

2014 Compliance Report

City of Bryan City Council

May 2015

Overview

- Eight (8) projects under agreement monitoring for compliance by RVP for City of Bryan
- ALL recent incentives projects of STRATEGIC NATURE
- All projects considered to be in SUBSTANTIAL COMPLIANCE

2014 Compliance Report – Axis Pipe & Tube



Incentive:

Brazos County – Tax Abatement

2013	100%	2018	70%
2014	100%	2019	70%
2015	100%	2020	50%
2016	100%	2021	40%
2017	80%	2022	30%

City of Bryan – Non-Annexation Agreement

During first 3 years of Agreement (2013, 2014, 2015) no payment to the city. For every year thereafter, the payment is equivalent of 50% of the amount the City would have collected in Ad Valorem tax that year.

Obligation:

	PAYROLL		VALUE / INVESTMENT			EMPLOYMENT	
	REQUIRED	ACTUAL	REQUIRED VALUE	ACTUAL INV.	BCAD	REQUIRED	ACTUAL
2013		\$37,150		\$28,441,025	\$1,393,920	0	5
2014		\$5,176,813		\$199,569,173	\$8,260,230	0	145
2015							
2016	\$10,545,000		\$120,000,000			285	
2017	\$10,545,000		\$120,000,000			285	
2018	\$10,545,000		\$120,000,000			285	
2019	\$10,545,000		\$120,000,000			285	
2020	\$10,545,000		\$120,000,000			285	
2021	\$10,545,000		\$120,000,000			285	
2022	\$10,545,000		\$120,000,000			285	

2014 Compliance Report – FUJIFILM Diosynth Biotechnologies Texas (FDBT)



Incentive:

RVP Fund - CASH INCENTIVE

Start-up Cash Grant \$50,000

NOTE: Fuji announcement December 2014 acquisition of Kalon Biotherapeutics

Obligation:

	PAYROLL		EMPLOYMENT	
	REQUIRED	ACTUAL	REQUIRED	ACTUAL
2012	\$1,400,000	\$2,413,392	20	35
2013	\$1,400,000	\$5,279,080	20	63
2014	\$1,400,000	\$7,116,902	20	94
2015	\$1,400,000		20	

Note: 2014 Value = \$11,427,570 at NCTM

2014 Compliance Report – Kent Moore Cabinets



Incentive:

Brazos County - Tax Abatement			
2008	0%	2013	40%
2009	70%	2014	30%
2010	70%	2015	20%
2011	60%	2016	10%
2012	50%		

City of Bryan - Tax Abatement			
2008	0%	2013	40%
2009	70%	2014	30%
2010	70%	2015	20%
2011	60%	2016	10%
2012	50%		

Obligation:

	INVESTMENT	
	REQUIRED	BCAD
2008	\$0	\$0
2009	\$4,093,323	\$4,429,950
2010		\$4,369,950
2011		\$4,302,620
2012		\$4,205,770
2013		\$4,294,980
2014		\$4,384,320

2014 Compliance Report – ConocoPhillips Specialty Products, Inc. / LSPI



Incentive:

City of Bryan – Tax Abatement			
2008	0%	2013	30%
2009	70%	2014	20%
2010	60%	2015	10%
2011	50%		
2012	40%		

NOTE: Berkshire Hathaway's Lubrizol, Inc. acquired ConocoPhillips in early 2014

Obligation:

	PAYROLL		INVESTMENT		
	REQUIRED	ACTUAL	REQUIRED	ACTUAL	BCAD
2008	\$2,694,743	\$3,230,598	\$0	\$4,774,928	\$0
2009	\$2,794,743	\$4,164,464	\$3,695,000	\$2,017,980	\$6,566,180
2010	\$2,844,743	\$4,072,538			\$7,290,360
2011	\$2,844,743	\$4,263,452			\$6,570,100
2012	\$2,844,743	\$4,615,966			\$4,122,610
2013	\$2,844,743	\$4,955,778			\$3,235,798
2014	\$2,844,743	\$5,806,066			\$3,259,120
2015	\$2,844,743				

2014 Compliance Report – Penncro

Incentive:

Brazos County - Tax Abatement		City of Bryan - Tax Abatement	
2011	0%	2011	0%
2012	50%	2012	50%
2013	50%	2013	50%
2014	50%	2014	50%

Obligation:

