

Project Overview

Affiliated School District

Iola ISD

Project in Multiple ISD

Yes

Company Information

Company Legal Name

TeraFab AI, LLC

Texas Taxpayer I.D.

32105982659

NAICS Code

334413

Property Activity

Manufacturing Facility

Form of Business

Semiconductor and Related Device Manufacturing

Current on Tax Payment to the State of Texas?

Yes

Company Address

Street Address

1 Rocket Road

City

Starbase

State

Texas

Zip Code

78521

Parent Company Information

Legal Name

Space Exploration Technologies Corp

Taxpayer I.D.

10106276719

Parent Company Address

Street Address

1 Rocket Road

City

Starbase

State

Texas

Zip Code

78521

Authorized Company Representative

Full Name

J. Ryan Simpson

Title

Manager, Property Tax (Complex)

Organization

Space Exploration Technologies Corp

Phone Number

310-806-5862

Email Address

james.simpson@spacex.com

Street Address

1 Rocket Road

City

Hawthorne

State

California

Zip Code

90250

2nd Authorized Company Representative

Full Name

Ben Lancaster

Title

Senior Manager, Texas Government Affairs

Organization

Space Exploration Technologies Corp

Phone Number

512-550-1229

Email Address

Benjamin.Lancaster@spacex.com

Street Address

858 FM 1209

City

Bastrop

State

Texas

Zip Code

78602

Authorized Company Consultant

Full Name

Bucky Brannen

Title

Partner

Organization

BRACEWELL LLP

Phone Number

214-758-1011

Email Address

bucky.brannen@bracewell.com

Authorized School District Representative

Full Name

Jeff Dyer

Title

Superintendent

Organization

Iola ISD

Phone Number

979-450-9938

Email Address

jdyer@iolaisd.net

Authorized School District Consultant

No Information provided

Project Information

County Name

Grimes

County Population

29,268

Minimum Investment Required	Required No. of New Jobs
\$20 million	10 Jobs

The Central Appraisal District (CAD) that will be responsible for appraising the property

Grimes CAD

Indicate which zone the land on which proposed new construction or new improvements is located

Reinvestment Zone under Tax Code Chapter 311/312

Zone Name

SpaceX Reinvestment Zone No. 01 - 2026 - 001

Will any of the proposed required investment be leased under a capitalized lease?

Yes

Compelling Factors

Has the applicant entered into any agreements, contracts or letters of intent related to this project?

No

Has the applicant made any publicly available statements regarding the proposed project?

No

Has the applicant applied for or received any federal, state or local permits for activities at the proposed project site?

No

Grants and Loans

Program Name	Proposed/Requested Amount
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No grants and loans available

Taxing Entities

Entity Type	Entity Name	Tax Rate	Percentage
County	Grimes	0.412	100
M&O (ISD)	Iola ISD	0.5981	100
I&S (ISD)	Iola ISD	0.2563	100

Tax Abatements

Entity Type	Tax Abatement Description	Percentage	Start Year	End Year
County	Grimes County Abatement (estimated)	90	2027	2036

Project Timeline

Projected commencement year of construction *

2029

Projected completion year of construction *

2031

Projected commencement year of commercial operations

2031

First year of the incentive period

Last year of the incentive period

2032

2041

Opportunity Zone

Is the project located on a Qualified Opportunity Zone as designated by the United States Treasury?

No

Did the Applicant consider locating the proposed project in a Qualified Opportunity Zone?

No

Schedule A

Tax Year	Column A: Planned Investment	Column B: New Eligible Investment	Column C: Total investment
2029	\$ 2,832,613,867	\$ 1,840,292,533	\$ 4,672,906,400
2030	\$ 3,044,674,511	\$ 1,978,064,089	\$ 5,022,738,600
2031	\$ 3,092,640,056	\$ 2,009,226,344	\$ 5,101,866,400
Total Investments			\$ 14,797,511,400

Schedule B - Construction Period

Project Year	Tax Year	Land Market Value	Eligible Property Taxable Value	I&S Final JETI Taxable Value	M&O Final JETI Taxable Value
1	2029	\$62,000,000	\$0	\$62,000,000	\$62,000,000
2	2030	\$62,000,000	\$3,186,237,361	\$3,248,237,361	\$62,000,000
3	2031	\$62,000,000	\$6,044,486,240	\$6,106,486,240	\$62,000,000

Schedule B - Incentive Period

Project Year	Tax Year	Land Market Value	Eligible Property Taxable Value	I&S Final JETI Taxable Value	M&O Final JETI Taxable Value
4	2032	\$62,000,000	\$8,347,753,781	\$8,409,753,781	\$4,235,876,891

5	2033	\$62,000,000	\$7,427,905,540	\$7,489,905,540	\$3,775,952,770
6	2034	\$62,000,000	\$5,803,543,371	\$5,865,543,371	\$2,963,771,686
7	2035	\$62,000,000	\$4,487,057,790	\$4,549,057,790	\$2,305,528,895
8	2036	\$62,000,000	\$3,766,404,464	\$3,828,404,464	\$1,945,202,232
9	2037	\$62,000,000	\$3,353,426,245	\$3,415,426,245	\$1,738,713,123
10	2038	\$62,000,000	\$3,252,823,457	\$3,314,823,457	\$1,688,411,729
11	2039	\$62,000,000	\$3,155,238,754	\$3,217,238,754	\$1,639,619,377
12	2040	\$62,000,000	\$3,060,581,591	\$3,122,581,591	\$1,592,290,796
13	2041	\$62,000,000	\$2,968,764,143	\$3,030,764,143	\$1,546,382,072

Schedule B - Post Incentive Period

Project Year	Tax Year	Land Market Value	Eligible Property Taxable Value	I&S Final JETI Taxable Value	M&O Final JETI Taxable Value
14	2042	\$62,000,000	\$2,879,701,219	\$2,941,701,219	\$2,941,701,219
15	2043	\$62,000,000	\$2,793,310,182	\$2,855,310,182	\$2,855,310,182
16	2044	\$62,000,000	\$2,709,510,877	\$2,771,510,877	\$2,771,510,877
17	2045	\$62,000,000	\$2,628,225,551	\$2,690,225,551	\$2,690,225,551
18	2046	\$62,000,000	\$2,549,378,784	\$2,611,378,784	\$2,611,378,784
19	2047	\$62,000,000	\$2,472,897,421	\$2,534,897,421	\$2,534,897,421
20	2048	\$62,000,000	\$2,398,710,498	\$2,460,710,498	\$2,460,710,498

Wage Requirements

Wage NAICS Code	Indicate the NAICS level used
33441	WDA
Texas Workforce Commission Quarterly Census of Employment and Wages Area	
Brazos Valley	

Annual Wages

Wage Reporting Year	Wage Reporting Quarter	Average Weekly Wage
---------------------	------------------------	---------------------

2025	Q1	\$1,118.00
2025	Q2	\$1,030.00
2025	Q3	\$1,177.00
2025	Q4	\$1,337.00
Average Annual Wage: \$60,606		110% of Average Annual Wage: \$66,667

Authorized Company Representative (Applicant) Signature

Signature

J. Ryan Simpson

Date

Mon May 04 2026

Proof of payment of filing fee received by the
Comptroller of Public Accounts per TAC Rule
§9.1054 (b)(5)

*(Page Inserted by Office of Texas Comptroller of
Public Accounts)*



Project Description – TERAFAAB Advanced Semiconductor Manufacturing Facility

The TERAFAAB Project (the “Project”) is a next-generation, vertically integrated semiconductor manufacturing and advanced computing fabrication, packaging, and deployment facility proposed for development in the State of Texas. The Project is being led by a consortium of affiliated advanced technology companies, including Tesla, Inc., Space Exploration Technologies Corp. (SpaceX), and xAI Corp.

The Project represents a transformative investment in domestic semiconductor manufacturing capacity and advanced artificial intelligence (AI) infrastructure. TERAFAAB is designed to consolidate the full semiconductor production lifecycle—including integrated circuit design, photomask generation, wafer fabrication, advanced packaging, and system-level integration, with supporting power generation and space compute test facility—into a single, co-located campus. This vertically integrated model is intended to materially reduce production cycle times, enhance design iteration speed, and improve supply chain resilience for critical computing technologies.

The Project is anticipated to incorporate leading-edge semiconductor process technologies, including sub-2 nanometer class nodes, through strategic partnerships with established semiconductor manufacturing and equipment providers.

Initial development activities, including prototype fabrication and process validation, are currently underway in Texas, with the proposed JETI-supported site representing the primary location for full-scale deployment.

The Project is contemplated to be constructed in up to four phases, with total capital investment for all four phases of the Project is expected to range between *\$55 billion and \$119 billion* for initial phases, with long-term expansion potential significantly exceeding this level based on capacity scaling, technology evolution, and market demand.

Key objectives of the Project include establishing a domestically controlled semiconductor ecosystem, accelerating innovation cycles for AI hardware, reducing reliance on foreign supply chains, and supporting large-scale deployment of AI-enabled systems across transportation, robotics, and aerospace applications.

The Project is expected to generate substantial economic benefits for the State of Texas, including the creation of high-skilled jobs, significant ad valorem tax base expansion, and the development of a regional ecosystem supporting advanced manufacturing, engineering, and research activities.

Due to the scale, technological complexity, and capital intensity of the Project, the Applicants are seeking designation under the Texas Jobs, Energy, Technology, and Innovation (JETI) program to support site development, infrastructure investment, and long-term operational viability within the State.

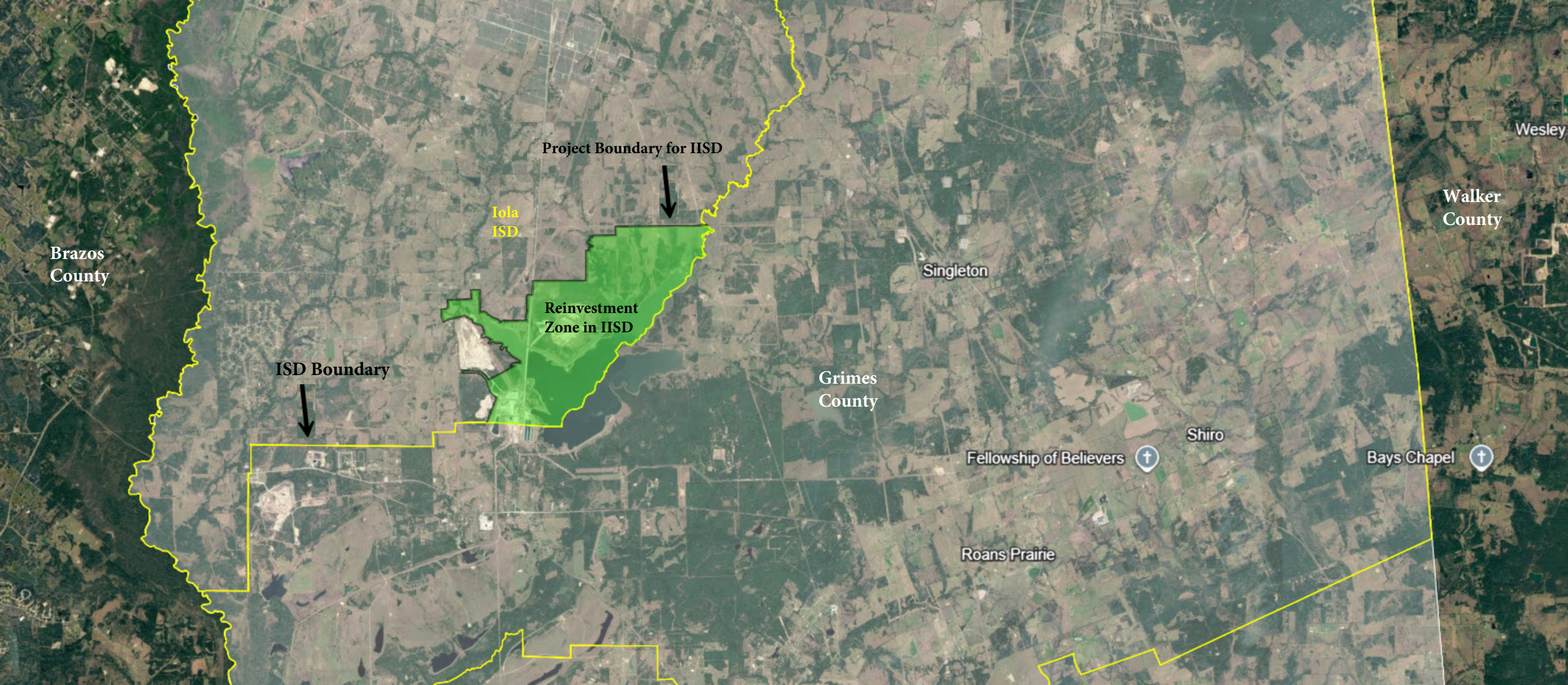
The TERAFAAB Project represents a strategically significant investment aligned with state and federal priorities related to semiconductor independence, advanced manufacturing leadership, and artificial intelligence innovation.

This application pertains to Phase 2 of the four phases that would be located in Iola ISD. Each phase is similar in scope as described herein, and each of the contemplated phases, if constructed, would expand the manufacturing capabilities of the Project.

Property ID	Account No.	Legal Description	Situs Address	ISD	Acreage
R16937	223-000-0660	A0223 P GOODBREAD, TRACT 66, ACRES 1847, ALSO IN A- 15,A-312, A- 471, A-312 (NORTH PART OF LAKE IOLA ISD)	12824 Gibbons Creek Rd, Anderson, TX 77830	Iola ISD	1,847.0000
R76979	223-000-0668	A0223 P GOODBREAD, TRACT 66-8, ACRES 483.798	12824 FM 244 Iola, TX 77861	Iola ISD	483.7980
R78357	223-000-0667	A0223 P GOODBREAD, TRACT 66-7, ACRES 97.866	FM 244 Iola, TX 77861	Iola ISD	97.8660
R76980	223-000-0666	A0223 P GOODBREAD, TRACT 66-6, ACRES 144, (TRACT 2A)	FM 244 Iola, TX 77861	Iola ISD	144.0000
R76977	223-000-0669	A0223 P GOODBREAD, TRACT 66-9, ACRES 88.6, (TRACT 4)	FM 244 Iola, TX 77861	Iola ISD	88.6000
R78356	223-000-0665	A0223 P GOODBREAD, TRACT 66-5, ACRES 18.06, (STRIP)	FM 244 Iola, TX 77861	Iola ISD	18.0600
R76107	15-000-0173	A0015 WM FITZGIBBONS, TRACT 17-3, ACRES 256.33	Not Available	Iola ISD	256.3300

R76106	15-000-0172	A0015 WM FITZGIBBONS, TRACT 17-2, ACRES 256.33	<i>Not Available</i>	Iola ISD	256.3300
R11034	15-000-0170	A0015 WM FITZGIBBONS, TRACT 17, ACRES 256.34	<i>Not Available</i>	Iola ISD	256.3400
R72368	471-000- 0246	A0471 T H WALKER, TRACT 24-6, ACRES 132.55	CR 164 Iola, TX 77861	Iola ISD	132.5500
R19706	471-000- 0490	A0471 T H WALKER, TRACT 49, ACRES 515.89, (TRACT 8)	<i>Not Available</i>	Iola ISD	515.8900
R76978	223-000- 0680	A0223 P GOODBREAD, TRACT 68, ACRES 19.68, (ELECTRIC SUBSTATION)	FM 244 Iola, TX 77861	Iola ISD	19.6800
R79195	223-000- 0661	A0223 P GOODBREAD, TRACT 66-1, ACRES 9.556	FM 244 Iola, TX 77861	Iola ISD	9.5560
R76976	312-000- 0701	A0312 J F MARTIN, TRACT 70-1, ACRES 114.39, (TRACT 7)	FM 244 Iola, TX 77861	Iola ISD	114.3900

Total Acreage 4,240.3900



Brazos
County

Project Boundary for IISD

Iola
ISD

Reinvestment
Zone in IISD

ISD Boundary

Singleton

Grimes
County

Fellowship of Believers

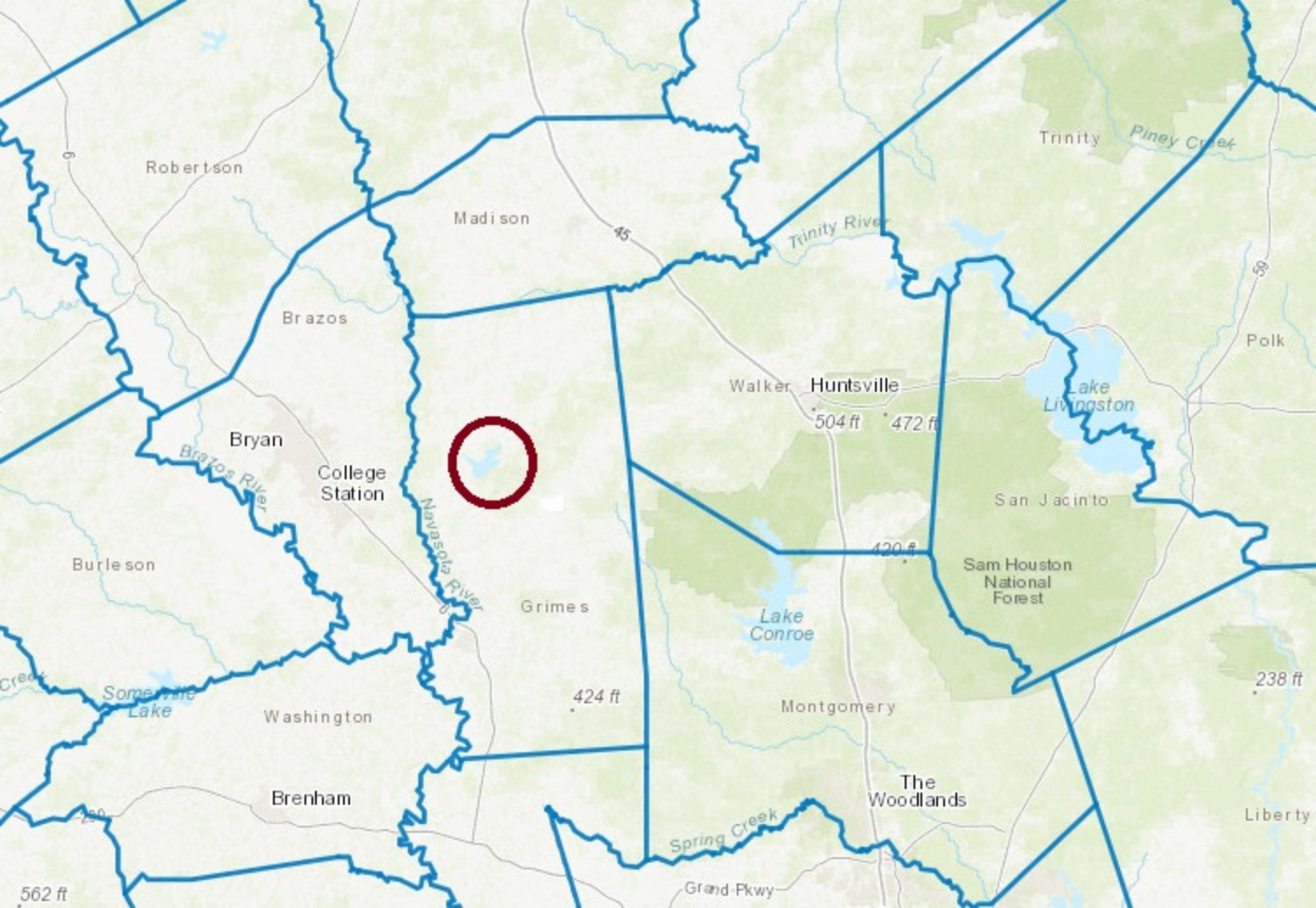
Shiro

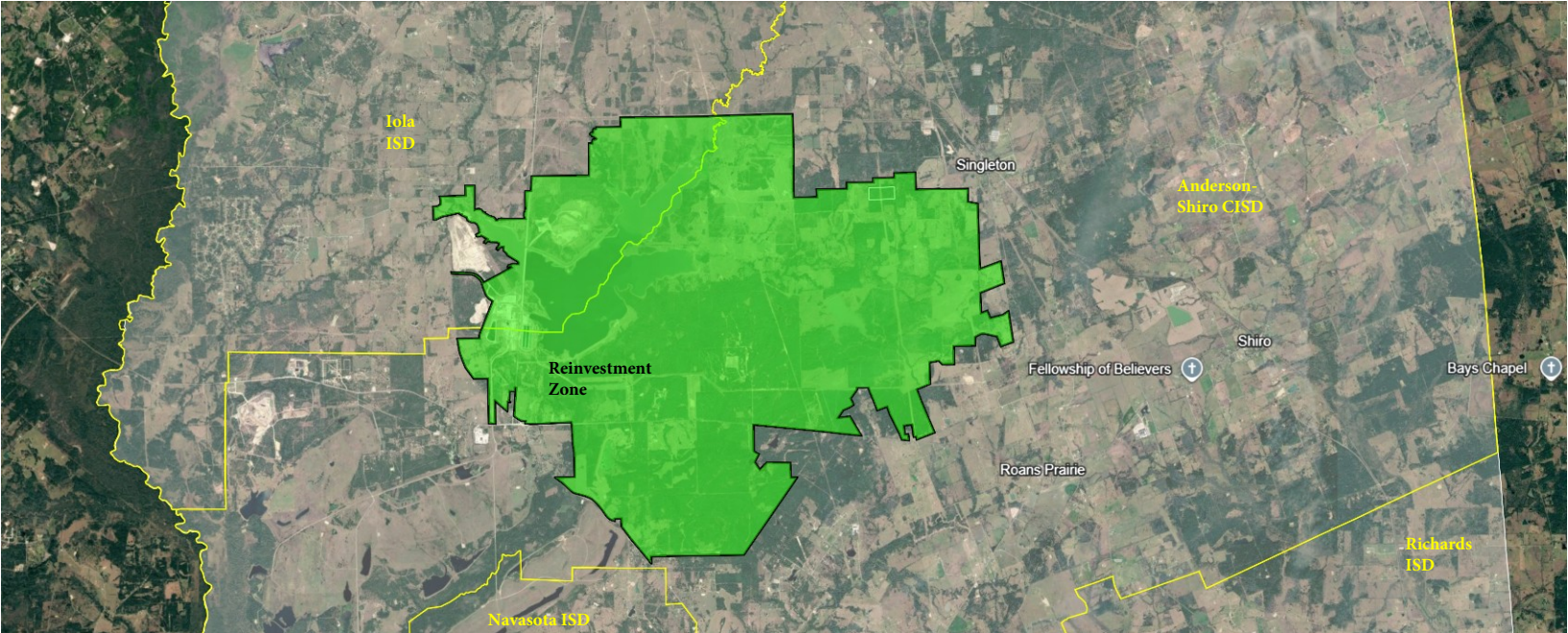
Bays Chapel

Roans Prairie

Walker
County

Wesley







DESCRIPTION OF INELIGIBLE PROPERTY

(JETI Application – TERAFAFAB)

