

7011 3500 0000 6663 1607



Biennial Progress Report for Texas Economic Development Act

Economic Development
and Analysis
Form 50-773-A

INTRODUCTION

- You have been assigned an application number. Please verify this number on the website prior to completing the form. This form will indicate the sections you need to complete based on application number.
- This form must be filled out by each applicant that is party to a limitation agreement.
- If the original application was made by a group of two or more companies, each company must complete this form.
- If the original applicant split into two or more applicants after the original agreement, all current agreement holders must complete this form.
- Applicants should only complete the information for their years as an agreement holder, noting what year they were formed after the original agreement was approved.
- Each agreement holder should respond as a current agreement holder in Section 2.
- Applicants should report their proportionate share of required employment and investment information.
- In addition to the Biennial Progress Report required from each applicant that is a party to an agreement, a separate Biennial Progress Report summarizing the combined applicants' data for the entire agreement must be completed.
- If one of the applicants cannot provide this information, a summarization report must be completed by the school district and signed by the superintendent.
- Projects spanning more than one school district must complete forms for each school district.
- Please return signed hard copy forms and electronic spreadsheets to the school district before May 15 of each even-numbered year.

Note:

- The school district that is a party to the Chapter 313 agreement is collecting the data required by Chapter 313.032 on this form for the Comptroller of Public Accounts (CPA).
- The CPA requests companies complete the electronic spreadsheet version of the form. Please submit both an *electronic version* and a *signed hard copy version* of the spreadsheet (with any attachments) to the district. Please contact CPA if you have questions about the form. The spreadsheet version of this form can be downloaded at: www.texasahead.org/tax_programs/chapter313/forms.php.
- After ensuring that all forms are complete, the school district will forward that data to the CPA for inclusion in a statutorily required report to the Texas Legislature.

SECTION 1: Applicant Information

1. Application number 258
2. Name of school district Red Oak Independent School District
3. Name of central appraisal district (CAD) appraising the qualified property in this school district Ellis County Central Appraisal District
4. Name of project on original application (or short description of facility) Triumph Aerostructures, LLC
5. Name of applicant on original application Triumph Aerostructures, LLC
6. Name of company entering into original agreement with district Triumph Aerostructures, LLC
7. If you are one of two or more companies originally applying for a limitation, list all other applicants here and describe their relationships.
(Use attachments if necessary.)

N/A



Biennial Progress Report for Texas Economic Development Act

SECTION 2: Current Agreement Information

1. Name of current agreement holder(s) Triumph Aerostructures, LLC
2. Complete mailing address of current agreement holder 1401 Nolan Ryan Expressway, Arlington, TX, 76011
3. Company contact person for agreement holder:
- | | |
|----------------------------|---------------------------------|
| <u>Wendy Hargus</u> | <u>VP of Finance</u> |
| Name | Title |
| <u>817-804-9400, x5030</u> | <u>whargus@triumphgroup.com</u> |
| Phone | Email |
4. Texas franchise tax ID number of current agreement holder: 32042042732
5. If the current agreement holder does not report under the franchise tax law, please include name and tax ID of reporting entity:
- | | |
|------------|------------|
| <u>N/A</u> | <u>N/A</u> |
| Name | Tax ID |
6. NAICS Code of current agreement holder (6 Digit): 336411
7. If the authorized company representative is different from the contact person listed above:
- | | |
|---|---------------------------------|
| <u>David Black</u> | <u>Senior Manager, Ryan LLC</u> |
| Name | Title |
| <u>Three Galleria Tower, 13155 Noel Road, Dallas, TX, 75240</u> | |
| Complete Mailing Address | |
| <u>972-934-0022, x10-1125</u> | <u>david.black@ryan.com</u> |
| Phone | Email |
8. If you are a current agreement holder who was not an original applicant, please list all other current agreement holders. Please describe the chain of ownership from the original applicant to the new entities. (Use attachments if necessary.)

N/A

SECTION 3: Project Timeline

1. Date original limitation agreement approved by school district May 20, 2013
2. First (complete) year of qualifying time period – after the date the application is approved. See Tax Code §313.021[4]. 2014
3. Date commercial operations began at the site of the project Jan 2014
4. First year of property value limitation 2016

For more information, visit our website: www.TexasAhead.org/tax_programs/chapter313/

SECTION 4: Value Limitation Details

- 1 Minimum limitation amount per Agreement (for entire agreement): 80,000,000.00
- 2 Amount of qualified investment during the qualifying time period the recipient committed to spend or allocate for this project on application (not total investment): 100,000,000.00
- 3 Total qualified investment made from the beginning of the qualifying time period through the end of the qualifying time period or the last complete tax year, if still in the qualifying time period. 163,105,589.00
- 4 Has the size and/or scope of the project changed, resulting in a material change in qualified property from that in the application? ☐ Yes ☒ No
 - 4a. If yes, please describe on an attachment how the actual qualified property — for which you are providing actual and estimated market values on subsequent pages — differs from that property described in the agreement. Include only property located in this school district.
- 5 What was the number of permanent existing jobs at this facility prior to application? 0
(See guidelines for definition of existing job.)


SECTION 5: Job Details

- 1 For agreements before Jan. 1, 2014, does the agreement includes a definition of "new job" other than TAC §9.1051(14)(C), as the rule existed at the time of application? ☐ Yes ☒ No
 - 1a. If yes, please provide the definition of "new job" as used in the agreement. (Use attachments if needed.)

SECTION 6: Authorized Signature

After this report and charts are complete, they should be reviewed and certified to be complete by a company employee authorized to sign on behalf of the company listed in Section 2.

