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For Immediate Release

Pomona Community Development Loan Program for Businesses is Underway

Pomona, CA – September 2010 - We are excited about a new program the City of Pomona has launched in partnership with AmPac Tri State CDC to assist businesses who are seeking to expand within the City of Pomona. “The Pomona Community Development Loan Program” will provide working capital at low interest rates (today less than 2 percent, tied to LIBOR) to businesses purchasing owner occupied commercial real estate, purchasing equipment, or making improvements on existing real estate. Utilizing a \$1 Million allocation from the U.S. Department of Housing and Urban Development, businesses in Pomona may borrow up to \$100,000 in working capital when packaged with an SBA 504 loan to complement its fixed asset business expansion. The working capital may be used for moving expenses, inventory, hiring new employees or related working capital expenses. The program seeks to promote economic development, thus for every \$35,000 loaned, the business must hire one employee over a two year period (up to 3 employees for the maximum \$100,000 loan amount).

AmPac Tri State CDC has been contracted by the City of Pomona to market the Loan program, package and service the working capital loans, in conjunction with the SBA 504 loans. SBA 504 loans are used to finance growing businesses in the process of purchasing owner occupied commercial real estate, new equipment, or making tenant improvements. The SBA 504 loan provides 90% financing with 50% of the amount coming from a bank and 40% coming from the SBA through AmPac CDC. The borrower's down payment for most businesses is only ten percent. Several local banks are eager to participate in the program and AmPac can assist with identifying a banking partner.

We are excited about serving the businesses in the City of Pomona and would be delighted to partner with you in serving your Pomona clients. Please do not hesitate to contact us for any additional information about the loan program at 909-915-1706 or you may contact the City redevelopment office at 909-620-2410.

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For more information about the loan program please contact Tyler Polhill via email Tyler.Polhill@ampac.com, or phone (909) 915-1706, or Hilda Kennedy via email hkennedy@tristatecdc.com or phone (310) 901-4831.