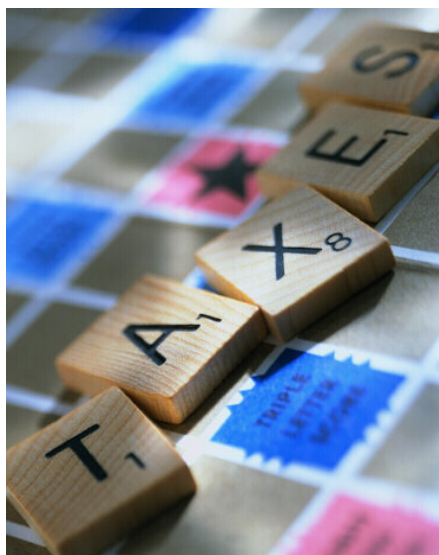


American Recovery & Reinvestment Act State Incentives

JUNE 2010

States offer ARRA subsidized incentives to businesses that will create new jobs and stimulate economic growth within their jurisdiction



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OVERVIEW

As part of the American Recovery & Reinvestment Act, states are implementing their own subsidized employment opportunities. Each state has slightly different requirements and benefits, but all of the programs are aimed at increasing the number of jobs available to Americans.

WHAT TYPES OF BENEFITS ARE AVAILABLE?

Each state's benefit is tailored to the needs of that area, but there are various types of incentives commonly used:

- Reimbursements for wages
- Reimbursements for the cost of employment
- Subsidies paid over time
- Refundable and nonrefundable tax credits
- Additional funding to employers

WHO QUALIFIES?

These benefits are available for businesses that create new positions within a participating state. Generally, there are no industry restrictions. Each state has its own set of eligibility requirements. Some of the more common requirements are:

- Minimum number of jobs created
- Eligible employees must be used; these are generally individuals who were unemployed prior to hire
- Jobs must be permanent
- Required wage rates
- Minimum hours worked per week or annually

APPLICATION PROCESS

A business operating in many states will have to fill out a separate application for each state of operation. In order to gain approval in each state, the business will have to meet the additional requirements of the jurisdiction.

For a free assessment of your potential benefits or assistance with required filings, please contact us.

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