By signing below, I certify that I am an employee of Triumph Aerostructures, a current agreement holder of a limitation on appraised value who is authorized to sign on behalf of the company. I attest that the contents of this form and attachments are true and correct to the best of my knowledge and belief and have determined that the electronic copy is identical to the hard copy of this report.

print here ➔	<u>Wendy Hargus</u>	<u>VP, Finance</u>	<u>817-804-9402</u>
	Print Name of Company Employee	Title	Phone
sign here ➔	<u></u>	<u>5/16/2016</u>	
	Signature of Company Employee	Date	

NOTE: If you amend your report, you will need to resign and resubmit this section with your forms, charts or attachments.

Biennial Progress Report for Texas Economic Development Act

CHART A1: Job Data for Applications 1 through 999

258

App Number:

Date: 5/16/2016

District Name: Red Oak Independent School District

1st Yr. of Qualifying Time Period: 2014

Company Name: Triumph Aerostructures, LLC

CHART A1 - Only complete this for applications 1 through 999.

	Tax year (YYYY)	Qualifying Time Period					Limitation Period					Viable Presence Period				
		Year 1 (First Complete Tax Year)	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10	Year 11	Year 12	Year 13	Year 14	Year 15
1	Number of qualifying jobs' applicant committed to create on application (cumulative)	28	28	28	28	28	28	28	28	28	28	28	28	28	28	28
2	Number of qualifying jobs' applicant actually created (cumulative)	31	30	52	52	52	52	52	52	52	52	52	52	52	52	52
3	Number of new jobs' created (cumulative)	77	35	58	58	58	58	58	58	58	58	58	58	58	58	58
4	Median annual wage of new jobs applicant created	51,104.00	82,607.00	87,807.00	87,807.00	87,807.00	87,807.00	87,807.00	87,807.00	87,807.00	87,807.00	87,807.00	87,807.00	87,807.00	87,807.00	87,807.00
5	Total wages for new jobs applicant created	5,571,278.00	3,079,949.00	5,250,158.00	5,250,158.00	5,250,158.00	5,250,158.00	5,250,158.00	5,250,158.00	5,250,158.00	5,250,158.00	5,250,158.00	5,250,158.00	5,250,158.00	5,250,158.00	5,250,158.00

Actual and projected data. Use actual data for prior years. Estimates are required for current and future years.

Notes:

- Jobs meeting all of the requirements of Tax Code §313.021(3) as the statute existed before Jan. 1, 2014. Do not include construction jobs in counts of qualifying jobs.
- For new job definition see TAC §9.1051(14) as rules existed before Jan. 1, 2014.

The CPA requests companies complete the electronic spreadsheet version of the form and submit identical electronic and hard copy versions of the spreadsheet (with any attachments) to the district.

Biennial Progress Report for Texas Economic Development Act
CHART A2: Investment and Market Values for Applications 1 through 999

Application Number: **258** Date: **5/16/2016**
 Current Agreement Holder Name: **Triumph Aerostructures, LLC**
 ISD Name: **Red Oak Independent School District**

CHART A2 - Only complete this for applications 1 through 999		Year	(YYYY-YYYY)	(actual tax	(cumulative)	property on Jan. 1	market value less any exemptions (such as	market value less any exemptions (such as
Qualifying Time Period	Year	2013-2014	2013	123,664,763	0			0
	Year 1	2014-2015	2014	154,655,589	110,742,489	110,742,489	110,742,489	110,742,489
	Year 2	2015-2016	2015	163,105,589	121,745,230	121,745,230	121,745,230	121,745,230
Value limitation period	3	2016-2017	2016	166,740,647	126,970,263	126,970,263	80,000,000	80,000,000
	4	2017-2018	2017	167,738,852	146,998,437	146,998,437	80,000,000	80,000,000
	5	2018-2019	2018	168,237,057	145,486,976	145,486,976	80,000,000	80,000,000
	6	2019-2020	2019	175,597,313	143,465,593	143,465,593	80,000,000	80,000,000
	7	2020-2021	2020	176,230,012	148,245,052	148,245,052	80,000,000	80,000,000
	8	2021-2022	2021	176,230,012	146,184,952	146,184,952	80,000,000	80,000,000
	9	2022-2023	2022	176,230,012	143,500,210	143,500,210	80,000,000	80,000,000
	10	2023-2024	2023	176,230,012	140,816,961	140,816,961	80,000,000	80,000,000
Viable presence period	11	2024-2025	2024	176,230,012	138,133,712	138,133,712	138,133,712	138,133,712
	12	2025-2026	2025	176,230,012	135,450,464	135,450,464	135,450,464	135,450,464
	13	2026-2027	2026	176,230,012	132,767,215	132,767,215	132,767,215	132,767,215

Actual and projected data. Use actual data for prior years. Estimates are required for current and future years.

Notes:

1. Total investment is all investment at original cost, including land acquired after filing of application. Investments made in a year should be reflected in the subsequent year's market value.
2. Use appraisal values from CAD as available. For future years, use market value that the entity estimates will approximate the market value for ad valorem tax purposes in that year.
3. This amount is typically the taxable value for the purpose of I&S fund or debt service reserve fund.

The CPA requests companies complete the electronic spreadsheet version of the form and submit identical electronic and hard copy versions of the spreadsheet (with any attachments) to the district.

U.S. Postal Service™
CERTIFIED MAIL™ RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

For delivery information visit our website at www.usps.com

RED OAK, TX 75154

OFFICIAL USE

Postage	\$2.70
Certified Fee	\$0.00
Return Receipt Fee (Endorsement Required)	\$0.00
Restricted Delivery Fee (Endorsement Required)	\$0.00
Total Postage & Fees	\$2.70

0240
06

Postmark
Here

05/16/2016

Mr. Scott Niven
Superintendent
Red Oak ISD
P.O. BOX 9000
Red Oak, TX 75154

2011 3500 0000 005E T02

For Instructions