APPLICANT: Terafab AI, LLC
PROJECT NAME: TERAFAFAB - Advanced Manufacturing Campus
COUNTY: Grimes County, Texas
SCHOOL DISTRICT: Iola Independent School District

EXCLUDED PROPERTY (NON-ELIGIBLE)

The following property is **expressly excluded** from Eligible Property:

- Land and land acquisition costs
- Inventory
- Property not used as part of the eligible project
- Any existing property located on the land prior to the JETI agreement being entered into



DESCRIPTION OF ELIGIBLE PROPERTY

(JETI Application – TERAFAFAB) Phase-2

APPLICANT: TERAFAFAB AI, LLC
PROJECT NAME: TERAFAFAB - Advanced Manufacturing Campus
COUNTY: Grimes County, Texas
SCHOOL DISTRICT: Iola ISD

1. STATUTORY BASIS

Pursuant to the **Texas Jobs, Energy, Technology, and Innovation Act**, “Eligible Property” includes certain tangible real and personal property that is:

- Newly constructed, installed, or acquired
- Located inside the project boundary and reinvestment zone
- Used as part of an eligible project (a manufacturing facility or facility engaged in research, development, or manufacture of high-tech equipment or technology)
- Placed in service after execution of the JETI agreement

2. SUMMARY OF ELIGIBLE PROPERTY

Phase 2 would include the following categories of **Eligible Property**, which would be used as part of the eligible project:

A. Real Property Improvements

- Manufacturing buildings (fab facilities, clean rooms, sub-fabs)
- Supporting administrative and engineering offices
- Warehousing and logistics structures
- Utility infrastructure buildings (central utility plant, substations)
- Space Compute Test Facility
- Water treatment, recycling, and related facilities
- Industrial waste treatment facilities
- On-site power generation facility



B. Business Personal Property

- Semiconductor fabrication tools (lithography, etch, deposition systems)
- Robotics and automated material handling systems (AMHS)
- Process control and metrology equipment
- Cleanroom environmental systems (HVAC, filtration)
- Network switches
- Optical fiber cabling
- Optical transceivers
- Hardware accelerators (AI accelerator)
- High-throughput parallel storage arrays
- HVAC systems
- Cooling distribution units
- Dry cooler arrays
- Centrifuge chillers
- Medium Voltage Electrical Equipment
- Low voltage electrical equipment
- General purpose processors
- Graphic Processing Units
- Utility scale battery storage

C. Utility & Energy Infrastructure

- Space Compute Test Facility
- On-site substations and transformers
- On-site power generation facility
- Backup generation systems
- Water treatment and recycling facilities
- Compressed gas and chemical distribution systems

D. Site Improvements

- Roads, paving, and internal transportation infrastructure
- Drainage, stormwater management systems
- Foundations and support structures for equipment



3. PLACEMENT IN SERVICE SCHEDULE

Iola (ISD)	Phase-2
YEAR	ESTIMATED ELIGIBLE INVESTMENT (\$)
2029	\$4,672,906,400
2030	\$5,022,738,600
2031	\$5,101,866,400
TOTAL ELIGIBLE INVESTMENT PROPERTY	\$14,797,511,400

4. LOCATION OF ELIGIBLE PROPERTY

All Eligible Property will be located within the project boundary and reinvestment zone and within the jurisdiction of Iola Independent School District.



LIMITATION AS A COMPELLING FACTOR

(JETI Application – TERAFAFAB)

APPLICANT: TERAFAFAB AI, LLC
PROJECT NAME: TERAFAFAB - Advanced Manufacturing
COUNTY: Campus Grimes County, Texas
SCHOOL DISTRICT: Iola ISD

Pursuant to the requirements of the Texas Jobs, Energy, Technology, and Innovation Act, the Applicant hereby affirms that the availability of a limitation on appraised value for school district maintenance and operations (M&O) property taxes is a compelling factor in the decision whether to invest capital and locate the proposed project within the State of Texas and within the jurisdiction of the above-referenced school district.

The Applicant has conducted a multi-state site selection process evaluating potential locations across Texas, Arizona, New Mexico, and Nevada.

Each jurisdiction was assessed based on:

- Total tax burden (property, franchise, sales/use)
- Availability of infrastructure (power, water, fiber)
- Workforce availability and training incentives
- Speed-to-market and permitting timelines

While Texas offers strategic advantages in infrastructure and workforce, property tax exposure—particularly school district M&O taxes—represents the single largest recurring cost differential between Texas and competing jurisdictions.

The limitation would reduce the effective tax burden by approximately ~48%, materially impacting the internal rate of return (IRR), net present value, payback period for capital investment.



The Applicant's internal investment committee applies a disciplined capital allocation model requiring minimum IRR thresholds, competitive benchmarking against alternative sites, and sensitivity analysis on tax exposure.

Absent the limitation, the project IRR would fall below the minimum investment threshold, and competing jurisdictions (e.g., Arizona) would present a more favorable after-tax return, in which case the project would likely be relocated outside Texas.

The Applicant certifies that the limitation on appraised value directly influences the site selection decision, without the limitation, the project would not be located in the selected Texas school district, the limitation is a determinative factor, not merely an ancillary benefit.

This certification is made in good faith and is consistent with internal financial models, executive decision-making materials, and board-level approvals.

- Board resolutions or investment committee approvals
- Comparative state tax burden analysis
- Financial models showing IRR sensitivity to property taxes
- Third-party site selection consultant reports
- Executive affidavits

Economic Benefit Statement for Terafab - Phase 2 IISD in Grimes County, TX

May 22, 2026

Prepared by:

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Austin, Texas 78735
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www.impactdatasource.com



Table of Contents

Introduction	3
A Description of the Facility and Its Operations	3
Timeline for Permanent Employment and Investment	4
Total Capital Investment and Total Employment	5
Estimated Increase in Appraised Value of Property Attributable to the Project	6
Estimated Ad Valorem Taxes Imposed by Each Taxing Unit on the Investment	7
Total Impact on Gross Domestic Product and Personal Income in the State	12
Impact on Gross Revenues and Employment of Local Businesses	14
The State and Local Tax Revenues Generated as a Result of the Project	16
Direct vs. Indirect Tax Revenues Generated as a Result of the Project	17
Development of Complementary Businesses or Industries in the State	18
State of Texas Benefits: Economic Impact & Tax Revenue	
State of Texas Economic Impacts During Construction	20
State of Texas Fiscal Impacts During Construction	24
State of Texas Economic Impacts During the Facility's Operations	28
State of Texas Fiscal Impacts During the Facility's Operations	36
Local Area Benefits: Economic Impact & Tax Revenue	
Local vs. State Economic Impacts	56
Local Economic Impacts During Construction	56
Local Fiscal Impacts During Construction	58
Local Economic Impacts During the Facility's Operations	60
Local Fiscal Impacts During the Facility's Operations	65
Discussion of Indirect and Induced Impacts	77
About Impact DataSource	78
Some Rates and Assumptions Used in this Analysis	78

An Economic Benefit Statement for Terafab - Phase 2 IISD

Introduction

This report presents the results of an economic impact analysis performed by Impact DataSource, Austin, Texas. The analysis estimates the potential economic benefits to be generated by Terafab - Phase 2 IISD in Grimes County, Texas for the project's Jobs, Energy, Technology and Innovation (JETI) application. The economic benefits include economic impacts - measured by revenues (or output), jobs, and salaries in the state and local region. In addition, the benefits include estimated state and local tax revenues supported by the company, its employees, and other businesses economically linked to the project throughout the state. In total, this analysis covers a 38-year period beginning with 3 years of building construction, a 10-year incentive period, and an additional period of 25 years as required by Tex. Gov't Code § 403.608 (b).

<u>Years</u>	<u>Period</u>
2029-2031	Construction
2032-2041	Incentive Period
2042-2066	Additional 25 Years

A Description of the Facility and Its Operations

Terafab is a planned semiconductor fabrication plant by SpaceX. The current plans involve four phases and a combined total investment of \$119 billion.

This economic benefit statement evaluates the impacts of the portion of the Phase 2 investment occurring within Iola ISD.

Timeline for Permanent Employment and Investment

The facility's timeline for total jobs to be created and investment over the next 38 years will be as follows:

Table 1 Timeline for Permanent Employment and Investment					
Year	Number of New Workers to be Hired Each Year		Buildings and Other Real Property Improvements	Machinery & Equipment	Total JETI Investment
2029	0	Construction	\$1,840,292,533	\$2,832,613,867	\$4,672,906,400
2030	0	Construction	\$1,978,064,089	\$3,044,674,511	\$5,022,738,600
2031	0	Construction	\$2,009,226,344	\$3,092,640,056	\$5,101,866,400
2032	383	Incentive Year 1	\$0	\$0	\$0
2033	0	Incentive Year 2	\$0	\$0	\$0
2034	0	Incentive Year 3	\$0	\$0	\$0
2035	0	Incentive Year 4	\$0	\$0	\$0
2036	0	Incentive Year 5	\$0	\$0	\$0
2037	0	Incentive Year 6	\$0	\$0	\$0
2038	0	Incentive Year 7	\$0	\$0	\$0
2039	0	Incentive Year 8	\$0	\$0	\$0
2040	0	Incentive Year 9	\$0	\$0	\$0
2041	0	Incentive Year 10	\$0	\$0	\$0
2042	0		\$0	\$0	\$0
2043	0		\$0	\$0	\$0
2044	0		\$0	\$0	\$0
2045	0		\$0	\$0	\$0
2046	0		\$0	\$0	\$0
2047	0		\$0	\$0	\$0
2048	0		\$0	\$0	\$0
2049	0		\$0	\$0	\$0
2050	0		\$0	\$0	\$0
2051	0		\$0	\$0	\$0
2052	0		\$0	\$0	\$0
2053	0		\$0	\$0	\$0
2054	0		\$0	\$0	\$0
2055	0		\$0	\$0	\$0
2056	0		\$0	\$0	\$0
2057	0		\$0	\$0	\$0
2058	0		\$0	\$0	\$0
2059	0		\$0	\$0	\$0

Table 1 continued on the next page

Table 1 - Continued Timeline for Permanent Employment and Investment				
Year	Number of New Workers to be Hired Each Year	Buildings and Other Real Property Improvements	Machinery & Equipment	Total JETI Investment
2060	0	\$0	\$0	\$0
2061	0	\$0	\$0	\$0
2062	0	\$0	\$0	\$0
2063	0	\$0	\$0	\$0
2064	0	\$0	\$0	\$0
2065	0	\$0	\$0	\$0
2066	0	\$0	\$0	\$0
<u>Total</u>	<u>383</u>	<u>\$5.83 B</u>	<u>\$8.97 B</u>	<u>\$14.80 B</u>

Total Capital Investment and Total Employment

The facility's proposed capital investment and total employment will be as follows:

Table 2 Total Capital Investment and Employment	
Total Capital Investment	\$14,797,511,400
Total Employment	383

Estimated Increase in Appraised Value of Property Attributable to the Project

The estimated increase in appraised value of the facility's investment over the next 38 years is shown below. The table focuses on the appraised value of the investment as defined by the Jobs, Energy, Technology and Innovation (JETI) program. This property is expected to be eligible for the value limitation.

Table 3 Appraised Value of the Facility's Investment			
Year	Buildings and Other Real Property Improvements	Machinery & Equipment	Total Appraised Value of Investment
2029	\$0	\$0	\$0
2030	\$920,146,267	\$2,266,091,094	\$3,186,237,360
2031	\$1,909,178,311	\$4,135,307,929	\$6,044,486,240
2032	\$2,913,791,483	\$5,433,962,298	\$8,347,753,781
2033	\$3,787,928,928	\$3,639,976,612	\$7,427,905,539
2034	\$3,674,291,060	\$2,129,252,311	\$5,803,543,371
2035	\$3,564,062,328	\$922,995,462	\$4,487,057,791
2036	\$3,457,140,458	\$309,264,006	\$3,766,404,464
2037	\$3,353,426,245	\$0	\$3,353,426,245
2038	\$3,252,823,457	\$0	\$3,252,823,457
2039	\$3,155,238,754	\$0	\$3,155,238,754
2040	\$3,060,581,591	\$0	\$3,060,581,591
2041	\$2,968,764,143	\$0	\$2,968,764,143
2042	\$2,879,701,219	\$0	\$2,879,701,219
2043	\$2,793,310,182	\$0	\$2,793,310,182
2044	\$2,709,510,877	\$0	\$2,709,510,877
2045	\$2,628,225,551	\$0	\$2,628,225,551
2046	\$2,549,378,784	\$0	\$2,549,378,784
2047	\$2,472,897,421	\$0	\$2,472,897,421
2048	\$2,398,710,498	\$0	\$2,398,710,498
2049	\$2,326,749,183	\$0	\$2,326,749,183
2050	\$2,256,946,707	\$0	\$2,256,946,707
2051	\$2,189,238,306	\$0	\$2,189,238,306
2052	\$2,123,561,157	\$0	\$2,123,561,157
2053	\$2,059,854,322	\$0	\$2,059,854,322
2054	\$1,998,058,693	\$0	\$1,998,058,693
2055	\$1,938,116,932	\$0	\$1,938,116,932
2056	\$1,879,973,424	\$0	\$1,879,973,424
2057	\$1,823,574,221	\$0	\$1,823,574,221
2058	\$1,768,866,995	\$0	\$1,768,866,995

Table 3 continued on the next page

Table 3 - Continued Appraised Value of the Facility's Investment			
Year	Buildings and Other Real Property Improvements	Machinery & Equipment	Total Appraised Value of Investment
2059	\$1,715,800,985	\$0	\$1,715,800,985
2060	\$1,664,326,955	\$0	\$1,664,326,955
2061	\$1,614,397,147	\$0	\$1,614,397,147
2062	\$1,565,965,232	\$0	\$1,565,965,232
2063	\$1,518,986,275	\$0	\$1,518,986,275
2064	\$1,473,416,687	\$0	\$1,473,416,687
2065	\$1,429,214,186	\$0	\$1,429,214,186
2066	\$1,386,337,761	\$0	\$1,386,337,761

*Appraised Value Assumptions:
Company's projections*

Estimated Ad Valorem Taxes Imposed by Each Taxing Unit on the Investment

The prospective site is located in Grimes County subject to the following property tax rates:

Table 4 Taxing Units and Tax Rates (Per \$100 of Taxable Value) at Proposed Site			
City:	N/A		0.000000
County:	Grimes County		0.423077
School:	Iola ISD		0.854400
		M&O Rate:	0.66420
		I&S Rate:	0.19020
Spec Dist #1:	Grimes ESD #1		0.015534
<u>Total Rate</u>			<u>1.293011</u>

The estimated ad valorem taxes to be collected by each taxing unit on the eligible investment is summarized in the table below and shown in detail on the following pages.

Table 5 Ad Valorem Taxes for Each Taxing Unit on the Investment Over the Next 38 Years			
City:	N/A		\$0
County:	Grimes County		\$448,543,453
School:	Iola ISD		\$693,003,155
		M&O Taxes:	\$491,354,366
		I&S Taxes:	\$201,648,789
Spec Dist #1:	Grimes ESD #1		\$16,469,045
<u>Total</u>			<u>\$1,158,015,653</u>

It is important to note these property tax calculations reflect the expected taxes on the company's eligible investment. The company may pay additional property taxes on land and inventories and those taxes are detailed separately in the "Local Area Benefits: Economic Impact & Tax Revenue" section of this report.

