

**2009**  
**Summary of Changes to Existing Industry Incentives:**  
**House Bill 1722**

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- **Creates an Existing Industry Withholding Rebate:**
  - Available to existing manufacturers that have been in the state a minimum of two years.
  - Requires that a minimum of 10 jobs be created within 6 months of approval by MDA. Jobs must be for a minimum of 35 hours per week and must pay a minimum of 100% of the lesser of the state or county average annual salary.
  - Provides for a rebate of actual withholdings (up to 3.5% of salary) for a period of two years. (Cannot be combined with Advantage jobs Rebate.)
  - No new applications can be approved for this program after July 1, 2011.
  
- **Allows jobs tax credits to be claimed by a new company that purchases an existing company as long as the following requirements are met:**
  - The existing company has ceased operations,
  - The existing company has laid off all of its employees, and
  - The existing company is subsequently purchased by another unrelated business entity that continues operation of the enterprise in the same or similar type business.
  
- **Modifies the Existing Industry Productivity Loan Program as follows:**
  - Increase bonding authority for the program by \$48,000,000
  - Loan program is available for the benefit of existing manufacturers that have been in the state a minimum of two years.
  - Allow existing industries to use loan proceeds for the purchase or refinancing of land, buildings, and/or equipment.
  - Allow counties or cities to use loan proceeds to assist existing industries in deploying long-term fixed assets through the purchase of land, buildings, and equipment.
  - Industry cannot reduce workforce by more than 20%.
  - The existing industry must submit all requested information for financial review prior to receiving a loan.
  - Loans can be made for up to 20 years, with the interest rate and terms set by MDA.