

# BUSINESS INCENTIVES

## Economic Development Authority (EDA) Loan Programs

### Industrial Loan Program

- Amount** Up to \$100,000 in matching funds with minimum 2:1 ratio of private to EDA funds
- Eligible Uses** Land acquisition, building construction and renovation, machinery and equipment
- Contact** Ken Henricksen  
Owatonna Business Incubator  
507-451-0517

### Commercial Loan Program

- Amount** Up to \$50,000 in matching funds with minimum 2:1 ratio of private to EDA funds
- Eligible Uses** Land acquisition, building construction and renovation, equipment and fixtures.
- Contact** Ken Henricksen  
Owatonna Business Incubator  
507-451-0517

### Commercial Building Renovation Loans

#### Low Doc "Tier 1" Loan Program

- Amount** No interest loan up to \$5,000 in matching funds with minimum ratio of 1:1 private to EDA funds
- Eligible Uses** Exterior restoration, painting, windows, signage, tuck pointing and other structure improvements. (Design review requirements in the downtown)
- Contact** Ken Henricksen  
Owatonna Business Incubator  
507-451-0517

#### Low Doc "Tier 2" Loan Program

- Amount** Up to \$20,000 in matching funds with minimum ratio of 1:1 private to EDA funds. May be combined with "Tier 1" loan.
- Eligible Uses** Exterior restoration, painting, windows, tuck pointing and other structural improvements which preserve and/or enhance the original architecture of the building. (Design review requirements)
- Applications** Accepted year round. For application forms, visit [www.Owatonnaincubator.com](http://www.Owatonnaincubator.com).
- Contact** Ken Henricksen  
Owatonna Business Incubator  
507-451-0517



## Tax Increment Financing (TIF)

- Eligible Uses** The City of Owatonna utilizes tax increment financing to assist with larger industrial building projects. Proceeds are typically used to cover land acquisition and site development costs.
- Contact** Dave Strand  
City of Owatonna  
Community Development Director  
507-444-4340

## State Grant/Loan Programs

### Minnesota Investment Fund

- Eligible Uses** The City of Owatonna taps state grant/loan programs like this to help industrial businesses purchase facilities and equipment.
- Contact** Dave Strand  
City of Owatonna  
Community Development Director  
507-444-4340

### Industrial Development Revenue Bonds

- Eligible Uses** The City issues these bonds to provide affordable financing for qualified projects.
- Contact** Dave Strand  
City of Owatonna  
Community Development Director  
507-444-4340

### Job Opportunity Building Zone (JOBZ) Program

- Benefits** Eligible businesses are exempt from most state and local taxes through 2015.
- Contact** Dave Strand  
City of Owatonna  
Community Development Director  
507-444-4340