Table 6 Ad Valorem Taxes for School District on Investment: Iola ISD							
Year	Taxable Value of Eligible Property for M&O Tax*	M&O Tax Rate	M&O Taxes	Taxable Value of Property for I&S Tax**	I&S Tax Rate	I&S Taxes	Total School District Taxes
2029	\$0	0.66420	\$0	\$0	0.19020	\$0	\$0
2030	\$0	0.66420	\$0	\$3,186,237,360	0.19020	\$6,060,223	\$6,060,223
2031	\$0	0.66420	\$0	\$6,044,486,240	0.19020	\$11,496,613	\$11,496,613
2032	\$4,173,876,891	0.66420	\$27,722,890	\$8,347,753,781	0.19020	\$15,877,428	\$43,600,318
2033	\$3,713,952,770	0.66420	\$24,668,074	\$7,427,905,539	0.19020	\$14,127,876	\$38,795,951
2034	\$2,901,771,686	0.66420	\$19,273,568	\$5,803,543,371	0.19020	\$11,038,339	\$30,311,907
2035	\$2,243,528,895	0.66420	\$14,901,519	\$4,487,057,791	0.19020	\$8,534,384	\$23,435,903
2036	\$1,883,202,232	0.66420	\$12,508,229	\$3,766,404,464	0.19020	\$7,163,701	\$19,671,931
2037	\$1,676,713,122	0.66420	\$11,136,729	\$3,353,426,245	0.19020	\$6,378,217	\$17,514,945
2038	\$1,626,411,729	0.66420	\$10,802,627	\$3,252,823,457	0.19020	\$6,186,870	\$16,989,497
2039	\$1,577,619,377	0.66420	\$10,478,548	\$3,155,238,754	0.19020	\$6,001,264	\$16,479,812
2040	\$1,530,290,795	0.66420	\$10,164,191	\$3,060,581,591	0.19020	\$5,821,226	\$15,985,418
2041	\$1,484,382,072	0.66420	\$9,859,266	\$2,968,764,143	0.19020	\$5,646,589	\$15,505,855
2042	\$2,879,701,219	0.66420	\$19,126,975	\$2,879,701,219	0.19020	\$5,477,192	\$24,604,167
2043	\$2,793,310,182	0.66420	\$18,553,166	\$2,793,310,182	0.19020	\$5,312,876	\$23,866,042
2044	\$2,709,510,877	0.66420	\$17,996,571	\$2,709,510,877	0.19020	\$5,153,490	\$23,150,061
2045	\$2,628,225,551	0.66420	\$17,456,674	\$2,628,225,551	0.19020	\$4,998,885	\$22,455,559
2046	\$2,549,378,784	0.66420	\$16,932,974	\$2,549,378,784	0.19020	\$4,848,918	\$21,781,892

Table 6 continued on the next page

Table 6 - Continued
Ad Valorem Taxes for School District on Investment: Iola ISD

Year	Taxable Value of Eligible Property for M&O Tax*	M&O Tax Rate	M&O Taxes	Taxable Value of Property for I&S Tax**	I&S Tax Rate	I&S Taxes	Total School District Taxes
2047	\$2,472,897,421	0.66420	\$16,424,985	\$2,472,897,421	0.19020	\$4,703,451	\$21,128,436
2048	\$2,398,710,498	0.66420	\$15,932,235	\$2,398,710,498	0.19020	\$4,562,347	\$20,494,582
2049	\$2,326,749,183	0.66420	\$15,454,268	\$2,326,749,183	0.19020	\$4,425,477	\$19,879,745
2050	\$2,256,946,707	0.66420	\$14,990,640	\$2,256,946,707	0.19020	\$4,292,713	\$19,283,353
2051	\$2,189,238,306	0.66420	\$14,540,921	\$2,189,238,306	0.19020	\$4,163,931	\$18,704,852
2052	\$2,123,561,157	0.66420	\$14,104,693	\$2,123,561,157	0.19020	\$4,039,013	\$18,143,707
2053	\$2,059,854,322	0.66420	\$13,681,552	\$2,059,854,322	0.19020	\$3,917,843	\$17,599,395
2054	\$1,998,058,693	0.66420	\$13,271,106	\$1,998,058,693	0.19020	\$3,800,308	\$17,071,413
2055	\$1,938,116,932	0.66420	\$12,872,973	\$1,938,116,932	0.19020	\$3,686,298	\$16,559,271
2056	\$1,879,973,424	0.66420	\$12,486,783	\$1,879,973,424	0.19020	\$3,575,709	\$16,062,493
2057	\$1,823,574,221	0.66420	\$12,112,180	\$1,823,574,221	0.19020	\$3,468,438	\$15,580,618
2058	\$1,768,866,995	0.66420	\$11,748,815	\$1,768,866,995	0.19020	\$3,364,385	\$15,113,200
2059	\$1,715,800,985	0.66420	\$11,396,350	\$1,715,800,985	0.19020	\$3,263,453	\$14,659,804
2060	\$1,664,326,955	0.66420	\$11,054,460	\$1,664,326,955	0.19020	\$3,165,550	\$14,220,010
2061	\$1,614,397,147	0.66420	\$10,722,826	\$1,614,397,147	0.19020	\$3,070,583	\$13,793,409
2062	\$1,565,965,232	0.66420	\$10,401,141	\$1,565,965,232	0.19020	\$2,978,466	\$13,379,607
2063	\$1,518,986,275	0.66420	\$10,089,107	\$1,518,986,275	0.19020	\$2,889,112	\$12,978,219
2064	\$1,473,416,687	0.66420	\$9,786,434	\$1,473,416,687	0.19020	\$2,802,439	\$12,588,872
2065	\$1,429,214,186	0.66420	\$9,492,841	\$1,429,214,186	0.19020	\$2,718,365	\$12,211,206
2066	\$1,386,337,761	0.66420	\$9,208,055	\$1,386,337,761	0.19020	\$2,636,814	\$11,844,870
Total			\$491,354,366			\$201,648,789	\$693,003,155

* Taxable Value of Eligible Property for M&O Tax is equal to 50% of the appraised or market value of the investment property during the 10-year incentive period and equal to the appraised or market value thereafter.

** Taxable Value of Property for I&S Tax is equal to the appraised or market value of the investment property.

Table 7 Ad Valorem Taxes for Other Taxing Units on Investment				
Year	N/A 0.000000	Grimes County 0.423077	Other Local Districts 0.015534	Total
2029	\$0	\$0	\$0	\$0
2030	\$0	\$13,480,237	\$494,950	\$13,975,188
2031	\$0	\$25,572,831	\$938,950	\$26,511,782
2032	\$0	\$35,317,426	\$1,296,740	\$36,614,166
2033	\$0	\$31,425,760	\$1,153,851	\$32,579,611
2034	\$0	\$24,553,457	\$901,522	\$25,454,980
2035	\$0	\$18,983,709	\$697,020	\$19,680,729
2036	\$0	\$15,934,791	\$585,073	\$16,519,864
2037	\$0	\$14,187,575	\$520,921	\$14,708,496
2038	\$0	\$13,761,948	\$505,294	\$14,267,241
2039	\$0	\$13,349,089	\$490,135	\$13,839,224
2040	\$0	\$12,948,617	\$475,431	\$13,424,048
2041	\$0	\$12,560,158	\$461,168	\$13,021,326
2042	\$0	\$12,183,354	\$447,333	\$12,630,686
2043	\$0	\$11,817,853	\$433,913	\$12,251,766
2044	\$0	\$11,463,317	\$420,895	\$11,884,213
2045	\$0	\$11,119,418	\$408,269	\$11,527,686
2046	\$0	\$10,785,835	\$396,021	\$11,181,856
2047	\$0	\$10,462,260	\$384,140	\$10,846,400
2048	\$0	\$10,148,392	\$372,616	\$10,521,008
2049	\$0	\$9,843,941	\$361,437	\$10,205,378
2050	\$0	\$9,548,622	\$350,594	\$9,899,217
2051	\$0	\$9,262,164	\$340,076	\$9,602,240
2052	\$0	\$8,984,299	\$329,874	\$9,314,173
2053	\$0	\$8,714,770	\$319,978	\$9,034,748
2054	\$0	\$8,453,327	\$310,378	\$8,763,705
2055	\$0	\$8,199,727	\$301,067	\$8,500,794
2056	\$0	\$7,953,735	\$292,035	\$8,245,770
2057	\$0	\$7,715,123	\$283,274	\$7,998,397
2058	\$0	\$7,483,669	\$274,776	\$7,758,445
2059	\$0	\$7,259,159	\$266,533	\$7,525,692
2060	\$0	\$7,041,385	\$258,537	\$7,299,921
2061	\$0	\$6,830,143	\$250,780	\$7,080,923
2062	\$0	\$6,625,239	\$243,257	\$6,868,496
2063	\$0	\$6,426,482	\$235,959	\$6,662,441

Table 7 continued on the next page

Table 7 - Continued				
Ad Valorem Taxes for Other Taxing Units on Investment				
Year	N/A 0.000000	Grimes County 0.423077	Other Local Districts 0.015534	Total
2064	\$0	\$6,233,687	\$228,881	\$6,462,568
2065	\$0	\$6,046,677	\$222,014	\$6,268,691
2066	\$0	\$5,865,276	\$215,354	\$6,080,630
<u>Total</u>	<u>\$0</u>	<u>\$448,543,453</u>	<u>\$16,469,045</u>	<u>\$465,012,498</u>

Note: Taxable Value of Property for these taxing units is equal to the appraised or market value of the investment property.

Total Impact on Gross Domestic Product and Personal Income in the State

The project's construction and on-going operations will generate new revenues for businesses in the state and increase the gross domestic product of the state. Additionally, these activities will support employment and increase personal income in the state.

The economic output represents gross revenues of businesses impacted by the project. Indirect businesses reflect suppliers to the project and induced businesses reflect business serving employees supported by the project.

State Economic Output During Construction

The economic impact/increase in gross state product during construction of buildings and improvements will be as follows:

Table 8 Economic Impact of Construction at the Firm's Facility			
	Direct	Indirect & Induced	Total
Economic output / increase in gross area product	\$3.79 B	\$5.48 B	\$9.27 B
Construction employment (annual average)	7,024	9,131	16,156
Payroll / increase in state personal income	\$1.52 B	\$1.52 B	\$3.04 B

State Economic Impacts During the Facility's Operations

The total annual economic output/increase in gross state product during the facility's operations is shown below along with the employment and payroll supported in the state economy.

Table 9 Total Economic Impact During the Facility's Operations in the State of Texas			
		Annually at Full Operations in 2032	38-Year Total
Economic output / increase in gross state product:			
	Direct	\$198.56 M	\$9.93 B
	Indirect & Induced	\$181.66 M	\$9.08 B
	<u>Total</u>	<u>\$380.23 M</u>	<u>\$19.01 B</u>
Employment:			
	Direct	383	383
	Indirect & Induced	973	973
	<u>Total</u>	<u>1,356</u>	<u>1,356</u>
Payroll / increase in state personal income:			
	Direct	\$64.70 M	\$3.23 B
	Indirect & Induced	\$54.06 M	\$2.70 B
	<u>Total</u>	<u>\$118.76 M</u>	<u>\$5.94 B</u>

Additional information and year-by-year calculations for state impacts summarized above can be found in the "State of Texas Benefits: Economic Impact & Tax Revenue" section of this report.

Impact on Gross Revenues and Employment of Local Businesses

The project's construction and on-going operations will generate new revenues for local businesses and support local employment. The tables below summarize these local economic impacts within Grimes County.

The economic output represents gross revenues of businesses impacted by the project. Indirect businesses reflect suppliers to the project and induced businesses reflect business serving employees supported by the project.

Local Economic Output During Construction

The economic impact/increase in gross area product during construction of buildings and improvements will be as follows:

Table 10 Local Economic Impact of Construction at the Firm's Facility			
	Direct	Indirect & Induced	Total
Economic output / increase in gross area product	\$3.79 B	\$1.29 B	\$5.07 B
Construction employment (annual average)	7,024	2,015	9,039
Payroll / increase in county personal income	\$1.52 B	\$0.31 B	\$1.83 B

Local Economic Impacts During the Facility's Operations

The total annual economic output/increase in gross area product during the facility's operations is shown below along with the employment and payroll supported in the Grimes County economy.

Table 11 Total Economic Impact During the Facility's Operations in Grimes County			
		Annually at Full Operations in 2032	38-Year Total
Economic output / increase in gross area product:			
	Direct	\$198.56 M	\$9.93 B
	Indirect & Induced	\$32.88 M	\$1.64 B
	<u>Total</u>	<u>\$231.44 M</u>	<u>\$11.57 B</u>
Employment:			
	Direct	383	383
	Indirect & Induced	177	177
	<u>Total</u>	<u>560</u>	<u>560</u>
Payroll/Personal Income:			
	Direct	\$64.70 M	\$3.23 B
	Indirect & Induced	\$11.01 M	\$0.55 B
	<u>Total</u>	<u>\$75.71 M</u>	<u>\$3.79 B</u>

Additional information and year-by-year calculations for state impacts summarized above can be found in the "Local Area Benefits: Economic Impact & Tax Revenue" section of this report.

The State and Local Tax Revenues Generated as a Result of the Project

During construction, the State of Texas and local jurisdictions will receive the following tax revenues:

Table 12 Tax Revenues for the State and Local Taxing Units During Construction				
	Sales Tax Collections	Franchise Tax Collections	Other Taxes and Revenues	Total Tax Revenues
State of Texas	\$161,505,428	\$6,950,092	\$49,927,731	\$218,383,251
Nearby Cities	\$3,876,130	\$0	\$0	\$3,876,130
Grimes County	\$1,292,043	\$0	\$0	\$1,292,043
<u>Total</u>	<u>\$166,673,602</u>	<u>\$6,950,092</u>	<u>\$49,927,731</u>	<u>\$223,551,425</u>

The state and local tax revenues from the facility's operations over the 38-year period is shown below.

Table 13 Tax Revenues for the State and Local Taxing Units During Operations						
	Sales Tax Collections	Hotel Taxes	Franchise Tax Collections	Other Taxes and Revenues	Property Taxes*	Total Tax Revenues
State of Texas	\$108,362,343	\$0	\$14,256,887	\$89,522,874	\$0	\$212,142,104
Nearby Cities	\$2,600,696	\$0	\$0	\$0	\$0	\$2,600,696
Grimes County	\$866,899	\$0	\$0	\$0	\$448,543,453	\$449,410,352
Iola ISD	\$0	\$0	\$0	\$0	\$693,003,155	\$693,003,155
Grimes ESD #1	\$0	\$0	\$0	\$0	\$16,469,045	\$16,469,045
<u>Total</u>	<u>\$111,829,938</u>	<u>\$0</u>	<u>\$14,256,887</u>	<u>\$89,522,874</u>	<u>\$1,158,015,653</u>	<u>\$1,373,625,352</u>

* Property taxes include both taxes on the facilities JETI investment as well as the taxable land and inventories. See the Local Area Benefits section for more detail.

Additional information and year-by-year calculations for state and local tax revenues summarized above can be found in the State of Texas and Local Area Benefits sections of this report.

Direct vs. Indirect Tax Revenues Generated as a Result of the Project

The tables below break down tax revenues during construction and operations, showing direct and indirect taxes. The first table covers construction, and the second focuses on operations.

Table 14 Direct vs. Indirect Tax Revenues for the State & Local Taxing Units During Construction			
	Direct Taxes	Indirect Taxes	Total Tax Revenues
State of Texas	\$112,141,706	\$106,241,544	\$218,383,251
Local Districts	\$3,588,535	\$1,579,639	\$5,168,174
<u>Total</u>	<u>\$115,730,241</u>	<u>\$107,821,184</u>	<u>\$223,551,425</u>

Table 15 Direct vs. Indirect Tax Revenues for the State & Local Taxing Units During Operations			
	Direct Taxes	Indirect Taxes	Total Tax Revenues
State of Texas	\$13,649,604	\$198,492,500	\$212,142,104
Local Districts	\$1,158,214,193	\$3,269,055	\$1,161,483,248
<u>Total</u>	<u>\$1,171,863,796</u>	<u>\$201,761,555</u>	<u>\$1,373,625,352</u>

Direct taxes are the estimated taxes paid by the company. These taxes primarily include the sales taxes paid on taxable purchases or sales, the estimated franchise taxes paid by the company, and property taxes paid by the company. Indirect taxes include all other taxes expected to be supported by the construction and on-going operations of the facility. Indirect taxes include sales taxes paid by the company's workers and by workers of indirect and induced businesses as well as other revenues detailed throughout the report.

Additional information and year-by-year calculations for tax revenues summarized above can be found in the State of Texas and Local Area Benefits sections of this report.

Development of Complementary Businesses or Industries in the State

The company's operations will draw on suppliers throughout the state and drive expansion in complementary businesses. Although the specific businesses are not known at this time, the expansion of industries affected by the company and its employees is shown below based on the impact by industry.

Table 16 Development of Industries in the State		
	New Spending	Percent of Total
Agriculture, forestry, fishing and hunting	\$933,342	0.5%
Mining, quarrying, and oil and gas extraction	\$1,449,658	0.8%
Utilities	\$7,585,883	4.2%
Construction	\$2,462,433	1.4%
Durable goods manufacturing	\$13,960,408	7.7%
Nondurable goods manufacturing	\$11,855,425	6.5%
Wholesale trade	\$12,351,883	6.8%
Retail trade	\$12,907,916	7.1%
Transportation and warehousing	\$7,188,716	4.0%
Information	\$6,334,808	3.5%
Finance and insurance	\$17,495,191	9.6%
Real estate and rental and leasing	\$26,709,457	14.7%
Professional, scientific, and technical services	\$13,066,783	7.2%
Management of companies and enterprises	\$5,520,616	3.0%
Administrative & support & waste mgmt & remediation svcs	\$7,883,758	4.3%
Educational services	\$2,283,708	1.3%
Health care and social assistance	\$15,807,233	8.7%
Arts, entertainment, and recreation	\$1,469,517	0.8%
Accommodation	\$1,390,083	0.8%
Food services and drinking places	\$6,036,933	3.3%
Other services	\$6,970,275	3.8%
<u>Total</u>	<u>\$181,664,027</u>	<u>100.0%</u>

The industries most affected by the project will include:

1. Real estate and rental and leasing
2. Finance and insurance
3. Health care and social assistance
4. Durable goods manufacturing
5. Professional, scientific, and technical services

State of Texas Benefits Economic Impact & Tax Revenue

State of Texas Economic Impacts During Construction

The facility plans to spend the following estimated amounts on construction at the facility:

Table 17 Construction Costs	
Year	Construction Costs
2029	\$1,196,190,147
2030	\$1,285,741,658
2031	\$1,305,997,123
2032	\$0
2033	\$0
<u>Total</u>	<u>\$3,787,928,928</u>

Construction Economic Output/Increase in Gross State Product

The facility's construction project will provide direct, indirect and induced economic output/increase in gross state product, as shown below.

Table 18 Economic Output/Increase in Gross State Product During Construction			
Year	Direct Construction Output	Indirect & Induced Output	Total Output
2029	\$1,196,190,147	\$1,730,169,428	\$2,926,359,574
2030	\$1,285,741,658	\$1,859,696,734	\$3,145,438,392
2031	\$1,305,997,123	\$1,888,994,239	\$3,194,991,363
2032	\$0	\$0	\$0
2033	\$0	\$0	\$0
<u>Total</u>	<u>\$3,787,928,928</u>	<u>\$5,478,860,401</u>	<u>\$9,266,789,329</u>

An explanation of the multipliers used to calculate indirect and induced impacts is included later in this report.

Construction Employment

The estimated number of construction workers for a hypothetical construction project is shown below.

Table 19 Number of Construction Workers for a Hypothetical \$1 Million Construction Project	
Total estimated construction	\$1,000,000
Estimated on-site labor costs as a percentage of construction costs	40%
Estimated annual construction worker's salary	\$71,900
Estimated number of construction workers for a \$1 million construction project	5.56

Using the above average construction worker estimate, the number of construction workers employed during the facility's construction is shown below.

Table 20 Construction Workers Employed During Construction		
Year	Construction Costs	Number of Construction Jobs Supported Each Year
2029	\$1,196,190,147	6,655
2030	\$1,285,741,658	7,153
2031	\$1,305,997,123	7,266
2032	\$0	0
2033	\$0	0
<u>Total</u>	<u>\$3,787,928,928</u>	
<u>Average construction jobs per year</u>		<u>7,024</u>

During construction, the following number of direct, indirect and induced jobs will be supported each year:

Table 21 Direct, Indirect and Induced Employment During Construction			
Year	Direct Construction Employment	Indirect & Induced Employment	Total Employment
2029	6,655	8,651	15,305
2030	7,153	9,298	16,451
2031	7,266	9,445	16,710
2032	0	0	0
2033	0	0	0
<u>Annual Avg.</u>	<u>7,024</u>	<u>9,131</u>	<u>16,156</u>

Construction Payroll

Construction workers will have the following payrolls:

Table 22 Direct Construction Payroll		
Year	Construction Costs	Total Construction Payroll
2029	\$1,196,190,147	\$478,476,059
2030	\$1,285,741,658	\$514,296,663
2031	\$1,305,997,123	\$522,398,849
2032	\$0	\$0
2033	\$0	\$0
<u>Total</u>	<u>\$3,787,928,928</u>	<u>\$1,515,171,571</u>

The direct, indirect and induced payrolls during construction will be the following:

Table 23 Direct, Indirect and Induced Payroll During Construction			
Year	Direct Construction Payroll	Indirect & Induced Payroll	Total Payroll
2029	\$478,476,059	\$480,820,591	\$959,296,650
2030	\$514,296,663	\$516,816,717	\$1,031,113,380
2031	\$522,398,849	\$524,958,604	\$1,047,357,453
2032	\$0	\$0	\$0
2033	\$0	\$0	\$0
Total	\$1,515,171,571	\$1,522,595,912	\$3,037,767,483

State of Texas Fiscal Impacts During Construction

Taxable Sales

The percent of construction costs for building materials and the percent of total worker salaries to be spent on taxable goods and services are shown below.