	PAYROLL		INVESTMENT		
	REQUIRED	ACTUAL	REQUIRED	ACTUAL	BCAD
2011	\$0	\$3,316,639	0	\$2,047,320	0
2012	\$8,000,000	\$8,187,749	\$1,250,000		\$309,810
2013	\$8,000,000	\$7,404,116			\$229,580
2014	\$8,000,000	\$7,072,544			\$245,660

2014 Compliance Report – Toyo Ink



Incentive:

Brazos County – Tax Abatement							
Original			*Amended for expansion				
2007	0%	2012	40%	2007	0%	2012	50%
2008	70%	2013	20%	2008	70%	2013	20%
2009	60%	2014	20%	2009	60%	2014	30%
2010	60%	2015	10%	2010	60%	2015	10%
2011	40%			2011	40%		

Obligation:

	PAYROLL	
	Required	Actual
2007		
2008	\$1,000,000	\$689,723
2009	\$1,000,000	\$1,140,610
2010	\$1,000,000	\$1,305,554
2011	\$1,000,000	\$1,270,189
2012	\$2,000,000	\$2,169,747
2013	\$2,000,000	\$1,860,272
2014	\$2,000,000	\$1,813,295

BBC Land

22 acres in Bryan Business Park

City of Bryan – Tax Abatement

Original					*Amended for expansion				
2007	0%	2012	40%	2007	0%	2012	50%		
2008	70%	2013	20%	2008	70%	2013	20%		
2009	60%	2014	20%	2009	60%	2014	30%		
2010	60%	2015	10%	2010	60%	2015	10%		
2011	40%			2011	40%				

INVESTMENT

Required	Actual	BCAD
\$20,000,000	\$22,148,985	
		\$13,268,580
		\$14,809,380
		\$16,936,490
\$6,000,000	\$5,725,664	\$20,012,650
		\$21,562,430
		\$21,155,300

2014 Compliance Report – Nutrabort



Incentive:

City of Bryan - Tax Abatement			
2014	100%	2019	30%
2015	100%	2020	20%
2016	90%	2021	20%
2017	80%	2022	10%
2018	70%	2023	10%

Research Valley Partnership – Cash Incentive

Installment #1	\$15,000	Start of construction
Installment #2	\$37,500	Issuance of Certificate of Occupancy
Installment #3	\$10,000	End of one year of full operations
Total	\$62,500	

City of Bryan - Cash Incentive

\$49,240 upon Issuance of Certificate of Occupancy

Obligation:

	PAYROLL		VALUE / INVESTMENT			EMPLOYMENT	
	Required	Actual	Required Value	Actual Inv.	BCAD	Required	Actual
2013					\$1,393,920		
2014		\$7,576,428.64	\$9,000,000	\$13,001,492	\$6,431,180		86
2015			\$9,000,000				
2016	\$3,000,000		\$9,000,000			75	
2017	\$3,000,000		\$9,000,000			75	
2018	\$3,000,000		\$9,000,000			75	
2019	\$3,000,000		\$9,000,000			75	
2020	\$3,000,000		\$9,000,000			75	
2021	\$3,000,000		\$9,000,000			75	
2022	\$3,000,000		\$9,000,000			75	
2023	\$3,000,000		\$9,000,000			75	

2014 Compliance Report – FUJIFILM Diosynth Biotechnologies Texas (FDBT)



Incentive:

Brazos County – Cash Incentive				Bryan– Cash Incentive				College Station – Cash Incentive			
2016	\$266.2M	2021	\$207.0M	2016	\$74.0M	2021	\$57.6M	2016	\$196.8M	2021	\$153.0M
2017	\$236.7M	2022	\$207.0M	2017	\$65.8M	2022	\$57.6M	2017	\$174.9M	2022	\$153.0M
2019	\$207.0M	2023	\$147.0M	2019	\$57.6M	2023	\$41.1M	2019	\$153.0M	2023	\$109.4M
2020	\$207.0M			2020	\$57.6M			2020	\$153.0M		

Obligation:

	PAYROLL		VALUE / INVESTMENT			EMPLOYMENT	
	REQUIRED	ACTUAL	REQUIRED VALUE	ACTUAL INV.	BCAD	REQUIRED	ACTUAL
2015	0					0	
2016	0		\$70,000,000			0	
2017	0		\$70,000,000			0	
2018	\$6,000,000		\$70,000,000			100	
2019	\$6,000,000		\$70,000,000			100	
2020	\$6,000,000		\$70,000,000			100	
2021	\$6,000,000		\$70,000,000			100	

Note: 2015 Compliance Begins / ILA

2014 Compliance Report – Cumulative Report

Note: Does not include Fuji in Biocorridor – strategic projects paying off!