

- Result in a net increase in employment in this State by the business.
- Benefit the people of the State by increasing the opportunities for employment and by strengthening the State's economy.
- Be consistent with the economic development goals of the State and of the area in which it is located.
- Be necessary for the completion of the project in the State.
- Be competitive with another state(s) or country.

A company applying for the JDIG also must meet certain State health insurance and workplace safety requirements.

## **Industrial Development Fund**

The Industrial Development Fund provides grant funds at \$5,000 per new job created up to a maximum of \$500,000 for infrastructure needs via the local government. The unit of local government must own the infrastructure.

The grant funds may be used for-

- Water/Sewer
- Rail Extension
- Natural Gas Lines
- Electric Upgrades

Loans are also available via the Industrial Development Fund. Loans are made to businesses for building upgrades or the acquisition of new machinery and equipment. The rate is \$5,000 per job or a maximum of \$500,000.

A bank must match the IDF loan on a 1:1 basis, and the bank administers the loan.

## **Community Development Block Grant**

The CDBG provides grant funds of \$15,000 per job created for infrastructure needs. The maximum grant amount is \$1,000,000. The unit of local government must own the infrastructure. Grants are determined by the cost of the project and the availability of funding.

CDBG provides loans for building upgrades or the acquisition of new machinery and equipment. The rate is \$5,000 per job with a maximum of \$500,000. A bank must match the loan on a 1:1 basis, and the bank administers the loan.

## **Rail Industrial Access Program**

This grant is administered by the North Carolina Department of Transportation for industries needing access to rail. The grant amount is based on a point system, with points being awarded for the project's economic benefits.

Recipients may receive a maximum of 50% of total project costs.

The percent of total project costs funded is based on the total points scored as follows:

Less than 8 points – Not eligible for funding

8-15 points – 35%

16-23 points – 40%

24-34 points – 45%

35+ points – 50%