Internal Report: Current Applications - Factory Addition

Table 1: Basic Information

Project Name	Factory Addition
Project Applicant	Current Applications
Project Description	Construct and equip a 10,200 Sq Ft addition to existing factory.
Project Industry	Electrical Equipment, Appliance, and Component Manufacturing
Municipality	Watertown City
School District	Watertown
Type of Transaction	Tax Exemptions
Project Cost	$736,804
Mortgage Amount	$254,000

Table 2: Permanent New/Retained Employment (Annual FTEs)

	State	Region
Total Employment	**87**	**87**
Direct**	54 (6 created and 48 retained)	54 (6 created and 48 retained)
Indirect***	15	15
Induced****	12	12
Temporary Construction (Direct and Indirect)	5	5

Table 3: Permanent New/Retained Labor Income (Annual) & Average Salary (Annual)

	State Labor Income	Region Labor Income	Average Salary
Total	**$3,181,925**	**$3,181,925**	**$36,673**
Direct**	$1,620,000	$1,620,000	$30,000
Indirect***	$907,170	$907,170	$58,534
Induced****	$433,559	$433,559	$34,998
Temporary Construction (Direct and Indirect)	$221,196	$221,196	$45,349

Table 4: Cost/Benefit Analysis (Discounted Present Value*)

Total Costs to State and Region	**$78,049**
Mortgage Tax Revenue Forgone	$1,429
State	$1,429
County	$0
Local	$0
Property Tax Revenue Forgone	$75,162
485-B Property Tax Abatement	$17,514
Above 485-B	$57,648
Sales Tax Revenue Forgone	$16,458
Construction Materials	$16,458
Other Items	$0
Less IDA Fee	-$15,000
Total Benefits to State and Region	**$1,751,862**
Total State Benefits	**$1,311,661**
Income Tax Revenue	$913,178
Direct**	$425,109
Indirect***	$367,900
Induced****	$113,771
Construction (Direct and Indirect, 1 year)	$6,398
Mortgage Tax Revenue	$476
Sales Tax Revenue	$398,007
Direct**	$216,419
Indirect***	$121,191
Induced****	$57,920
Construction (Direct and Indirect, 1 year)	$2,477
Total Regional Benefits	**$440,201**
Property Tax/PILOT Revenue	$67,069
Sales Tax Revenue	$373,131
Direct**	$202,893
Indirect***	$113,616
Induced****	$54,300
Construction (Direct and Indirect, 1 year)	$2,323

Table 5: Local Fiscal Impact (Discounted Present Value*)

Total Local Client Incentives	$68,125
Total Anticipated Local Revenue (Property Tax plus Local Sales Tax)	$440,201
Net Local Revenue	$372,075

Table 6: Property Tax Revenue (Discounted Present Value*)

Total Property Tax	**$193,958**
County Property Tax	**$55,121**
Property Tax on Existing Property	$36,070
Property Tax on Improvement to Property	$19,051
City/Village Property Tax	**$59,322**
Property Tax on Existing Property	$38,807
Property Tax on Improvement to Property	$20,515
School District Property Tax	**$79,515**
Property Tax on Existing Property	$52,011
Property Tax on Improvement to Property	$27,503

* Figures over 15 years and discounted by 3.49%
** Direct - The recipient of IDA assistance adds new jobs to the regional economy and/or retains jobs at risk of being lost to another region. Investments that result in displacing existing jobs (e.g., most retail and many service sector industries) do not fall under this definition.
*** Indirect - The recipient of IDA assistance makes purchases from regional firms, which stimulates suppliers to add jobs and payroll that are new to the regional economy or are saved from being lost to competitors outside the region.
**** Induced - The recipient of IDA assistance by adding to and/or retaining payroll stimulates household spending that is new to the regional economy and/or saved from being lost to competitors outside the region.

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