

Child Care Financing Program: General Guidelines for Use of Funds



Under the Child Care Financing Program (CCFP), the loan proceeds may be used for:

- Fixed asset purchases and quality improvements directly related to the health, safety and welfare of the children, as well as the overall

BUY a NEW Cubby Set!

learning program, such as playground equipment, tricycles, resilient surfacing for playground areas, lockable cabinets for poisonous substances, cribs, cots, blankets, cubbies, books, curriculum, and equipment for infant care, etc.

- Minor building maintenance, renovations, or repairs necessary to comply with health and safety standards required by the VDSS, or to meet necessary requirements for children with special needs, etc.
- Purchasing buses (child care centers only).

VS BFA

Virginia Small Business
Financing Authority

VS BFA/CCFP
1220 Bank Street,
3rd Floor
P.O. Box 446
Richmond, VA 23218

Phone: 866-248-8814

Fax: 804-225-3384

<http://www.vabankers.org/VS BFA>

*Funding provided by the
U.S. Administration for Children and Families
through the Virginia Department of
Social Services*



**VIRGINIA DEPARTMENT OF
SOCIAL SERVICES**

www.dss.virginia.gov

VS BFA

Virginia Small Business
Financing Authority

Child Care Financing Program

**Child Care Providers...
Need new equipment
and educational
materials NOW?**

**Need to update your
center or home-based
child care?**



866-248-8814

<http://www.vabankers.org/VS BFA>

Child Care Financing Program

The Virginia Small Business Financing Authority's *Child Care Financing Program (CCFP)* is designed to assist Virginia child care providers in obtaining financing for fixed asset needs and educational materials. The Virginia Small Business Financing Authority offers direct low-interest rate loans to regulated child care providers for quality enhancement projects or to meet or maintain child care standards.

To be eligible to **apply** for assistance under the *Child Care Financing Program*, the applicant **must**:

- Be in "good standing" with the Division of Licensing Programs of the Virginia Department of Social Services.
- Demonstrate reasonable assurance of repayment.
- Maintain business operations in Virginia.

Buy NEW Cots!

SAMPLE LOAN
Borrow: \$5,000.00
84 Payments (7 yrs.):
\$64.81/mo.
Interest Rate: 2.44%

ELIGIBLE BORROWERS

Center-Based:

Virginia Department of Social Services (VDSS) recognizes providers that are:

- 1) VDSS licensed child care centers;
- 2) Unlicensed but regulated religious-exempt child care centers; or
- 3) VDSS certified preschools.

Amounts: Up to \$150,000

Maximum Term: Up to 7 years

Fees: Non-refundable application fee: \$100



Buy NEW bookshelves and lots of books!

Family-Based:

Virginia Department of Social Services (VDSS) recognizes providers that are:

- 1) VDSS licensed or local ordinance family day homes;
- 2) Voluntarily Registered;
- 3) Part of a Licensed Family Day Care System; or
- 4) Participating in the USDA Food Program.

Amounts: Up to \$10,000

Maximum Term: Up to 7 years

Fees: Non-refundable application fee: \$15

Interest Rate for Center and Family-Based: Interest rates starting as low as 2.44% (but may be higher based on current Wall Street Journal Prime rate, but not to exceed 4%).

SAMPLE LOAN
Borrow: \$1,000.00
84 Payments (7 yrs.):
\$12.96/mo.
Interest Rate: 2.44%