Table 24 Percent of Construction Costs and Worker Salaries Subject to Sales Tax	
Percent of construction costs for materials	60%
Estimated percent of construction materials that may be subject to sales tax	75%
Percent of worker salaries spent on taxable goods and services	26%
Estimated percent of machinery and equipment subject to sales tax	1.0%

The facility's construction project will result in the following taxable sales:

Table 25 Estimated Taxable Sales					
Year	Estimated Taxable Machinery and Equipment	Estimated Total Construction Materials	Estimated Taxable Construction Materials	Estimated Taxable Worker Spending	Total Taxable Sales
2029	\$28,326,139	\$717,714,088	\$538,285,566	\$249,417,129	\$816,028,834
2030	\$30,446,745	\$771,444,995	\$578,583,746	\$268,089,479	\$877,119,970
2031	\$30,926,401	\$783,598,274	\$587,698,706	\$272,312,938	\$890,938,044
2032	\$0	\$0	\$0	\$0	\$0
2033	\$0	\$0	\$0	\$0	\$0
<u>Total</u>	<u>\$89,699,284</u>	<u>\$2,272,757,357</u>	<u>\$1,704,568,018</u>	<u>\$789,819,546</u>	<u>\$2,584,086,847</u>

Sales Tax Collections

With a 6.25% sales tax, the state will collect the following sales tax on machinery and equipment, construction materials and construction worker spending:

Table 26 Estimated Sales Tax Collections During Construction						
Year	On Taxable Machinery & Equipment	On Construction Materials	On Taxable Worker Spending	Total Sales Tax Collections	<i>Direct Sales Tax Collections</i>	<i>Indirect Sales Tax Collections</i>
2029	\$1,770,384	\$33,642,848	\$15,588,571	\$51,001,802	\$35,413,232	\$15,588,571
2030	\$1,902,922	\$36,161,484	\$16,755,592	\$54,819,998	\$38,064,406	\$16,755,592
2031	\$1,932,900	\$36,731,169	\$17,019,559	\$55,683,628	\$38,664,069	\$17,019,559
2032	\$0	\$0	\$0	\$0	\$0	\$0
2033	\$0	\$0	\$0	\$0	\$0	\$0
<u>Total</u>	<u>\$5,606,205</u>	<u>\$106,535,501</u>	<u>\$49,363,722</u>	<u>\$161,505,428</u>	<u>\$112,141,706</u>	<u>\$49,363,722</u>

Taxable Margins Subject to Texas Franchise Tax

If direct, indirect and induced revenues during construction are revenues for organizations subject to Texas' franchise tax, their taxable margins will be subject to the tax. If this is the case, and the estimated taxable margins of the construction companies and indirect and induced companies are 10% of revenues, then construction on this project will result in the following taxable margins:

Table 27 Estimated Taxable Margins During Construction Subject to Texas' Franchise Tax			
Year	On Direct Revenues During Construction	On Indirect & Induced Revenues	Total Taxable Margins
2029	\$119,619,015	\$173,016,943	\$292,635,957
2030	\$128,574,166	\$185,969,673	\$314,543,839
2031	\$130,599,712	\$188,899,424	\$319,499,136
2032	\$0	\$0	\$0
2033	\$0	\$0	\$0
<u>Total</u>	<u>\$378,792,893</u>	<u>\$547,886,040</u>	<u>\$926,678,933</u>

Franchise Tax Collections

Texas franchise tax is a tax on "taxable margin," which is a concept similar to taxable income. Generally, an entity's taxable margin is its revenue less either its cost of goods sold or its compensation expense, but not both. If 70% of the entity's revenue is less than either of these calculations, then 70% of revenue is the taxable margin. Taxable margin must then be apportioned to business done in Texas, measured by the ratio of gross receipts from business done in Texas to gross receipts from business done everywhere. The tax rate is then applied to the apportioned margin. A rate of .375% is used for taxable entities primarily engaged in retail or wholesale trade, and a .75% rate is used for all other entities.

The estimated franchise tax to be collected by the state from construction companies and indirect and induced businesses is shown below.

Table 28 Estimated Franchise Tax Collections During Construction		
Year	Total Taxable Margins	Franchise Tax Collections
2029	\$292,635,957	\$2,194,770
2030	\$314,543,839	\$2,359,079
2031	\$319,499,136	\$2,396,244
2032	\$0	\$0
2033	\$0	\$0
<u>Total</u>	<u>\$926,678,933</u>	<u>\$6,950,092</u>

Other Taxes and Revenues from Workers

During the facility's construction, other taxes -- in addition to sales and franchise taxes -- will be collected for the State's general fund. The estimated annual collections from each worker of these other taxes during construction are the following:

Table 29 Other Revenues for the State from Each Worker During Construction	
Gasoline taxes	\$38
Motor vehicle sales and use taxes	\$438
Cigarette and tobacco taxes	\$97
Alcohol beverage taxes	\$181
Net lottery proceeds	\$246
<u>Total</u>	<u>\$999</u>

Other taxes and revenues from workers for the State during construction will be the following:

Table 30 Other Revenues for the State from Workers During Construction						
Year	Gasoline Taxes	Motor Vehicle Sales and Use Taxes	Cigarette and Tobacco Taxes	Alcoholic Beverage Taxes	Net Lottery Proceeds	Total Other Taxes & Revenues
2029	\$573,947	\$6,696,045	\$1,484,609	\$2,770,249	\$3,765,090	\$15,289,939
2030	\$635,422	\$7,413,257	\$1,643,625	\$3,066,970	\$4,168,368	\$16,927,643
2031	\$664,795	\$7,755,946	\$1,719,604	\$3,208,746	\$4,361,058	\$17,710,149
2032	\$0	\$0	\$0	\$0	\$0	\$0
2033	\$0	\$0	\$0	\$0	\$0	\$0
<u>Total</u>	<u>\$1,874,164</u>	<u>\$21,865,248</u>	<u>\$4,847,838</u>	<u>\$9,045,965</u>	<u>\$12,294,516</u>	<u>\$49,927,731</u>

Summary of General Fund Revenues for the State During Construction

During the facility's construction project, the State will receive the following revenues for its general fund:

Table 31 General Fund Revenues for the State During Construction				
Year	Sales Tax Collections	Franchise Tax Collections	Other Taxes and Revenues	Total Revenues
2029	\$51,001,802	\$2,194,770	\$15,289,939	\$68,486,511
2030	\$54,819,998	\$2,359,079	\$16,927,643	\$74,106,720
2031	\$55,683,628	\$2,396,244	\$17,710,149	\$75,790,020
2032	\$0	\$0	\$0	\$0
2033	\$0	\$0	\$0	\$0
<u>Total</u>	<u>\$161,505,428</u>	<u>\$6,950,092</u>	<u>\$49,927,731</u>	<u>\$218,383,251</u>

State of Texas Economic Impacts During the Facility's Operations

The facility's estimated annual revenues during the first 38 years are shown below:

Table 32 Facility's Estimated Annual Operating Revenues		
		Total Operating Revenues
2029	Year 1	\$0
2030	Year 2	\$0
2031	Year 3	\$0
2032	Year 4	\$198,561,621
2033	Year 5	\$202,532,854
2034	Year 6	\$206,583,511
2035	Year 7	\$210,715,181
2036	Year 8	\$214,929,485
2037	Year 9	\$219,228,074
2038	Year 10	\$223,612,636
2039	Year 11	\$228,084,888
2040	Year 12	\$232,646,586
2041	Year 13	\$237,299,518
2042	Year 14	\$242,045,508
2043	Year 15	\$246,886,419
2044	Year 16	\$251,824,147
2045	Year 17	\$256,860,630
2046	Year 18	\$261,997,842
2047	Year 19	\$267,237,799
2048	Year 20	\$272,582,555
2049	Year 21	\$278,034,206
2050	Year 22	\$283,594,890
2051	Year 23	\$289,266,788
2052	Year 24	\$295,052,124
2053	Year 25	\$300,953,167
2054	Year 26	\$306,972,230
2055	Year 27	\$313,111,674
2056	Year 28	\$319,373,908
2057	Year 29	\$325,761,386
2058	Year 30	\$332,276,614
2059	Year 31	\$338,922,146
2060	Year 32	\$345,700,589
2061	Year 33	\$352,614,601
2062	Year 34	\$359,666,893

Table 32 continued on the next page

Table 32 - Continued Facility's Estimated Annual Operating Revenues		
		Total Operating Revenues
2063	Year 35	\$366,860,231
2064	Year 36	\$374,197,435
2065	Year 37	\$381,681,384
2066	Year 38	\$389,315,012
<u>Total</u>		<u>\$9.93 B</u>

Economic Output During Operations

The facility's annual operating revenues will result in the following direct, indirect and induced output:

Table 33 Output During Operations			
Year	Direct Operations Output	Indirect & Induced Output	Total Output
2029	\$0	\$0	\$0
2030	\$0	\$0	\$0
2031	\$0	\$0	\$0
2032	\$198,561,621	\$181,664,027	\$380,225,649
2033	\$202,532,854	\$185,297,308	\$387,830,162
2034	\$206,583,511	\$189,003,254	\$395,586,765
2035	\$210,715,181	\$192,783,319	\$403,498,500
2036	\$214,929,485	\$196,638,985	\$411,568,470
2037	\$219,228,074	\$200,571,765	\$419,799,839
2038	\$223,612,636	\$204,583,200	\$428,195,836
2039	\$228,084,888	\$208,674,864	\$436,759,753
2040	\$232,646,586	\$212,848,362	\$445,494,948
2041	\$237,299,518	\$217,105,329	\$454,404,847
2042	\$242,045,508	\$221,447,436	\$463,492,944
2043	\$246,886,419	\$225,876,384	\$472,762,803
2044	\$251,824,147	\$230,393,912	\$482,218,059
2045	\$256,860,630	\$235,001,790	\$491,862,420
2046	\$261,997,842	\$239,701,826	\$501,699,668
2047	\$267,237,799	\$244,495,863	\$511,733,662
2048	\$272,582,555	\$249,385,780	\$521,968,335

Table 33 continued on the next page

Table 33 - Continued Output During Operations			
Year	Direct Operations Output	Indirect & Induced Output	Total Output
2049	\$278,034,206	\$254,373,495	\$532,407,702
2050	\$283,594,890	\$259,460,965	\$543,055,856
2051	\$289,266,788	\$264,650,185	\$553,916,973
2052	\$295,052,124	\$269,943,188	\$564,995,312
2053	\$300,953,167	\$275,342,052	\$576,295,219
2054	\$306,972,230	\$280,848,893	\$587,821,123
2055	\$313,111,674	\$286,465,871	\$599,577,545
2056	\$319,373,908	\$292,195,188	\$611,569,096
2057	\$325,761,386	\$298,039,092	\$623,800,478
2058	\$332,276,614	\$303,999,874	\$636,276,488
2059	\$338,922,146	\$310,079,871	\$649,002,018
2060	\$345,700,589	\$316,281,469	\$661,982,058
2061	\$352,614,601	\$322,607,098	\$675,221,699
2062	\$359,666,893	\$329,059,240	\$688,726,133
2063	\$366,860,231	\$335,640,425	\$702,500,656
2064	\$374,197,435	\$342,353,234	\$716,550,669
2065	\$381,681,384	\$349,200,298	\$730,881,682
2066	\$389,315,012	\$356,184,304	\$745,499,316
<u>Total</u>	<u>\$9.93 B</u>	<u>\$9.08 B</u>	<u>\$19.01 B</u>

Employment during Operations

The facility expects to have the following number of new jobs:

Table 34 Number of Jobs to be Created		
Year	Number of New Jobs to be Created	Cumulative Number of New Jobs
2029	0	0
2030	0	0
2031	0	0
2032	383	383
2033	0	383
2034	0	383
2035	0	383
2036	0	383
2037	0	383
2038	0	383
<u>Total</u>	<u>383</u>	

Therefore, the following number of direct, indirect and induced jobs will be supported during the facility's operations:

Table 35 Direct, Indirect & Induced Employment During Operations			
Year	Direct Operations Employment	Indirect & Induced Employment	Total Employment
2029	0	0	0
2030	0	0	0
2031	0	0	0
2032	383	973	1,356
2033	383	973	1,356
2034	383	973	1,356
2035	383	973	1,356
2036	383	973	1,356
2037	383	973	1,356

Table 35 continued on the next page

Table 35 - Continued			
Direct, Indirect & Induced Employment During Operations			
Year	Direct Operations Employment	Indirect & Induced Employment	Total Employment
2038	383	973	1,356
2039	383	973	1,356
2040	383	973	1,356
2041	383	973	1,356
2042	383	973	1,356
2043	383	973	1,356
2044	383	973	1,356
2045	383	973	1,356
2046	383	973	1,356
2047	383	973	1,356
2048	383	973	1,356
2049	383	973	1,356
2050	383	973	1,356
2051	383	973	1,356
2052	383	973	1,356
2053	383	973	1,356
2054	383	973	1,356
2055	383	973	1,356
2056	383	973	1,356
2057	383	973	1,356
2058	383	973	1,356
2059	383	973	1,356
2060	383	973	1,356
2061	383	973	1,356
2062	383	973	1,356
2063	383	973	1,356
2064	383	973	1,356
2065	383	973	1,356
2066	383	973	1,356

The estimated annual payroll at the facility will be the following:

Table 36 Estimated Annual Payroll			
Percent of annual increase		2.0%	
	Year	Average Annual Salaries	Annual Payroll
Year 1	2029	\$159,181	\$0
Year 2	2030	\$162,365	\$0
Year 3	2031	\$165,612	\$0
Year 4	2032	\$168,924	\$64,698,031
Year 5	2033	\$172,303	\$65,991,992
Year 6	2034	\$175,749	\$67,311,831
Year 7	2035	\$179,264	\$68,658,068
Year 8	2036	\$182,849	\$70,031,229
Year 9	2037	\$186,506	\$71,431,854
Year 10	2038	\$190,236	\$72,860,491
Year 11	2039	\$194,041	\$74,317,701
Year 12	2040	\$197,922	\$75,804,055
Year 13	2041	\$201,880	\$77,320,136
Year 14	2042	\$205,918	\$78,866,539
Year 15	2043	\$210,036	\$80,443,870
Year 16	2044	\$214,237	\$82,052,747
Year 17	2045	\$218,522	\$83,693,802
Year 18	2046	\$222,892	\$85,367,678
Year 19	2047	\$227,350	\$87,075,031
Year 20	2048	\$231,897	\$88,816,532
Year 21	2049	\$236,535	\$90,592,863
Year 22	2050	\$241,266	\$92,404,720
Year 23	2051	\$246,091	\$94,252,814
Year 24	2052	\$251,013	\$96,137,871
Year 25	2053	\$256,033	\$98,060,628
Year 26	2054	\$261,154	\$100,021,841
Year 27	2055	\$266,377	\$102,022,277
Year 28	2056	\$271,704	\$104,062,723
Year 29	2057	\$277,138	\$106,143,977
Year 30	2058	\$282,681	\$108,266,857
Year 31	2059	\$288,335	\$110,432,194
Year 32	2060	\$294,101	\$112,640,838
Year 33	2061	\$299,983	\$114,893,655

Table 36 continued on the next page

Table 36 - Continued Estimated Annual Payroll			
	Year	Average Annual Salaries	Annual Payroll
Year 34	2062	\$305,983	\$117,191,528
Year 35	2063	\$312,103	\$119,535,358
Year 36	2064	\$318,345	\$121,926,066
Year 37	2065	\$324,712	\$124,364,587
Year 38	2066	\$331,206	\$126,851,879

The direct, indirect and induced payrolls during the facility's operations will be the following:

Table 37 Direct, Indirect and Induced Payroll During Operations			
Year	Direct Operations Payroll	Indirect & Induced Payroll	Total Payroll
2029	\$0	\$0	\$0
2030	\$0	\$0	\$0
2031	\$0	\$0	\$0
2032	\$64,698,031	\$54,061,675	\$118,759,706
2033	\$65,991,992	\$55,142,908	\$121,134,900
2034	\$67,311,831	\$56,245,766	\$123,557,598
2035	\$68,658,068	\$57,370,682	\$126,028,750
2036	\$70,031,229	\$58,518,095	\$128,549,325
2037	\$71,431,854	\$59,688,457	\$131,120,311
2038	\$72,860,491	\$60,882,226	\$133,742,717
2039	\$74,317,701	\$62,099,871	\$136,417,572
2040	\$75,804,055	\$63,341,868	\$139,145,923
2041	\$77,320,136	\$64,608,706	\$141,928,842
2042	\$78,866,539	\$65,900,880	\$144,767,419
2043	\$80,443,870	\$67,218,897	\$147,662,767
2044	\$82,052,747	\$68,563,275	\$150,616,022
2045	\$83,693,802	\$69,934,541	\$153,628,343
2046	\$85,367,678	\$71,333,232	\$156,700,910
2047	\$87,075,031	\$72,759,896	\$159,834,928
2048	\$88,816,532	\$74,215,094	\$163,031,626
2049	\$90,592,863	\$75,699,396	\$166,292,259
2050	\$92,404,720	\$77,213,384	\$169,618,104

Table 37 continued on the next page

Table 37 - Continued			
Direct, Indirect and Induced Payroll During Operations			
Year	Direct Operations Payroll	Indirect & Induced Payroll	Total Payroll
2051	\$94,252,814	\$78,757,652	\$173,010,466
2052	\$96,137,871	\$80,332,805	\$176,470,675
2053	\$98,060,628	\$81,939,461	\$180,000,089
2054	\$100,021,841	\$83,578,250	\$183,600,091
2055	\$102,022,277	\$85,249,815	\$187,272,093
2056	\$104,062,723	\$86,954,811	\$191,017,534
2057	\$106,143,977	\$88,693,908	\$194,837,885
2058	\$108,266,857	\$90,467,786	\$198,734,643
2059	\$110,432,194	\$92,277,141	\$202,709,336
2060	\$112,640,838	\$94,122,684	\$206,763,522
2061	\$114,893,655	\$96,005,138	\$210,898,793
2062	\$117,191,528	\$97,925,241	\$215,116,769
2063	\$119,535,358	\$99,883,746	\$219,419,104
2064	\$121,926,066	\$101,881,420	\$223,807,486
2065	\$124,364,587	\$103,919,049	\$228,283,636
2066	\$126,851,879	\$105,997,430	\$232,849,308
<u>Total</u>	<u>\$3.23 B</u>	<u>\$2.70 B</u>	<u>\$5.94 B</u>

State of Texas Fiscal Impacts During the Facility's Operations

Taxable Sales on Direct, Indirect and Induced Worker Spending

An estimated 26% of the gross salaries of direct, indirect and induced workers will be spent on taxable goods and services. If this is the case, worker spending will result in taxable sales, as shown below.

Table 38 Taxable Spending by Direct, Indirect, & Induced Workers		
Year	Worker Salaries	Workers' Taxable Spending
2029	\$0	\$0
2030	\$0	\$0
2031	\$0	\$0
2032	\$118,759,706	\$30,877,523
2033	\$121,134,900	\$31,495,074
2034	\$123,557,598	\$32,124,975
2035	\$126,028,750	\$32,767,475
2036	\$128,549,325	\$33,422,824
2037	\$131,120,311	\$34,091,281
2038	\$133,742,717	\$34,773,107
2039	\$136,417,572	\$35,468,569
2040	\$139,145,923	\$36,177,940
2041	\$141,928,842	\$36,901,499
2042	\$144,767,419	\$37,639,529
2043	\$147,662,767	\$38,392,319
2044	\$150,616,022	\$39,160,166
2045	\$153,628,343	\$39,943,369
2046	\$156,700,910	\$40,742,236
2047	\$159,834,928	\$41,557,081
2048	\$163,031,626	\$42,388,223
2049	\$166,292,259	\$43,235,987
2050	\$169,618,104	\$44,100,707
2051	\$173,010,466	\$44,982,721
2052	\$176,470,675	\$45,882,376
2053	\$180,000,089	\$46,800,023
2054	\$183,600,091	\$47,736,024
2055	\$187,272,093	\$48,690,744
2056	\$191,017,534	\$49,664,559
2057	\$194,837,885	\$50,657,850
2058	\$198,734,643	\$51,671,007

Table 38 continued on the next page

Table 38 - Continued		
Taxable Spending by Direct, Indirect, & Induced Workers		
Year	Worker Salaries	Workers' Taxable Spending
2059	\$202,709,336	\$52,704,427
2060	\$206,763,522	\$53,758,516
2061	\$210,898,793	\$54,833,686
2062	\$215,116,769	\$55,930,360
2063	\$219,419,104	\$57,048,967
2064	\$223,807,486	\$58,189,946
2065	\$228,283,636	\$59,353,745
2066	\$232,849,308	\$60,540,820
<u>Total</u>	<u>\$5.94 B</u>	<u>\$1.54 B</u>

The Facility's Taxable Sales

The facility does not expect to have any sales subject to Texas sales tax.

