

I. Assumptions:

- (1) FB County: 50% abatement/year for 10 years on new improvements.
- (2) 2012 Tax Rates applied.
- (3) City of Stafford--Virtual 100% abatement. No city property taxes.
- (4) FBWCID #2: same terms as county abatement.
- (5) New Jobs created - 100
- (6) Land is already on tax roll, so not shown; however, once improved, land value expected to appreciate.

Phase I, comprises 48,100 sf and 100 jobs.

Phase II, projected to start 2015-16, will double the facility adding another 48,100 sf and another 100 jobs, as well as doubling, or adding another \$3,500,000 in Equipment and Machinery
Analysis below just considers impact of Phase I.

II. Annual Estimated Property Tax Revenues with Abatement Applied

	Estd. Value		City of Stafford	SMSD	FBWCID2	HouComm College	Fort Bend County
		Tax Rate	\$ -	\$ 1.25000	\$ 0.18000	\$ 0.09717	\$ 0.49976
Prop. Imp. Value	\$ 3,500,000		\$ -	\$ 43,750	\$ 3,150	\$ 3,401	\$ 8,746
Equipment & Machinery	\$ 3,500,000		\$ -	\$ 43,750	\$ 3,150	\$ 3,401	\$ 8,746
All Other Personal Property	\$ 250,000		\$ -	\$ 3,125	\$ 450	\$ 243	\$ 1,249
Inventory- Estd. 0% Freeport	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
Jurisdiction Totals			\$ -	\$ 90,625	\$ 6,750	\$ 7,045	\$ 18,741

Property Taxes, All Jurisdictions, with Abatement in Place \$ 123,161

III. Annual Estimated Property Tax Revenues if No Abatement Applied

	Estd. Value		City of Stafford	SMSD	FBWCID2	HouComm College	Fort Bend County
		Tax Rate	\$ -	\$ 1.25000	\$ 0.18000	\$ 0.09717	\$ 0.49976
Prop. Imp. Value	\$ 3,500,000		\$ -	\$ 43,750	\$ 6,300	\$ 3,401	\$ 17,492
Equipment & Machinery	\$ 3,500,000		\$ -	\$ 43,750	\$ 6,300	\$ 3,401	\$ 17,492
All Other Personal Property	\$ 200,000		\$ -	\$ 3,125	\$ 450	\$ 243	\$ 1,249
Inventory- Estd. 0% Freeport	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
Jurisdiction Totals			\$ -	\$ 90,625	\$ 13,050	\$ 7,045	\$ 36,233

Property Taxes, All Jurisdictions, Abatement Not Applied \$ 146,953

IV. Annual Estimated Property Tax Savings by Item and Jurisdiction

	City of Stafford	SMSD	FBWCID2	HouComm College	Fort Bend County
Annual Property Tax Savings, by Jurisdiction, due to Abatement	\$ -	\$ -	\$ 6,300	\$ -	\$ 17,492

Property Tax Savings, from Abatement, All Jurisdictions \$ 23,792

Less City of Stafford Fee to Create Reinvestment Zone Yr 1 Only \$ (2,000)

Less FBWCID#2 Abatement Application Fee Yr 1 Only \$ (2,000)

Less GFBEDC Annual Membership Fee Yrs 1-10 \$ (2,000)

Net Estimated Savings to Company in Yr 1 Phase 1 improvements only \$ 17,792

Net Estimated Savings to Company Yrs 2-10 Phase I improvements only \$ 21,792