



State of Louisiana

DEPARTMENT OF ECONOMIC DEVELOPMENT

M.J. "Mike" Foster, Jr.
Governor

Don J. Hutchinson
Secretary

Effective June 27, 2002

POLICY NO. CAP-02-02

MULTIPLE FUNDING POLICY

PURPOSE:

To provide guidance on multiple advance fundings and how these fundings will be treated in determining the amount of the investment that will be given 100 percent credit as a qualified investment and the amount that will be given 50 percent credit.

TO WHOM THIS POLICY APPLIES:

All certified Louisiana capital companies.

BACKGROUND:

Inquiries have been made to this office regarding the length of time an investment must be held to receive 100 percent credit towards meeting the various statutory benchmarks required for continued certification and decertification. This policy sets forth guidance on this issue.

SPECIFICS:

The calculation of the amount of time an investment is held will be begin at the time of the investment of cash. Therefore, for multiple funding situations, only those cash investments that have been or are intended to be held for a minimum of one year are eligible for full credit as a qualified investment. All other advances will receive 50 percent credit.

Signed: Don J. Hutchinson, Secretary
Louisiana Department of Economic Development