Taxable Spending by the Facility and Indirect and Induced Companies

The facility's estimated taxable spending is shown below along with 1% of operating expenditures of indirect and induced companies which may be spent on taxable goods and services. If this is the case, the following taxable spending can be expected from the companies:

Table 39 Taxable Spending by the Facility and Indirect Companies			
Year	The Facility's Estimated Taxable Spending	Estimated Taxable Spending by Indirect & Induced Companies	Total Facility and Companies' Taxable Spending
2029	\$0	\$0	\$0
2030	\$0	\$0	\$0
2031	\$0	\$0	\$0
2032	\$1,985,616	\$1,816,640	\$3,802,256
2033	\$2,025,329	\$1,852,973	\$3,878,302
2034	\$2,065,835	\$1,890,033	\$3,955,868
2035	\$2,107,152	\$1,927,833	\$4,034,985
2036	\$2,149,295	\$1,966,390	\$4,115,685
2037	\$2,192,281	\$2,005,718	\$4,197,998
2038	\$2,236,126	\$2,045,832	\$4,281,958
2039	\$2,280,849	\$2,086,749	\$4,367,598
2040	\$2,326,466	\$2,128,484	\$4,454,949
2041	\$2,372,995	\$2,171,053	\$4,544,048
2042	\$2,420,455	\$2,214,474	\$4,634,929
2043	\$2,468,864	\$2,258,764	\$4,727,628
2044	\$2,518,241	\$2,303,939	\$4,822,181
2045	\$2,568,606	\$2,350,018	\$4,918,624
2046	\$2,619,978	\$2,397,018	\$5,016,997
2047	\$2,672,378	\$2,444,959	\$5,117,337
2048	\$2,725,826	\$2,493,858	\$5,219,683
2049	\$2,780,342	\$2,543,735	\$5,324,077
2050	\$2,835,949	\$2,594,610	\$5,430,559
2051	\$2,892,668	\$2,646,502	\$5,539,170
2052	\$2,950,521	\$2,699,432	\$5,649,953
2053	\$3,009,532	\$2,753,421	\$5,762,952
2054	\$3,069,722	\$2,808,489	\$5,878,211
2055	\$3,131,117	\$2,864,659	\$5,995,775
2056	\$3,193,739	\$2,921,952	\$6,115,691

Table 39 continued on the next page

Table 39 - Continued Taxable Spending by the Facility and Indirect Companies			
Year	The Facility's Estimated Taxable Spending	Estimated Taxable Spending by Indirect & Induced Companies	Total Facility and Companies' Taxable Spending
2057	\$3,257,614	\$2,980,391	\$6,238,005
2058	\$3,322,766	\$3,039,999	\$6,362,765
2059	\$3,389,221	\$3,100,799	\$6,490,020
2060	\$3,457,006	\$3,162,815	\$6,619,821
2061	\$3,526,146	\$3,226,071	\$6,752,217
2062	\$3,596,669	\$3,290,592	\$6,887,261
2063	\$3,668,602	\$3,356,404	\$7,025,007
2064	\$3,741,974	\$3,423,532	\$7,165,507
2065	\$3,816,814	\$3,492,003	\$7,308,817
2066	\$3,893,150	\$3,561,843	\$7,454,993
<u>Total</u>	<u>\$99.27 M</u>	<u>\$90.82 M</u>	<u>\$190.09 M</u>

Taxable Spending by Out-of-Town Visitors to the Facility

The firm did not provide information on the number of out-of-town visitors to its facility. As a result, this analysis does not include any visitor spending. However, it is reasonable to assume the facility will attract some visitors, so the exclusion of this spending likely results in a conservative estimate of the project's total impact.

Table 40 Spending by a Typical Out-of-State Visitor	
Estimated number of out of town visitors	0
Annual increase in number of out of town visitors from year 1 to 10 (0% after)	0.0%
Estimated average number of days spent visiting the facility	0
Average daily spending in the community subject to sales tax	\$0
Estimated number of nights in a local motel	0
Average nightly room rate at a local motel	\$0
Average annual increase in nightly room rate	2.0%
Average annual increase in daily taxable spending in the community	2.0%

Therefore, taxable spending by these visitors in the community and spending on lodging subject to hotel occupancy taxes are shown below.

Table 41 Spending by Out-of-Town Visitors		
Year	Taxable Spending in the Community	Spending on Lodging in the Community
2029	\$0	\$0
2030	\$0	\$0
2031	\$0	\$0
2032	\$0	\$0
2033	\$0	\$0
2034	\$0	\$0
2035	\$0	\$0
2036	\$0	\$0
2037	\$0	\$0
2038	\$0	\$0
2039	\$0	\$0
2040	\$0	\$0
2041	\$0	\$0
2042	\$0	\$0
2043	\$0	\$0
2044	\$0	\$0
2045	\$0	\$0
2046	\$0	\$0
2047	\$0	\$0
2048	\$0	\$0
2049	\$0	\$0
2050	\$0	\$0
2051	\$0	\$0
2052	\$0	\$0
2053	\$0	\$0
2054	\$0	\$0
2055	\$0	\$0
2056	\$0	\$0
2057	\$0	\$0
2058	\$0	\$0
2059	\$0	\$0
2060	\$0	\$0
2061	\$0	\$0
2062	\$0	\$0

Table 41 continued on the next page

Table 41 - Continued Spending by Out-of-Town Visitors		
Year	Taxable Spending in the Community	Spending on Lodging in the Community
2063	\$0	\$0
2064	\$0	\$0
2065	\$0	\$0
2066	\$0	\$0
<u>Total</u>	<u>\$0</u>	<u>\$0</u>

Total Taxable Sales

Taxable spending by workers and spending by the facility and related indirect and induced companies will result in the following total taxable sales:

Table 42 Estimated Total Taxable Sales						
Year	Workers' Taxable Spending	The Facility's Taxable Sales	The Company's Taxable Spending	Indirect & Induced Companies' Taxable Spending	Taxable Spending by Visitors in The Community	Total Taxable Sales
2029	\$0	\$0	\$0	\$0	\$0	\$0
2030	\$0	\$0	\$0	\$0	\$0	\$0
2031	\$0	\$0	\$0	\$0	\$0	\$0
2032	\$30,877,523	\$0	\$1,985,616	\$1,816,640	\$0	\$34,679,780
2033	\$31,495,074	\$0	\$2,025,329	\$1,852,973	\$0	\$35,373,376
2034	\$32,124,975	\$0	\$2,065,835	\$1,890,033	\$0	\$36,080,843
2035	\$32,767,475	\$0	\$2,107,152	\$1,927,833	\$0	\$36,802,460
2036	\$33,422,824	\$0	\$2,149,295	\$1,966,390	\$0	\$37,538,509
2037	\$34,091,281	\$0	\$2,192,281	\$2,005,718	\$0	\$38,289,279
2038	\$34,773,107	\$0	\$2,236,126	\$2,045,832	\$0	\$39,055,065
2039	\$35,468,569	\$0	\$2,280,849	\$2,086,749	\$0	\$39,836,166
2040	\$36,177,940	\$0	\$2,326,466	\$2,128,484	\$0	\$40,632,890
2041	\$36,901,499	\$0	\$2,372,995	\$2,171,053	\$0	\$41,445,547
2042	\$37,639,529	\$0	\$2,420,455	\$2,214,474	\$0	\$42,274,458
2043	\$38,392,319	\$0	\$2,468,864	\$2,258,764	\$0	\$43,119,947
2044	\$39,160,166	\$0	\$2,518,241	\$2,303,939	\$0	\$43,982,346
2045	\$39,943,369	\$0	\$2,568,606	\$2,350,018	\$0	\$44,861,993
2046	\$40,742,236	\$0	\$2,619,978	\$2,397,018	\$0	\$45,759,233

Table 42 continued on the next page

Table 42 - Continued
Estimated Total Taxable Sales

Year	Workers' Taxable Spending	The Facility's Taxable Sales	The Company's Taxable Spending	Indirect & Induced Companies' Taxable Spending	Taxable Spending by Visitors in The Community	Total Taxable Sales
2047	\$41,557,081	\$0	\$2,672,378	\$2,444,959	\$0	\$46,674,418
2048	\$42,388,223	\$0	\$2,725,826	\$2,493,858	\$0	\$47,607,906
2049	\$43,235,987	\$0	\$2,780,342	\$2,543,735	\$0	\$48,560,064
2050	\$44,100,707	\$0	\$2,835,949	\$2,594,610	\$0	\$49,531,266
2051	\$44,982,721	\$0	\$2,892,668	\$2,646,502	\$0	\$50,521,891
2052	\$45,882,376	\$0	\$2,950,521	\$2,699,432	\$0	\$51,532,329
2053	\$46,800,023	\$0	\$3,009,532	\$2,753,421	\$0	\$52,562,975
2054	\$47,736,024	\$0	\$3,069,722	\$2,808,489	\$0	\$53,614,235
2055	\$48,690,744	\$0	\$3,131,117	\$2,864,659	\$0	\$54,686,520
2056	\$49,664,559	\$0	\$3,193,739	\$2,921,952	\$0	\$55,780,250
2057	\$50,657,850	\$0	\$3,257,614	\$2,980,391	\$0	\$56,895,855
2058	\$51,671,007	\$0	\$3,322,766	\$3,039,999	\$0	\$58,033,772
2059	\$52,704,427	\$0	\$3,389,221	\$3,100,799	\$0	\$59,194,447
2060	\$53,758,516	\$0	\$3,457,006	\$3,162,815	\$0	\$60,378,336
2061	\$54,833,686	\$0	\$3,526,146	\$3,226,071	\$0	\$61,585,903
2062	\$55,930,360	\$0	\$3,596,669	\$3,290,592	\$0	\$62,817,621
2063	\$57,048,967	\$0	\$3,668,602	\$3,356,404	\$0	\$64,073,974
2064	\$58,189,946	\$0	\$3,741,974	\$3,423,532	\$0	\$65,355,453
2065	\$59,353,745	\$0	\$3,816,814	\$3,492,003	\$0	\$66,662,562
2066	\$60,540,820	\$0	\$3,893,150	\$3,561,843	\$0	\$67,995,813
<u>Total</u>	<u>\$1,543,705,657</u>	<u>\$0</u>	<u>\$99,269,845</u>	<u>\$90,821,981</u>	<u>\$0</u>	<u>\$1,733,797,484</u>

Sales Tax Collections

With a 6.25% sales tax, the state will collect the following sales tax on the spending of workers, companies and visitors:

Table 43 Estimated Sales Tax Collections During Operations						
Year	On Workers' Spending	On The Facility's Taxable Sales	On the Company's Taxable Spending	On Indirect Companies' Taxable Spending	On Taxable Spending of Visitors in the Community	Total Sales Tax Collections
2029	\$0	\$0	\$0	\$0	\$0	\$0
2030	\$0	\$0	\$0	\$0	\$0	\$0
2031	\$0	\$0	\$0	\$0	\$0	\$0
2032	\$1,929,845	\$0	\$124,101	\$113,540	\$0	\$2,167,486
2033	\$1,968,442	\$0	\$126,583	\$115,811	\$0	\$2,210,836
2034	\$2,007,811	\$0	\$129,115	\$118,127	\$0	\$2,255,053
2035	\$2,047,967	\$0	\$131,697	\$120,490	\$0	\$2,300,154
2036	\$2,088,927	\$0	\$134,331	\$122,899	\$0	\$2,346,157
2037	\$2,130,705	\$0	\$137,018	\$125,357	\$0	\$2,393,080
2038	\$2,173,319	\$0	\$139,758	\$127,865	\$0	\$2,440,942
2039	\$2,216,786	\$0	\$142,553	\$130,422	\$0	\$2,489,760
2040	\$2,261,121	\$0	\$145,404	\$133,030	\$0	\$2,539,556
2041	\$2,306,344	\$0	\$148,312	\$135,691	\$0	\$2,590,347
2042	\$2,352,471	\$0	\$151,278	\$138,405	\$0	\$2,642,154
2043	\$2,399,520	\$0	\$154,304	\$141,173	\$0	\$2,694,997
2044	\$2,447,510	\$0	\$157,390	\$143,996	\$0	\$2,748,897
2045	\$2,496,461	\$0	\$160,538	\$146,876	\$0	\$2,803,875
2046	\$2,546,390	\$0	\$163,749	\$149,814	\$0	\$2,859,952
2047	\$2,597,318	\$0	\$167,024	\$152,810	\$0	\$2,917,151
2048	\$2,649,264	\$0	\$170,364	\$155,866	\$0	\$2,975,494
2049	\$2,702,249	\$0	\$173,771	\$158,983	\$0	\$3,035,004
2050	\$2,756,294	\$0	\$177,247	\$162,163	\$0	\$3,095,704
2051	\$2,811,420	\$0	\$180,792	\$165,406	\$0	\$3,157,618
2052	\$2,867,648	\$0	\$184,408	\$168,714	\$0	\$3,220,771
2053	\$2,925,001	\$0	\$188,096	\$172,089	\$0	\$3,285,186
2054	\$2,983,501	\$0	\$191,858	\$175,531	\$0	\$3,350,890
2055	\$3,043,172	\$0	\$195,695	\$179,041	\$0	\$3,417,907
2056	\$3,104,035	\$0	\$199,609	\$182,622	\$0	\$3,486,266
2057	\$3,166,116	\$0	\$203,601	\$186,274	\$0	\$3,555,991
2058	\$3,229,438	\$0	\$207,673	\$190,000	\$0	\$3,627,111
2059	\$3,294,027	\$0	\$211,826	\$193,800	\$0	\$3,699,653
2060	\$3,359,907	\$0	\$216,063	\$197,676	\$0	\$3,773,646
2061	\$3,427,105	\$0	\$220,384	\$201,629	\$0	\$3,849,119
2062	\$3,495,647	\$0	\$224,792	\$205,662	\$0	\$3,926,101

Table 43 continued on the next page

Table 43 - Continued Estimated Sales Tax Collections During Operations						
Year	On Workers' Spending	On The Facility's Taxable Sales	On the Company's Spending	On Indirect Companies' Taxable Spending	On Taxable Spending of Visitors in the Community	Total Sales Tax Collections
2063	\$3,565,560	\$0	\$229,288	\$209,775	\$0	\$4,004,623
2064	\$3,636,872	\$0	\$233,873	\$213,971	\$0	\$4,084,716
2065	\$3,709,609	\$0	\$238,551	\$218,250	\$0	\$4,166,410
2066	\$3,783,801	\$0	\$243,322	\$222,615	\$0	\$4,249,738
<u>Total</u>	<u>\$96,481,604</u>	<u>\$0</u>	<u>\$6,204,365</u>	<u>\$5,676,374</u>	<u>\$0</u>	<u>\$108,362,343</u>

Hotel Occupancy Tax Collections

From the overnight lodging spending of visitors to the facility, the state will collect the following hotel occupancy taxes:

Table 44 Estimated Hotel Occupancy Tax Collections from Visitors		
Year	Total Hotel Spending on Lodging	Occupancy Tax Collections
2029	\$0	\$0
2030	\$0	\$0
2031	\$0	\$0
2032	\$0	\$0
2033	\$0	\$0
2034	\$0	\$0
2035	\$0	\$0
2036	\$0	\$0
2037	\$0	\$0
2038	\$0	\$0
2039	\$0	\$0
2040	\$0	\$0
2041	\$0	\$0
2042	\$0	\$0
2043	\$0	\$0
2044	\$0	\$0

Table 44 continued on the next page

Table 44 - Continued
Estimated Hotel Occupancy Tax Collections
from Visitors

Year	Spending on Lodging	Total Hotel Occupancy Tax Collections
2045	\$0	\$0
2046	\$0	\$0
2047	\$0	\$0
2048	\$0	\$0
2049	\$0	\$0
2050	\$0	\$0
2051	\$0	\$0
2052	\$0	\$0
2053	\$0	\$0
2054	\$0	\$0
2055	\$0	\$0
2056	\$0	\$0
2057	\$0	\$0
2058	\$0	\$0
2059	\$0	\$0
2060	\$0	\$0
2061	\$0	\$0
2062	\$0	\$0
2063	\$0	\$0
2064	\$0	\$0
2065	\$0	\$0
2066	\$0	\$0
<u>Total</u>	<u>\$0</u>	<u>\$0</u>

Franchise Tax Collections from the Company and Indirect and Induced Businesses

Texas franchise tax is a tax on "taxable margin," which is a concept similar to taxable income. Generally, an entity's taxable margin is its revenue less either its cost of goods sold or its compensation expense, but not both. If 70% of the entity's revenue is less than either of these calculations, then 70% of revenue is the taxable margin. Taxable margin must then be apportioned to business done in Texas, measured by the ratio of gross receipts from business done in Texas to gross receipts from business done everywhere. The tax rate is then applied to the apportioned margin. A rate of .375% is used for taxable entities primarily engaged in retail or wholesale trade, and a .75% rate is used for all other entities.

Estimated Taxable Margins of the Company and Indirect and Induced Companies

The facility's estimated taxable margins subject to Texas franchise tax may be 10% of its economic output and the estimated taxable margins of indirect companies may be 10% of output.

If this is the case, the estimated taxable margins of the company and indirect and induced companies that will be subject to corporate franchise taxes in the state of Texas are shown below.

Table 45 Revenues of the Company Subject to Franchise Taxes & Taxable Margins of Indirect and Induced Companies During Operations			
Year	Direct Taxable Margins	Indirect & Induced Taxable Margins	Total Revenues Subject to Franchise Taxes
2029	\$0	\$0	\$0
2030	\$0	\$0	\$0
2031	\$0	\$0	\$0
2032	\$19,856,162	\$18,166,403	\$38,022,565
2033	\$20,253,285	\$18,529,731	\$38,783,016
2034	\$20,658,351	\$18,900,325	\$39,558,676
2035	\$21,071,518	\$19,278,332	\$40,349,850
2036	\$21,492,948	\$19,663,899	\$41,156,847
2037	\$21,922,807	\$20,057,177	\$41,979,984
2038	\$22,361,264	\$20,458,320	\$42,819,584
2039	\$22,808,489	\$20,867,486	\$43,675,975
2040	\$23,264,659	\$21,284,836	\$44,549,495
2041	\$23,729,952	\$21,710,533	\$45,440,485
2042	\$24,204,551	\$22,144,744	\$46,349,294
2043	\$24,688,642	\$22,587,638	\$47,276,280
2044	\$25,182,415	\$23,039,391	\$48,221,806

Table 45 continued on the next page

Table 45 - Continued
Revenues of the Company Subject to Franchise Taxes &
Taxable Margins of Indirect and Induced Companies
During Operations

Year	Direct Taxable Margins	Indirect & Induced Taxable Margins	Total Revenues Subject to Franchise Taxes
2045	\$25,686,063	\$23,500,179	\$49,186,242
2046	\$26,199,784	\$23,970,183	\$50,169,967
2047	\$26,723,780	\$24,449,586	\$51,173,366
2048	\$27,258,256	\$24,938,578	\$52,196,834
2049	\$27,803,421	\$25,437,350	\$53,240,770
2050	\$28,359,489	\$25,946,097	\$54,305,586
2051	\$28,926,679	\$26,465,018	\$55,391,697
2052	\$29,505,212	\$26,994,319	\$56,499,531
2053	\$30,095,317	\$27,534,205	\$57,629,522
2054	\$30,697,223	\$28,084,889	\$58,782,112
2055	\$31,311,167	\$28,646,587	\$59,957,755
2056	\$31,937,391	\$29,219,519	\$61,156,910
2057	\$32,576,139	\$29,803,909	\$62,380,048
2058	\$33,227,661	\$30,399,987	\$63,627,649
2059	\$33,892,215	\$31,007,987	\$64,900,202
2060	\$34,570,059	\$31,628,147	\$66,198,206
2061	\$35,261,460	\$32,260,710	\$67,522,170
2062	\$35,966,689	\$32,905,924	\$68,872,613
2063	\$36,686,023	\$33,564,043	\$70,250,066
2064	\$37,419,744	\$34,235,323	\$71,655,067
2065	\$38,168,138	\$34,920,030	\$73,088,168
2066	\$38,931,501	\$35,618,430	\$74,549,932
<u>Total</u>	<u>\$992.70 M</u>	<u>\$908.22 M</u>	<u>\$1,900.92 M</u>

Estimated Franchise Tax Payments by the Company and Indirect and Induced Companies

The estimated annual franchise tax payments to the State by the facility and indirect and induced businesses are shown below.

Table 46 Estimated Franchise Tax Collections from the Facility and Indirect and Induced Businesses During Operations			
	The Facility	Indirect & Induced Businesses	Total
2029	\$0	\$0	\$0
2030	\$0	\$0	\$0
2031	\$0	\$0	\$0
2032	\$148,921	\$136,248	\$285,169
2033	\$151,900	\$138,973	\$290,873
2034	\$154,938	\$141,752	\$296,690
2035	\$158,036	\$144,587	\$302,624
2036	\$161,197	\$147,479	\$308,676
2037	\$164,421	\$150,429	\$314,850
2038	\$167,709	\$153,437	\$321,147
2039	\$171,064	\$156,506	\$327,570
2040	\$174,485	\$159,636	\$334,121
2041	\$177,975	\$162,829	\$340,804
2042	\$181,534	\$166,086	\$347,620
2043	\$185,165	\$169,407	\$354,572
2044	\$188,868	\$172,795	\$361,664
2045	\$192,645	\$176,251	\$368,897
2046	\$196,498	\$179,776	\$376,275
2047	\$200,428	\$183,372	\$383,800
2048	\$204,437	\$187,039	\$391,476
2049	\$208,526	\$190,780	\$399,306
2050	\$212,696	\$194,596	\$407,292
2051	\$216,950	\$198,488	\$415,438
2052	\$221,289	\$202,457	\$423,746
2053	\$225,715	\$206,507	\$432,221
2054	\$230,229	\$210,637	\$440,866
2055	\$234,834	\$214,849	\$449,683
2056	\$239,530	\$219,146	\$458,677
2057	\$244,321	\$223,529	\$467,850
2058	\$249,207	\$228,000	\$477,207

Table 46 continued on the next page

Table 46 - Continued Estimated Franchise Tax Collections from the Facility and Indirect and Induced Businesses During Operations			
	The Facility	Indirect & Induced Businesses	Total
2059	\$254,192	\$232,560	\$486,752
2060	\$259,275	\$237,211	\$496,487
2061	\$264,461	\$241,955	\$506,416
2062	\$269,750	\$246,794	\$516,545
2063	\$275,145	\$251,730	\$526,875
2064	\$280,648	\$256,765	\$537,413
2065	\$286,261	\$261,900	\$548,161
2066	\$291,986	\$267,138	\$559,124
<u>Total</u>	<u>\$7,445,238</u>	<u>\$6,811,649</u>	<u>\$14,256,887</u>

Other Taxes and Revenues from Workers

During the facility's operations, other taxes -- in addition to sales and franchise taxes -- will be collected for the State's general fund. The estimated annual collections of other taxes from each worker during operations are the following:

Table 47 Other Revenues for the State from Each Worker During Operations	
Gasoline taxes	\$38
Motor vehicle sales and use taxes	\$438
Cigarette and tobacco taxes	\$97
Alcoholic beverage taxes	\$181
Net lottery proceeds	\$246
<u>Total</u>	<u>\$999</u>

Other taxes and revenues for the State from workers during the facility's operations will be the following:

Table 48
Other Revenues for the State from Workers During Operations

Year	Gasoline Taxes	Motor Vehicle Sales and Use Taxes	Cigarette and Tobacco Taxes	Alcoholic Beverage Taxes	Net Lottery Proceeds	Total Other Taxes and Revenues
2029	\$0	\$0	\$0	\$0	\$0	\$0
2030	\$0	\$0	\$0	\$0	\$0	\$0
2031	\$0	\$0	\$0	\$0	\$0	\$0
2032	\$55,580	\$648,431	\$143,766	\$268,265	\$364,603	\$1,480,645
2033	\$57,247	\$667,883	\$148,079	\$276,313	\$375,541	\$1,525,064
2034	\$58,965	\$687,920	\$152,522	\$284,602	\$386,808	\$1,570,816
2035	\$60,734	\$708,558	\$157,097	\$293,140	\$398,412	\$1,617,941
2036	\$62,556	\$729,814	\$161,810	\$301,935	\$410,364	\$1,666,479
2037	\$64,432	\$751,709	\$166,665	\$310,993	\$422,675	\$1,716,473
2038	\$66,365	\$774,260	\$171,665	\$320,322	\$435,355	\$1,767,967
2039	\$68,356	\$797,488	\$176,814	\$329,932	\$448,416	\$1,821,006
2040	\$70,407	\$821,412	\$182,119	\$339,830	\$461,868	\$1,875,637
2041	\$72,519	\$846,055	\$187,582	\$350,025	\$475,725	\$1,931,906
2042	\$74,695	\$871,436	\$193,210	\$360,526	\$489,996	\$1,989,863
2043	\$76,935	\$897,580	\$199,006	\$371,341	\$504,696	\$2,049,559
2044	\$79,243	\$924,507	\$204,976	\$382,482	\$519,837	\$2,111,046
2045	\$81,621	\$952,242	\$211,126	\$393,956	\$535,432	\$2,174,377
2046	\$84,069	\$980,809	\$217,459	\$405,775	\$551,495	\$2,239,608
2047	\$86,591	\$1,010,234	\$223,983	\$417,948	\$568,040	\$2,306,797
2048	\$89,189	\$1,040,541	\$230,703	\$430,487	\$585,081	\$2,376,000
2049	\$91,865	\$1,071,757	\$237,624	\$443,401	\$602,634	\$2,447,280
2050	\$94,621	\$1,103,910	\$244,753	\$456,703	\$620,713	\$2,520,699
2051	\$97,459	\$1,137,027	\$252,095	\$470,404	\$639,334	\$2,596,320
2052	\$100,383	\$1,171,138	\$259,658	\$484,516	\$658,514	\$2,674,209
2053	\$103,395	\$1,206,272	\$267,448	\$499,052	\$678,269	\$2,754,436
2054	\$106,497	\$1,242,460	\$275,471	\$514,023	\$698,618	\$2,837,069
2055	\$109,691	\$1,279,734	\$283,735	\$529,444	\$719,576	\$2,922,181
2056	\$112,982	\$1,318,126	\$292,247	\$545,327	\$741,163	\$3,009,846
2057	\$116,372	\$1,357,670	\$301,015	\$561,687	\$763,398	\$3,100,142
2058	\$119,863	\$1,398,400	\$310,045	\$578,538	\$786,300	\$3,193,146
2059	\$123,459	\$1,440,352	\$319,347	\$595,894	\$809,889	\$3,288,940
2060	\$127,162	\$1,483,562	\$328,927	\$613,771	\$834,186	\$3,387,608
2061	\$130,977	\$1,528,069	\$338,795	\$632,184	\$859,211	\$3,489,237
2062	\$134,907	\$1,573,911	\$348,959	\$651,150	\$884,988	\$3,593,914
2063	\$138,954	\$1,621,129	\$359,427	\$670,684	\$911,537	\$3,701,731
2064	\$143,122	\$1,669,762	\$370,210	\$690,805	\$938,884	\$3,812,783
2065	\$147,416	\$1,719,855	\$381,316	\$711,529	\$967,050	\$3,927,167
2066	\$151,839	\$1,771,451	\$392,756	\$732,875	\$996,062	\$4,044,982
Total	\$3,360,468	\$39,205,463	\$8,692,411	\$16,219,860	\$22,044,672	\$89,522,874

The Total Revenues for the State of Texas from the Facility's Operations

The total increase in state revenues from the facility's operations are shown below.

Table 49 General Fund Revenues for the State During Operations					
Year	Sales Tax Collections	Hotel Occupancy Taxes	Franchise Tax Collections	Other Taxes and Revenues	Total State Revenues
2029	\$0	\$0	\$0	\$0	\$0
2030	\$0	\$0	\$0	\$0	\$0
2031	\$0	\$0	\$0	\$0	\$0
2032	\$2,167,486	\$0	\$285,169	\$1,480,645	\$3,933,300
2033	\$2,210,836	\$0	\$290,873	\$1,525,064	\$4,026,773
2034	\$2,255,053	\$0	\$296,690	\$1,570,816	\$4,122,559
2035	\$2,300,154	\$0	\$302,624	\$1,617,941	\$4,220,718
2036	\$2,346,157	\$0	\$308,676	\$1,666,479	\$4,321,312
2037	\$2,393,080	\$0	\$314,850	\$1,716,473	\$4,424,403
2038	\$2,440,942	\$0	\$321,147	\$1,767,967	\$4,530,056
2039	\$2,489,760	\$0	\$327,570	\$1,821,006	\$4,638,337
2040	\$2,539,556	\$0	\$334,121	\$1,875,637	\$4,749,313
2041	\$2,590,347	\$0	\$340,804	\$1,931,906	\$4,863,056
2042	\$2,642,154	\$0	\$347,620	\$1,989,863	\$4,979,636
2043	\$2,694,997	\$0	\$354,572	\$2,049,559	\$5,099,128
2044	\$2,748,897	\$0	\$361,664	\$2,111,046	\$5,221,606
2045	\$2,803,875	\$0	\$368,897	\$2,174,377	\$5,347,148
2046	\$2,859,952	\$0	\$376,275	\$2,239,608	\$5,475,835
2047	\$2,917,151	\$0	\$383,800	\$2,306,797	\$5,607,748
2048	\$2,975,494	\$0	\$391,476	\$2,376,000	\$5,742,971
2049	\$3,035,004	\$0	\$399,306	\$2,447,280	\$5,881,590
2050	\$3,095,704	\$0	\$407,292	\$2,520,699	\$6,023,695
2051	\$3,157,618	\$0	\$415,438	\$2,596,320	\$6,169,376
2052	\$3,220,771	\$0	\$423,746	\$2,674,209	\$6,318,726
2053	\$3,285,186	\$0	\$432,221	\$2,754,436	\$6,471,843
2054	\$3,350,890	\$0	\$440,866	\$2,837,069	\$6,628,824
2055	\$3,417,907	\$0	\$449,683	\$2,922,181	\$6,789,771
2056	\$3,486,266	\$0	\$458,677	\$3,009,846	\$6,954,789
2057	\$3,555,991	\$0	\$467,850	\$3,100,142	\$7,123,983
2058	\$3,627,111	\$0	\$477,207	\$3,193,146	\$7,297,464
2059	\$3,699,653	\$0	\$486,752	\$3,288,940	\$7,475,345
2060	\$3,773,646	\$0	\$496,487	\$3,387,608	\$7,657,741
2061	\$3,849,119	\$0	\$506,416	\$3,489,237	\$7,844,772

Table 49 continued on the next page

Table 49 - Continued					
General Fund Revenues for the State During Operations					
Year	Sales Tax Collections	Hotel Occupancy Taxes	Franchise Tax Collections	Other Taxes and Revenues	Total State Revenues
2062	\$3,926,101	\$0	\$516,545	\$3,593,914	\$8,036,560
2063	\$4,004,623	\$0	\$526,875	\$3,701,731	\$8,233,230
2064	\$4,084,716	\$0	\$537,413	\$3,812,783	\$8,434,912
2065	\$4,166,410	\$0	\$548,161	\$3,927,167	\$8,641,738
2066	\$4,249,738	\$0	\$559,124	\$4,044,982	\$8,853,845
<u>Total</u>	<u>\$108,362,343</u>	<u>\$0</u>	<u>\$14,256,887</u>	<u>\$89,522,874</u>	<u>\$212,142,104</u>

The Total Revenues for the State of Texas from the Facility's Operations - Direct vs. Indirect

The table below details the total increase in state revenues from the facility's operations by direct and indirect sources.

Table 50			
Direct vs. Indirect: General Fund Revenues for the State During Operations			
Year	Direct Taxes	Indirect Taxes	Total State Revenues
2029	\$0	\$0	\$0
2030	\$0	\$0	\$0
2031	\$0	\$0	\$0
2032	\$273,022	\$3,660,278	\$3,933,300
2033	\$278,483	\$3,748,290	\$4,026,773
2034	\$284,052	\$3,838,507	\$4,122,559
2035	\$289,733	\$3,930,985	\$4,220,718
2036	\$295,528	\$4,025,784	\$4,321,312
2037	\$301,439	\$4,122,964	\$4,424,403
2038	\$307,467	\$4,222,589	\$4,530,056
2039	\$313,617	\$4,324,720	\$4,638,337
2040	\$319,889	\$4,429,424	\$4,749,313
2041	\$326,287	\$4,536,769	\$4,863,056
2042	\$332,813	\$4,646,824	\$4,979,636
2043	\$339,469	\$4,759,659	\$5,099,128
2044	\$346,258	\$4,875,348	\$5,221,606
2045	\$353,183	\$4,993,965	\$5,347,148
2046	\$360,247	\$5,115,588	\$5,475,835
2047	\$367,452	\$5,240,296	\$5,607,748
2048	\$374,801	\$5,368,170	\$5,742,971
2049	\$382,297	\$5,499,293	\$5,881,590
2050	\$389,943	\$5,633,752	\$6,023,695
2051	\$397,742	\$5,771,634	\$6,169,376
2052	\$405,697	\$5,913,030	\$6,318,726
2053	\$413,811	\$6,058,032	\$6,471,843
2054	\$422,087	\$6,206,737	\$6,628,824
2055	\$430,529	\$6,359,243	\$6,789,771
2056	\$439,139	\$6,515,650	\$6,954,789
2057	\$447,922	\$6,676,061	\$7,123,983
2058	\$456,880	\$6,840,584	\$7,297,464
2059	\$466,018	\$7,009,327	\$7,475,345
2060	\$475,338	\$7,182,403	\$7,657,741

Table 50 continued on the next page

Table 50 - Continued			
Direct vs. Indirect: General Fund Revenues for the State During Operations			
Year	Direct Taxes	Indirect Taxes	Total State Revenues
2061	\$484,845	\$7,359,927	\$7,844,772
2062	\$494,542	\$7,542,018	\$8,036,560
2063	\$504,433	\$7,728,797	\$8,233,230
2064	\$514,521	\$7,920,391	\$8,434,912
2065	\$524,812	\$8,116,926	\$8,641,738
2066	\$535,308	\$8,318,536	\$8,853,845
<u>Total</u>	<u>\$13,649,604</u>	<u>\$198,492,500</u>	<u>\$212,142,104</u>

Local Area Benefits

Economic Impact & Tax Revenue

Local vs. State Economic Impacts

The previous section of this analysis presented the economic impact in the State of Texas and this section presents the local economic impact, specifically within Grimes County. In general, the state level economic impacts will be larger than the county level economic impacts. The larger statewide impact results from the fact that more economic activity will be captured within the state economy relative to the county economy.

The reason the occurs is known as leakage. Leakage results when the local economy is unable to supply all of the inputs needed by the project and some inputs are purchased from suppliers located outside of the local economy, for example elsewhere in the state.

It is important to note that the local economic impacts of output, employment, and payroll represent a subset of the statewide impact.

Local Economic Impacts During Construction

Construction Economic Output/Increase in Gross Area Product

The facility's construction project will provide direct, indirect and induced economic output/increase in gross area product in Grimes County, as shown below.

The facility's construction costs again serve as the direct construction output and county-level multipliers are used to estimate the total impact inclusive of the indirect and induced effects.

Table 51			
Economic Output/Increase in Gross Area Product in Grimes County During Construction			
Year	Direct Construction Output	Indirect & Induced Output	Total Output
2029	\$1,196,190,147	\$405,867,317	\$1,602,057,463
2030	\$1,285,741,658	\$436,252,145	\$1,721,993,802
2031	\$1,305,997,123	\$443,124,824	\$1,749,121,947
2032	\$0	\$0	\$0
2033	\$0	\$0	\$0
Total	\$3,787,928,928	\$1,285,244,285	\$5,073,173,213

An explanation of the multipliers used to calculate indirect and induced impacts is included later in this report.

Construction Employment

During construction, the following number of direct, indirect and induced jobs will be supported in Grimes County each year:

Table 52 Direct, Indirect and Induced Employment in Grimes County During Construction			
Year	Direct Construction Employment	Indirect & Induced Employment	Total Employment
2029	6,655	1,909	8,563
2030	7,153	2,051	9,204
2031	7,266	2,084	9,349
2032	0	0	0
2033	0	0	0
<u>Annual Avg.</u>	<u>7,024</u>	<u>2,015</u>	<u>9,039</u>

Construction Payroll

The direct, indirect and induced payrolls during construction will be the following:

Table 53 Direct, Indirect and Induced Payroll in Grimes County During Construction			
Year	Direct Construction Payroll	Indirect & Induced Payroll	Total Payroll
2029	\$478,476,059	\$98,566,068	\$577,042,127
2030	\$514,296,663	\$105,945,113	\$620,241,776
2031	\$522,398,849	\$107,614,163	\$630,013,012
2032	\$0	\$0	\$0
2033	\$0	\$0	\$0
<u>Total</u>	<u>\$1,515,171,571</u>	<u>\$312,125,344</u>	<u>\$1,827,296,915</u>

The direct construction employment and direct construction payroll derived in the state impact section serve as the direct impacts. The local impact shown here relies on Grimes County multipliers to estimate the total impact inclusive of the indirect and induced effects.

Local Fiscal Impacts During Construction

Taxable Sales

A significant amount of taxable sales or spending during construction can be expected to take place within Grimes County and nearby cities. If 10% of the statewide taxable sales during construction occur locally, the facility's construction project will result in the following taxable sales:

Table 54 Local Estimated Taxable Sales During Construction				
Year	Estimated Taxable Machinery and Equipment	Estimated Taxable Construction Materials	Estimated Taxable Worker Spending	Total Taxable Sales
2029	\$2,832,614	\$53,828,557	\$24,941,713	\$81,602,883
2030	\$3,044,675	\$57,858,375	\$26,808,948	\$87,711,997
2031	\$3,092,640	\$58,769,871	\$27,231,294	\$89,093,804
2032	\$0	\$0	\$0	\$0
2033	\$0	\$0	\$0	\$0
<u>Total</u>	<u>\$8,969,928</u>	<u>\$170,456,802</u>	<u>\$78,981,955</u>	<u>\$258,408,685</u>

Sales Tax Collections

With a combined 2.00% local sales tax, Grimes County and nearby cities will collect the following sales tax on machinery and equipment, construction materials and construction worker spending:

Table 55 Estimated Sales Tax Collections During Construction						
Year	On Taxable Machinery & Equipment	On Construction Materials	On Taxable Worker Spending	Total Sales Tax Collections	Direct Sales Tax Collections	Total Sales Tax Collections
2029	\$56,652	\$1,076,571	\$498,834	\$1,632,058	\$1,133,223	\$498,834
2030	\$60,893	\$1,157,167	\$536,179	\$1,754,240	\$1,218,061	\$536,179
2031	\$61,853	\$1,175,397	\$544,626	\$1,781,876	\$1,237,250	\$544,626
2032	\$0	\$0	\$0	\$0	\$0	\$0
2033	\$0	\$0	\$0	\$0	\$0	\$0
<u>Total</u>	<u>\$179,399</u>	<u>\$3,409,136</u>	<u>\$1,579,639</u>	<u>\$5,168,174</u>	<u>\$3,588,535</u>	<u>\$1,579,639</u>

Summary of Local Taxes During Construction

During the facility's construction project, Grimes County and nearby cities will receive the following tax revenues:

Table 56 Tax Revenues for the City During Construction			
Year	City Sales Tax Collections	County Sales Tax Collections	Total Revenues
2029	\$1,224,043	\$408,014	\$1,632,058
2030	\$1,315,680	\$438,560	\$1,754,240
2031	\$1,336,407	\$445,469	\$1,781,876
2032	\$0	\$0	\$0
2033	\$0	\$0	\$0
<u>Total</u>	<u>\$3,876,130</u>	<u>\$1,292,043</u>	<u>\$5,168,174</u>

Local Economic Impacts During the Facility's Operations

Economic Output During Operations

The facility's estimated annual revenues during the first 38 years again serve as the direct economic output during operations.

The facility's annual operating revenues will result in the following direct, indirect and induced output in Grimes County when applying the local economic impact multiplier.

Table 57 Direct, Indirect & Induced Output in Grimes County During Operations			
Year	Direct Operations Output	Indirect & Induced Output	Total Output
2029	\$0	\$0	\$0
2030	\$0	\$0	\$0
2031	\$0	\$0	\$0
2032	\$198,561,621	\$32,881,804	\$231,443,426
2033	\$202,532,854	\$33,539,441	\$236,072,294
2034	\$206,583,511	\$34,210,229	\$240,793,740
2035	\$210,715,181	\$34,894,434	\$245,609,615
2036	\$214,929,485	\$35,592,323	\$250,521,807
2037	\$219,228,074	\$36,304,169	\$255,532,243
2038	\$223,612,636	\$37,030,252	\$260,642,888
2039	\$228,084,888	\$37,770,858	\$265,855,746
2040	\$232,646,586	\$38,526,275	\$271,172,861
2041	\$237,299,518	\$39,296,800	\$276,596,318
2042	\$242,045,508	\$40,082,736	\$282,128,245
2043	\$246,886,419	\$40,884,391	\$287,770,809
2044	\$251,824,147	\$41,702,079	\$293,526,226
2045	\$256,860,630	\$42,536,120	\$299,396,750
2046	\$261,997,842	\$43,386,843	\$305,384,685
2047	\$267,237,799	\$44,254,580	\$311,492,379
2048	\$272,582,555	\$45,139,671	\$317,722,226
2049	\$278,034,206	\$46,042,465	\$324,076,671
2050	\$283,594,890	\$46,963,314	\$330,558,204
2051	\$289,266,788	\$47,902,580	\$337,169,368
2052	\$295,052,124	\$48,860,632	\$343,912,756
2053	\$300,953,167	\$49,837,844	\$350,791,011
2054	\$306,972,230	\$50,834,601	\$357,806,831

Table 57 continued on the next page

Table 57 - Continued
Direct, Indirect & Induced Output
in Grimes County During Operations

Year	Direct Operations Output	Indirect & Induced Output	Total Output
2055	\$313,111,674	\$51,851,293	\$364,962,968
2056	\$319,373,908	\$52,888,319	\$372,262,227
2057	\$325,761,386	\$53,946,086	\$379,707,472
2058	\$332,276,614	\$55,025,007	\$387,301,621
2059	\$338,922,146	\$56,125,507	\$395,047,654
2060	\$345,700,589	\$57,248,018	\$402,948,607
2061	\$352,614,601	\$58,392,978	\$411,007,579
2062	\$359,666,893	\$59,560,837	\$419,227,730
2063	\$366,860,231	\$60,752,054	\$427,612,285
2064	\$374,197,435	\$61,967,095	\$436,164,531
2065	\$381,681,384	\$63,206,437	\$444,887,821
2066	\$389,315,012	\$64,470,566	\$453,785,578
<u>Total</u>	<u>\$9.93 B</u>	<u>\$1.64 B</u>	<u>\$11.57 B</u>

Employment during Operations

Based on the expected number of new jobs created and the local employment multiplier for the project, the following number of direct, indirect and induced jobs will be supported during the facility's operations:

Table 58 Direct, Indirect & Induced Employment in Grimes County During Operations			
Year	Direct Operations Employment	Indirect & Induced Employment	Total Employment
2029	0	0	0
2030	0	0	0
2031	0	0	0
2032	383	177	560
2033	383	177	560
2034	383	177	560
2035	383	177	560
2036	383	177	560
2037	383	177	560
2038	383	177	560
2039	383	177	560
2040	383	177	560
2041	383	177	560
2042	383	177	560
2043	383	177	560
2044	383	177	560
2045	383	177	560
2046	383	177	560
2047	383	177	560
2048	383	177	560
2049	383	177	560
2050	383	177	560
2051	383	177	560
2052	383	177	560
2053	383	177	560
2054	383	177	560
2055	383	177	560
2056	383	177	560
2057	383	177	560
2058	383	177	560
2059	383	177	560

Table 58 continued on the next page

Table 58 - Continued Direct, Indirect & Induced Employment in Grimes County During Operations			
Year	Direct Operations Employment	Indirect & Induced Employment	Total Employment
2060	383	177	560
2061	383	177	560
2062	383	177	560
2063	383	177	560
2064	383	177	560
2065	383	177	560
2066	383	177	560

The direct, indirect and induced payrolls in Grimes County during the facility's operations will be the following:

Table 59 Direct, Indirect and Induced Payroll in Grimes County During Operations			
Year	Direct Operations Payroll	Indirect & Induced Payroll	Total Payroll
2029	\$0	\$0	\$0
2030	\$0	\$0	\$0
2031	\$0	\$0	\$0
2032	\$64,698,031	\$11,011,605	\$75,709,636
2033	\$65,991,992	\$11,231,837	\$77,223,829
2034	\$67,311,831	\$11,456,474	\$78,768,305
2035	\$68,658,068	\$11,685,603	\$80,343,671
2036	\$70,031,229	\$11,919,315	\$81,950,545
2037	\$71,431,854	\$12,157,702	\$83,589,556
2038	\$72,860,491	\$12,400,856	\$85,261,347
2039	\$74,317,701	\$12,648,873	\$86,966,574
2040	\$75,804,055	\$12,901,850	\$88,705,905
2041	\$77,320,136	\$13,159,887	\$90,480,023
2042	\$78,866,539	\$13,423,085	\$92,289,624
2043	\$80,443,870	\$13,691,547	\$94,135,416
2044	\$82,052,747	\$13,965,378	\$96,018,124

Table 59 continued on the next page

Table 59 - Continued
Direct, Indirect and Induced Payroll
in Grimes County During Operations

Year	Direct Operations Payroll	Indirect & Induced Payroll	Total Payroll
2045	\$83,693,802	\$14,244,685	\$97,938,487
2046	\$85,367,678	\$14,529,579	\$99,897,257
2047	\$87,075,031	\$14,820,170	\$101,895,202
2048	\$88,816,532	\$15,116,574	\$103,933,106
2049	\$90,592,863	\$15,418,905	\$106,011,768
2050	\$92,404,720	\$15,727,283	\$108,132,003
2051	\$94,252,814	\$16,041,829	\$110,294,643
2052	\$96,137,871	\$16,362,666	\$112,500,536
2053	\$98,060,628	\$16,689,919	\$114,750,547
2054	\$100,021,841	\$17,023,717	\$117,045,558
2055	\$102,022,277	\$17,364,192	\$119,386,469
2056	\$104,062,723	\$17,711,475	\$121,774,198
2057	\$106,143,977	\$18,065,705	\$124,209,682
2058	\$108,266,857	\$18,427,019	\$126,693,876
2059	\$110,432,194	\$18,795,559	\$129,227,754
2060	\$112,640,838	\$19,171,471	\$131,812,309
2061	\$114,893,655	\$19,554,900	\$134,448,555
2062	\$117,191,528	\$19,945,998	\$137,137,526
2063	\$119,535,358	\$20,344,918	\$139,880,276
2064	\$121,926,066	\$20,751,816	\$142,677,882
2065	\$124,364,587	\$21,166,853	\$145,531,440
2066	\$126,851,879	\$21,590,190	\$148,442,068
Total	<u>\$3.23 B</u>	<u>\$0.55 B</u>	<u>\$3.79 B</u>

Local Fiscal Impacts During the Facility's Operations

Local Taxable Sales

A significant amount of taxable sales or spending can be expected to take place within Grimes County and nearby cities. If 10% of the statewide taxable spending by workers, the company, indirect businesses, and visitors during operations occurs locally, the project will result in the following taxable sales:

Table 60 Local Estimated Total Taxable Sales During Operations						
Year	Workers' Taxable Spending	The Facility's Taxable Sales	The Company's Taxable Spending	Indirect & Induced Companies' Taxable Spending	Taxable Spending by Visitors in The Community	Total Taxable Sales
2029	\$0	\$0	\$0	\$0	\$0	\$0
2030	\$0	\$0	\$0	\$0	\$0	\$0
2031	\$0	\$0	\$0	\$0	\$0	\$0
2032	\$3,087,752	\$0	\$198,562	\$181,664	\$0	\$3,467,978
2033	\$3,149,507	\$0	\$202,533	\$185,297	\$0	\$3,537,338
2034	\$3,212,498	\$0	\$206,584	\$189,003	\$0	\$3,608,084
2035	\$3,276,747	\$0	\$210,715	\$192,783	\$0	\$3,680,246
2036	\$3,342,282	\$0	\$214,929	\$196,639	\$0	\$3,753,851
2037	\$3,409,128	\$0	\$219,228	\$200,572	\$0	\$3,828,928
2038	\$3,477,311	\$0	\$223,613	\$204,583	\$0	\$3,905,506
2039	\$3,546,857	\$0	\$228,085	\$208,675	\$0	\$3,983,617
2040	\$3,617,794	\$0	\$232,647	\$212,848	\$0	\$4,063,289
2041	\$3,690,150	\$0	\$237,300	\$217,105	\$0	\$4,144,555
2042	\$3,763,953	\$0	\$242,046	\$221,447	\$0	\$4,227,446
2043	\$3,839,232	\$0	\$246,886	\$225,876	\$0	\$4,311,995
2044	\$3,916,017	\$0	\$251,824	\$230,394	\$0	\$4,398,235
2045	\$3,994,337	\$0	\$256,861	\$235,002	\$0	\$4,486,199
2046	\$4,074,224	\$0	\$261,998	\$239,702	\$0	\$4,575,923
2047	\$4,155,708	\$0	\$267,238	\$244,496	\$0	\$4,667,442
2048	\$4,238,822	\$0	\$272,583	\$249,386	\$0	\$4,760,791
2049	\$4,323,599	\$0	\$278,034	\$254,373	\$0	\$4,856,006
2050	\$4,410,071	\$0	\$283,595	\$259,461	\$0	\$4,953,127
2051	\$4,498,272	\$0	\$289,267	\$264,650	\$0	\$5,052,189
2052	\$4,588,238	\$0	\$295,052	\$269,943	\$0	\$5,153,233
2053	\$4,680,002	\$0	\$300,953	\$275,342	\$0	\$5,256,298
2054	\$4,773,602	\$0	\$306,972	\$280,849	\$0	\$5,361,423
2055	\$4,869,074	\$0	\$313,112	\$286,466	\$0	\$5,468,652
2056	\$4,966,456	\$0	\$319,374	\$292,195	\$0	\$5,578,025
2057	\$5,065,785	\$0	\$325,761	\$298,039	\$0	\$5,689,585
2058	\$5,167,101	\$0	\$332,277	\$304,000	\$0	\$5,803,377
2059	\$5,270,443	\$0	\$338,922	\$310,080	\$0	\$5,919,445

Table 60 continued on the next page

Table 60 - Continued
Local Estimated Total Taxable Sales or Spending

Year	Workers' Taxable Spending	The Facility's Taxable Sales	The Company's Taxable Spending	Indirect & Induced Companies' Taxable Spending	Taxable Spending by Visitors in The Community	Total Taxable Sales
2060	\$5,375,852	\$0	\$345,701	\$316,281	\$0	\$6,037,834
2061	\$5,483,369	\$0	\$352,615	\$322,607	\$0	\$6,158,590
2062	\$5,593,036	\$0	\$359,667	\$329,059	\$0	\$6,281,762
2063	\$5,704,897	\$0	\$366,860	\$335,640	\$0	\$6,407,397
2064	\$5,818,995	\$0	\$374,197	\$342,353	\$0	\$6,535,545
2065	\$5,935,375	\$0	\$381,681	\$349,200	\$0	\$6,666,256
2066	\$6,054,082	\$0	\$389,315	\$356,184	\$0	\$6,799,581
<u>Total</u>	<u>\$154,370,566</u>	<u>\$0</u>	<u>\$9,926,985</u>	<u>\$9,082,198</u>	<u>\$0</u>	<u>\$173,379,748</u>

Sales Tax Collections

With a combined 2.00% local sales tax rate, Grimes County and nearby cities will collect sales tax on the spending of workers, companies and visitors:

Table 61 Estimated Sales Tax Collections During Operations						
Year	On Workers' Spending	On The Facility's Taxable Sales	On the Company's Taxable Spending	On Indirect Companies' Taxable Spending	On Taxable Spending of Visitors in the Community	Total Sales Tax Collections
2029	\$0	\$0	\$0	\$0	\$0	\$0
2030	\$0	\$0	\$0	\$0	\$0	\$0
2031	\$0	\$0	\$0	\$0	\$0	\$0
2032	\$61,755	\$0	\$3,971	\$3,633	\$0	\$69,360
2033	\$62,990	\$0	\$4,051	\$3,706	\$0	\$70,747
2034	\$64,250	\$0	\$4,132	\$3,780	\$0	\$72,162
2035	\$65,535	\$0	\$4,214	\$3,856	\$0	\$73,605
2036	\$66,846	\$0	\$4,299	\$3,933	\$0	\$75,077
2037	\$68,183	\$0	\$4,385	\$4,011	\$0	\$76,579
2038	\$69,546	\$0	\$4,472	\$4,092	\$0	\$78,110
2039	\$70,937	\$0	\$4,562	\$4,173	\$0	\$79,672
2040	\$72,356	\$0	\$4,653	\$4,257	\$0	\$81,266
2041	\$73,803	\$0	\$4,746	\$4,342	\$0	\$82,891
2042	\$75,279	\$0	\$4,841	\$4,429	\$0	\$84,549
2043	\$76,785	\$0	\$4,938	\$4,518	\$0	\$86,240
2044	\$78,320	\$0	\$5,036	\$4,608	\$0	\$87,965
2045	\$79,887	\$0	\$5,137	\$4,700	\$0	\$89,724
2046	\$81,484	\$0	\$5,240	\$4,794	\$0	\$91,518
2047	\$83,114	\$0	\$5,345	\$4,890	\$0	\$93,349
2048	\$84,776	\$0	\$5,452	\$4,988	\$0	\$95,216
2049	\$86,472	\$0	\$5,561	\$5,087	\$0	\$97,120
2050	\$88,201	\$0	\$5,672	\$5,189	\$0	\$99,063
2051	\$89,965	\$0	\$5,785	\$5,293	\$0	\$101,044
2052	\$91,765	\$0	\$5,901	\$5,399	\$0	\$103,065
2053	\$93,600	\$0	\$6,019	\$5,507	\$0	\$105,126
2054	\$95,472	\$0	\$6,139	\$5,617	\$0	\$107,228
2055	\$97,381	\$0	\$6,262	\$5,729	\$0	\$109,373
2056	\$99,329	\$0	\$6,387	\$5,844	\$0	\$111,560
2057	\$101,316	\$0	\$6,515	\$5,961	\$0	\$113,792
2058	\$103,342	\$0	\$6,646	\$6,080	\$0	\$116,068
2059	\$105,409	\$0	\$6,778	\$6,202	\$0	\$118,389
2060	\$107,517	\$0	\$6,914	\$6,326	\$0	\$120,757
2061	\$109,667	\$0	\$7,052	\$6,452	\$0	\$123,172
2062	\$111,861	\$0	\$7,193	\$6,581	\$0	\$125,635

Table 61 continued on the next page

Table 61 - Continued
Estimated Sales Tax Collections During Operations

Year	On Workers' Spending	On The Facility's Taxable Sales	On the Company's Taxable Spending	On Indirect Companies' Taxable Spending	On Taxable Spending of Visitors in the Community	Total Sales Tax Collections
2063	\$114,098	\$0	\$7,337	\$6,713	\$0	\$128,148
2064	\$116,380	\$0	\$7,484	\$6,847	\$0	\$130,711
2065	\$118,707	\$0	\$7,634	\$6,984	\$0	\$133,325
2066	\$121,082	\$0	\$7,786	\$7,124	\$0	\$135,992
<u>Total</u>	<u>\$3,087,411</u>	<u>\$0</u>	<u>\$198,540</u>	<u>\$181,644</u>	<u>\$0</u>	<u>\$3,467,595</u>

Hotel Occupancy Tax Collections

From the overnight lodging spending of visitors to the facility, cities in the county will collect the following hotel occupancy taxes:

Table 62
Estimated Hotel Occupancy Tax Collections
from Visitors

Year	City Hotel <i>Spending on Lodging</i>	Occupancy Tax Collections
2029	\$0	\$0
2030	\$0	\$0
2031	\$0	\$0
2032	\$0	\$0
2033	\$0	\$0
2034	\$0	\$0
2035	\$0	\$0
2036	\$0	\$0
2037	\$0	\$0
2038	\$0	\$0
2039	\$0	\$0
2040	\$0	\$0
2041	\$0	\$0
2042	\$0	\$0
2043	\$0	\$0

Table 62 continued on the next page

Table 62 - Continued
Estimated Hotel Occupancy Tax Collections
from Visitors

Year	City Hotel Spending on Lodging	Occupancy Tax Collections
2044	\$0	\$0
2045	\$0	\$0
2046	\$0	\$0
2047	\$0	\$0
2048	\$0	\$0
2049	\$0	\$0
2050	\$0	\$0
2051	\$0	\$0
2052	\$0	\$0
2053	\$0	\$0
2054	\$0	\$0
2055	\$0	\$0
2056	\$0	\$0
2057	\$0	\$0
2058	\$0	\$0
2059	\$0	\$0
2060	\$0	\$0
2061	\$0	\$0
2062	\$0	\$0
2063	\$0	\$0
2064	\$0	\$0
2065	\$0	\$0
2066	\$0	\$0
<u>Total</u>	<u>\$0</u>	<u>\$0</u>

Property Tax Collections - JETI Investment

As detailed in an earlier section of this report ("Estimated Ad Valorem Taxes Imposed by Each Taxing Unit on the Investment") the annual property taxes to be collected on the facility's investment property is summarized below:

Table 63 Ad Valorem Tax Collections for Local Taxing Units on Investment					
Year	N/A Grimes County		Iola ISD	Other Local Jurisdictions	Total
2029	\$0	\$0	\$0	\$0	\$0
2030	\$0	\$13,480,237	\$6,060,223	\$494,950	\$20,035,411
2031	\$0	\$25,572,831	\$11,496,613	\$938,950	\$38,008,394
2032	\$0	\$35,317,426	\$43,600,318	\$1,296,740	\$80,214,484
2033	\$0	\$31,425,760	\$38,795,951	\$1,153,851	\$71,375,561
2034	\$0	\$24,553,457	\$30,311,907	\$901,522	\$55,766,887
2035	\$0	\$18,983,709	\$23,435,903	\$697,020	\$43,116,632
2036	\$0	\$15,934,791	\$19,671,931	\$585,073	\$36,191,795
2037	\$0	\$14,187,575	\$17,514,945	\$520,921	\$32,223,442
2038	\$0	\$13,761,948	\$16,989,497	\$505,294	\$31,256,738
2039	\$0	\$13,349,089	\$16,479,812	\$490,135	\$30,319,036
2040	\$0	\$12,948,617	\$15,985,418	\$475,431	\$29,409,465
2041	\$0	\$12,560,158	\$15,505,855	\$461,168	\$28,527,181
2042	\$0	\$12,183,354	\$24,604,167	\$447,333	\$37,234,854
2043	\$0	\$11,817,853	\$23,866,042	\$433,913	\$36,117,808
2044	\$0	\$11,463,317	\$23,150,061	\$420,895	\$35,034,274
2045	\$0	\$11,119,418	\$22,455,559	\$408,269	\$33,983,245
2046	\$0	\$10,785,835	\$21,781,892	\$396,021	\$32,963,748
2047	\$0	\$10,462,260	\$21,128,436	\$384,140	\$31,974,836
2048	\$0	\$10,148,392	\$20,494,582	\$372,616	\$31,015,591
2049	\$0	\$9,843,941	\$19,879,745	\$361,437	\$30,085,123
2050	\$0	\$9,548,622	\$19,283,353	\$350,594	\$29,182,569
2051	\$0	\$9,262,164	\$18,704,852	\$340,076	\$28,307,092
2052	\$0	\$8,984,299	\$18,143,707	\$329,874	\$27,457,879
2053	\$0	\$8,714,770	\$17,599,395	\$319,978	\$26,634,143
2054	\$0	\$8,453,327	\$17,071,413	\$310,378	\$25,835,119
2055	\$0	\$8,199,727	\$16,559,271	\$301,067	\$25,060,065
2056	\$0	\$7,953,735	\$16,062,493	\$292,035	\$24,308,263
2057	\$0	\$7,715,123	\$15,580,618	\$283,274	\$23,579,015
2058	\$0	\$7,483,669	\$15,113,200	\$274,776	\$22,871,645
2059	\$0	\$7,259,159	\$14,659,804	\$266,533	\$22,185,495
2060	\$0	\$7,041,385	\$14,220,010	\$258,537	\$21,519,931
2061	\$0	\$6,830,143	\$13,793,409	\$250,780	\$20,874,333
2062	\$0	\$6,625,239	\$13,379,607	\$243,257	\$20,248,103
2063	\$0	\$6,426,482	\$12,978,219	\$235,959	\$19,640,660
2064	\$0	\$6,233,687	\$12,588,872	\$228,881	\$19,051,440
2065	\$0	\$6,046,677	\$12,211,206	\$222,014	\$18,479,897
2066	\$0	\$5,865,276	\$11,844,870	\$215,354	\$17,925,500
Total	\$0	\$448,543,453	\$693,003,155	\$16,469,045	\$1,158,015,653

Property Tax Collections - Land and Inventories

In addition to the property taxes generated for local taxing units on the facility's eligible JETI investment, local taxing units may also benefit from property taxes paid on the facility's taxable land and inventory property. The table below shows the estimated taxable value of the facility's land and inventories.

Table 64 Appraised Value of the Facility's Land & Inventories			
Year	Land	Inventories	Total Appraised Value of Land & Inventories
2029	\$0	\$0	\$0
2030	\$0	\$0	\$0
2031	\$0	\$0	\$0
2032	\$0	\$0	\$0
2033	\$0	\$0	\$0
2034	\$0	\$0	\$0
2035	\$0	\$0	\$0
2036	\$0	\$0	\$0
2037	\$0	\$0	\$0
2038	\$0	\$0	\$0
2039	\$0	\$0	\$0
2040	\$0	\$0	\$0
2041	\$0	\$0	\$0
2042	\$0	\$0	\$0
2043	\$0	\$0	\$0
2044	\$0	\$0	\$0
2045	\$0	\$0	\$0
2046	\$0	\$0	\$0
2047	\$0	\$0	\$0
2048	\$0	\$0	\$0
2049	\$0	\$0	\$0
2050	\$0	\$0	\$0
2051	\$0	\$0	\$0
2052	\$0	\$0	\$0
2053	\$0	\$0	\$0
2054	\$0	\$0	\$0
2055	\$0	\$0	\$0
2056	\$0	\$0	\$0
2057	\$0	\$0	\$0
2058	\$0	\$0	\$0

Table 64 continued on the next page

Table 64 - Continued			
Appraised Value of the Facility's Land & Inventories			
Year	Land	Inventories	Total Appraised Value of Land & Inventories
2059	\$0	\$0	\$0
2060	\$0	\$0	\$0
2061	\$0	\$0	\$0
2062	\$0	\$0	\$0
2063	\$0	\$0	\$0
2064	\$0	\$0	\$0
2065	\$0	\$0	\$0
2066	\$0	\$0	\$0

Table 65						
Ad Valorem Taxes for Other Taxing Units on Land & Inventories						
Year	Taxable Value of Land & Inventories	N/A	Grimes County	Iola ISD	Other Local Jurisdictions	Total
		0.000000	0.423077	0.854400	0.015534	1.293011
2029	\$0	\$0	\$0	\$0	\$0	\$0
2030	\$0	\$0	\$0	\$0	\$0	\$0
2031	\$0	\$0	\$0	\$0	\$0	\$0
2032	\$0	\$0	\$0	\$0	\$0	\$0
2033	\$0	\$0	\$0	\$0	\$0	\$0
2034	\$0	\$0	\$0	\$0	\$0	\$0
2035	\$0	\$0	\$0	\$0	\$0	\$0
2036	\$0	\$0	\$0	\$0	\$0	\$0
2037	\$0	\$0	\$0	\$0	\$0	\$0
2038	\$0	\$0	\$0	\$0	\$0	\$0
2039	\$0	\$0	\$0	\$0	\$0	\$0
2040	\$0	\$0	\$0	\$0	\$0	\$0
2041	\$0	\$0	\$0	\$0	\$0	\$0
2042	\$0	\$0	\$0	\$0	\$0	\$0
2043	\$0	\$0	\$0	\$0	\$0	\$0
2044	\$0	\$0	\$0	\$0	\$0	\$0
2045	\$0	\$0	\$0	\$0	\$0	\$0
2046	\$0	\$0	\$0	\$0	\$0	\$0
2047	\$0	\$0	\$0	\$0	\$0	\$0

Table 65 continued on the next page

Table 65 - Continued
Ad Valorem Taxes for Other Taxing Units on Land & Inventories

Year	Taxable Value of Land & Inventories	N/A Grimes County		Iola ISD	Other Local Jurisdictions	Total
		0.000000	0.423077	0.854400	0.015534	1.293011
2048	\$0	\$0	\$0	\$0	\$0	\$0
2049	\$0	\$0	\$0	\$0	\$0	\$0
2050	\$0	\$0	\$0	\$0	\$0	\$0
2051	\$0	\$0	\$0	\$0	\$0	\$0
2052	\$0	\$0	\$0	\$0	\$0	\$0
2053	\$0	\$0	\$0	\$0	\$0	\$0
2054	\$0	\$0	\$0	\$0	\$0	\$0
2055	\$0	\$0	\$0	\$0	\$0	\$0
2056	\$0	\$0	\$0	\$0	\$0	\$0
2057	\$0	\$0	\$0	\$0	\$0	\$0
2058	\$0	\$0	\$0	\$0	\$0	\$0
2059	\$0	\$0	\$0	\$0	\$0	\$0
2060	\$0	\$0	\$0	\$0	\$0	\$0
2061	\$0	\$0	\$0	\$0	\$0	\$0
2062	\$0	\$0	\$0	\$0	\$0	\$0
2063	\$0	\$0	\$0	\$0	\$0	\$0
2064	\$0	\$0	\$0	\$0	\$0	\$0
2065	\$0	\$0	\$0	\$0	\$0	\$0
2066	\$0	\$0	\$0	\$0	\$0	\$0
<u>Total</u>		<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

The Total Tax Revenues for Local Taxing Units from the Facility's Operations

The total increase in local tax revenues from the facility's operations are shown below.

Table 66 Tax Revenues for Local Taxing Units During Operations by Year						
Year	City Sales Tax Collections	County Sales Tax Collections	City Hotel Occupancy Taxes	Property Taxes JETI Investment	Property Taxes Land & Inventories	Total Local Revenues
2029	\$0	\$0	\$0	\$0	\$0	\$0
2030	\$0	\$0	\$0	\$20,035,411	\$0	\$20,035,411
2031	\$0	\$0	\$0	\$38,008,394	\$0	\$38,008,394
2032	\$52,020	\$17,340	\$0	\$80,214,484	\$0	\$80,283,844
2033	\$53,060	\$17,687	\$0	\$71,375,561	\$0	\$71,446,308
2034	\$54,121	\$18,040	\$0	\$55,766,887	\$0	\$55,839,048
2035	\$55,204	\$18,401	\$0	\$43,116,632	\$0	\$43,190,237
2036	\$56,308	\$18,769	\$0	\$36,191,795	\$0	\$36,266,872
2037	\$57,434	\$19,145	\$0	\$32,223,442	\$0	\$32,300,020
2038	\$58,583	\$19,528	\$0	\$31,256,738	\$0	\$31,334,849
2039	\$59,754	\$19,918	\$0	\$30,319,036	\$0	\$30,398,709
2040	\$60,949	\$20,316	\$0	\$29,409,465	\$0	\$29,490,731
2041	\$62,168	\$20,723	\$0	\$28,527,181	\$0	\$28,610,072
2042	\$63,412	\$21,137	\$0	\$37,234,854	\$0	\$37,319,402
2043	\$64,680	\$21,560	\$0	\$36,117,808	\$0	\$36,204,048
2044	\$65,974	\$21,991	\$0	\$35,034,274	\$0	\$35,122,238
2045	\$67,293	\$22,431	\$0	\$33,983,245	\$0	\$34,072,969
2046	\$68,639	\$22,880	\$0	\$32,963,748	\$0	\$33,055,267
2047	\$70,012	\$23,337	\$0	\$31,974,836	\$0	\$32,068,185
2048	\$71,412	\$23,804	\$0	\$31,015,591	\$0	\$31,110,806
2049	\$72,840	\$24,280	\$0	\$30,085,123	\$0	\$30,182,243
2050	\$74,297	\$24,766	\$0	\$29,182,569	\$0	\$29,281,632
2051	\$75,783	\$25,261	\$0	\$28,307,092	\$0	\$28,408,136
2052	\$77,298	\$25,766	\$0	\$27,457,879	\$0	\$27,560,944
2053	\$78,844	\$26,281	\$0	\$26,634,143	\$0	\$26,739,269
2054	\$80,421	\$26,807	\$0	\$25,835,119	\$0	\$25,942,347
2055	\$82,030	\$27,343	\$0	\$25,060,065	\$0	\$25,169,438
2056	\$83,670	\$27,890	\$0	\$24,308,263	\$0	\$24,419,824
2057	\$85,344	\$28,448	\$0	\$23,579,015	\$0	\$23,692,807
2058	\$87,051	\$29,017	\$0	\$22,871,645	\$0	\$22,987,712
2059	\$88,792	\$29,597	\$0	\$22,185,495	\$0	\$22,303,884
2060	\$90,568	\$30,189	\$0	\$21,519,931	\$0	\$21,640,687
2061	\$92,379	\$30,793	\$0	\$20,874,333	\$0	\$20,997,504
2062	\$94,226	\$31,409	\$0	\$20,248,103	\$0	\$20,373,738
2063	\$96,111	\$32,037	\$0	\$19,640,660	\$0	\$19,768,808
2064	\$98,033	\$32,678	\$0	\$19,051,440	\$0	\$19,182,151
2065	\$99,994	\$33,331	\$0	\$18,479,897	\$0	\$18,613,222
2066	\$101,994	\$33,998	\$0	\$17,925,500	\$0	\$18,061,491
Total	\$2,600,696	\$866,899	\$0	\$1,158,015,653	\$0	\$1,161,483,248

The Total Tax Revenues for Local Taxing Units from the Facility's Operations - Direct vs. Indirect

The table below details the total increase in local tax revenues from the facility's operations by direct and indirect sources.

Table 67 Direct vs. Indirect: Tax Revenues for Local Taxing Units During Operations by Year			
Year	Direct Taxes	Indirect Taxes	Total Local Revenues
2029	\$0	\$0	\$0
2030	\$20,035,411	\$0	\$20,035,411
2031	\$38,008,394	\$0	\$38,008,394
2032	\$80,218,456	\$65,388	\$80,283,844
2033	\$71,379,612	\$66,696	\$71,446,308
2034	\$55,771,018	\$68,030	\$55,839,048
2035	\$43,120,846	\$69,391	\$43,190,237
2036	\$36,196,093	\$70,778	\$36,266,872
2037	\$32,227,826	\$72,194	\$32,300,020
2038	\$31,261,211	\$73,638	\$31,334,849
2039	\$30,323,598	\$75,111	\$30,398,709
2040	\$29,414,118	\$76,613	\$29,490,731
2041	\$28,531,927	\$78,145	\$28,610,072
2042	\$37,239,694	\$79,708	\$37,319,402
2043	\$36,122,746	\$81,302	\$36,204,048
2044	\$35,039,310	\$82,928	\$35,122,238
2045	\$33,988,383	\$84,587	\$34,072,969
2046	\$32,968,988	\$86,279	\$33,055,267
2047	\$31,980,180	\$88,004	\$32,068,185
2048	\$31,021,042	\$89,764	\$31,110,806
2049	\$30,090,684	\$91,559	\$30,182,243
2050	\$29,188,241	\$93,391	\$29,281,632
2051	\$28,312,877	\$95,258	\$28,408,136
2052	\$27,463,780	\$97,164	\$27,560,944
2053	\$26,640,162	\$99,107	\$26,739,269
2054	\$25,841,258	\$101,089	\$25,942,347
2055	\$25,066,327	\$103,111	\$25,169,438
2056	\$24,314,651	\$105,173	\$24,419,824
2057	\$23,585,531	\$107,276	\$23,692,807
2058	\$22,878,290	\$109,422	\$22,987,712
2059	\$22,192,274	\$111,610	\$22,303,884
2060	\$21,526,845	\$113,843	\$21,640,687
2061	\$20,881,385	\$116,120	\$20,997,504
2062	\$20,255,296	\$118,442	\$20,373,738
2063	\$19,647,997	\$120,811	\$19,768,808
2064	\$19,058,924	\$123,227	\$19,182,151
2065	\$18,487,530	\$125,691	\$18,613,222
2066	\$17,933,286	\$128,205	\$18,061,491
<u>Total</u>	<u>\$1,158,214,193</u>	<u>\$3,269,055</u>	<u>\$1,161,483,248</u>

Table 68
Tax Revenues for Local Taxing Units During Operations by Taxing Unit

	Sales Tax Collections	Hotel Occupancy Taxes	Property Taxes JETI Investment	Property Taxes Land & Inventories	Total Local Revenues
Nearby Cities	\$2,600,696	\$0	\$0	\$0	\$2,600,696
Grimes County	\$866,899	\$0	\$448,543,453	\$0	\$449,410,352
Iola ISD	\$0	\$0	\$693,003,155	\$0	\$693,003,155
Grimes ESD #1	\$0	\$0	\$16,469,045	\$0	\$16,469,045
<u>Total</u>	<u>\$3,467,595</u>	<u>\$0</u>	<u>\$1,158,015,653</u>	<u>\$0</u>	<u>\$1,161,483,248</u>

Discussion of Indirect and Induced Impacts

This analysis calculated the direct economic impact of the facility from its construction project and during its operations. In addition, the indirect and induced impacts were also calculated.

Indirect revenues, jobs and salaries are created in new or existing firms in the state, such as parts suppliers, that may supply goods and services to the facility. In addition, induced revenues, jobs and salaries are created and supported in new or existing businesses, such as retail stores, gas stations, banks, restaurants, and service companies that may supply goods and services to workers and their families.

To estimate the indirect and induced economic impact of the facility on the state, regional economic multipliers were used. Regional economic multipliers for the state and counties are included in the US Department of Commerce's Regional Input-Output Modeling System (RIMS II).

Three types of regional economic multipliers were used in this analysis: an output multiplier, an employment multiplier and an earnings multiplier.

The output multipliers show the estimated total output - inclusive of direct, indirect, and induced revenues - of other companies in the state for every dollar of revenue at the facility or for every dollar spent during construction. The employment multipliers show the total number of jobs created for each direct job of the associated activity. The earnings multipliers show the total amount of salaries paid to these workers. The following multipliers were used in this analysis to estimate the statewide impacts:

Table 69		
State of Texas RIMS II Multipliers Used in this Analysis		
Type II (Direct + Indirect + Induced) Multipliers		
	During Construction	During Operations
Output multiplier	2.4464	1.9149
Employment multiplier	2.2999	3.5414
Earnings multiplier	2.0049	1.8356

The local economic impact is estimated for Grimes County with the multipliers shown below.

Table 70		
Grimes County RIMS II Multipliers Used in this Analysis		
Type II (Direct + Indirect + Induced) Multipliers		
	During Construction	During Operations
Output multiplier	1.3393	1.1656
Employment multiplier	1.2868	1.4615
Earnings multiplier	1.2060	1.1702

About Impact DataSource

Impact DataSource is a 30-year old Austin, Texas economic consulting, research and analysis firm. The firm has conducted economic impact analyses of numerous projects in Texas and 39 other states. In addition, the firm has developed economic impact analysis computer programs for several clients including the Tennessee Department of Economic & Community Development.

The firm's principal, Paul Scheuren, performed this economic impact analysis. Paul has a Master of Arts in economics from Clemson University as well as a Bachelor of Business Administration in actuarial science from Temple University.

Some Rates and Assumptions Used in this Analysis

State tax rates for tax revenues that go into the state's general revenue fund:

Texas business franchise tax:

Texas franchise tax is a tax on "taxable margin," which is a concept similar to taxable income. Generally, an entity's taxable margin is its revenue less either its cost of goods sold or its compensation expense, but not both. If 70% of the entity's revenue is less than either of these calculations, then 70% of revenue is the taxable margin. Taxable margin must then be apportioned to business done in Texas, measured by the ratio of gross receipts from business done in Texas to gross receipts from business done everywhere. The tax rate is then applied to the apportioned margin. A rate of .375% is used for taxable entities primarily engaged in retail or wholesale trade, and a .75% rate is used for all other entities.

Sales and use tax rate	6.25%
Hotel occupancy tax rate	6.00%
Gasoline tax, per gallon	\$0.20
Percent of gasoline taxes going into state general revenues	25.00%
Motor vehicle sales and use tax	6.25%
Percent of total salaries that a typical worker spends on taxable goods and services	26.00%

Estimated other taxes collected annually by the state for the general revenue fund for each worker household:

	Total Collections in 2025	Number of Households in the State (2024 ACS)	Amount of Annual Collections Per Worker Household
Cigarette and tobacco taxes	\$1.111 B	11,449,769	\$97
Alcoholic beverage taxes	\$2.068 B	11,449,769	\$181
Net lottery proceeds	\$2.812 B	11,449,769	\$246
Total			\$524.00

Some assumptions used in this analysis:

Annual state gasoline tax collections per worker:

Miles driven per year by a typical worker	15,000
Miles per gallon	20
Number of gallons of gasoline purchased each year by a typical worker	750
Gasoline tax, per gallon	\$0.20
Gasoline taxes paid each year by a typical worker	\$150
Percent of gasoline taxes going into the general fund	25%
Gasoline taxes paid each year by a typical worker going to the general fund	\$37.50

Annual motor vehicle sales and use tax collections per worker:

Number of new or used automobiles purchased per 10 workers each year	2
Average value of new or used automobiles purchased by a typical worker who purchases an automobile	\$35,000
Motor vehicle sales and use tax	6.25%
Annual motor vehicle sales and use taxes paid by a typical worker	\$437.50

Estimated other taxes collected annually by the state for the general revenue fund for each worker household:

Summary of annual state taxes, other than sales taxes, collected from each worker:

Gasoline taxes	\$37.50
Motor vehicle sales and use taxes	\$437.50
Cigarette and tobacco taxes	\$97.00
Alcoholic beverage taxes	\$181.00
Net lottery proceeds	\$246.00
Total	\$999.00

Estimated annual increase in the above taxes per worker over each of the next 38 years 3.00%

Local tax rates used in this analysis:

Local Sales Tax Rates

Nearby Cities	1.50%
Grimes County	0.50%
<u>Total Local Sales Tax Rate</u>	<u>2.00%</u>

Local Hotel Occupancy Tax Rates

Nearby Cities	7.00%
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Local Property Tax Rates

City: N/A		0.000000
County: Grimes County		0.423077
School: Iola ISD		0.854400
	M&O Rate:	0.664200
	I&S Rate:	0.190200
Spec Dist #1: Grimes ESD #1		0.015534
Total Rate		1.293011

AFFIDAVIT OF SPACE EXPLORATION TECHNOLOGIES CORP

BEFORE ME, the undersigned authority, personally appeared Richard Lee, who, being by me duly sworn, deposed and said:

“My name is **Richard Lee**, I am over 18 years of age, of sound mind, and I have never been convicted of a felony or a crime of moral turpitude. I have personal knowledge of the facts stated in this affidavit and all the facts stated herein are true and correct.

I am **Vice President of Tax and Treasury** of the **Space Exploration Technologies Corp** and am authorized to make this affidavit on behalf of **Space Exploration Technologies Corp**. **Space Exploration Technologies Corp** hereby attests that it is not ineligible under Government Code, §403.606 to submit an application or enter into an agreement under Texas Jobs, Energy, Technology and Innovation Act (“Act”).

We certify that **Space Exploration Technologies Corp** has thoroughly reviewed the ineligibility criteria outlined in Section 403.606 and **Space Exploration Technologies Corp** affirms to the best of our knowledge and belief, none of the circumstances or conditions that render the company ineligible under Government Code, §403.606 are applicable.

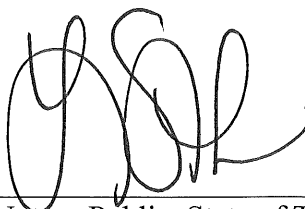
We understand the importance of accuracy and completeness in providing this information and acknowledge that any false statement or misrepresentation may result in legal consequences including rejection of an application or rescission of an agreement entered under the Act.”

WITNESS MY HAND on this the 4th day of May, 2026.



Richard Lee

SUBSCRIBED AND SWORN TO BEFORE ME on May 4, 2026 , to certify which witness my hand and official seal.



Notary Public, ~~State of Texas~~ **STATE OF CALIFORNIA**

My commission expires 7/25/27