

**UPDATE TO TEXAS ECONOMIC DEVELOPMENT INCENTIVE
COMPREHENSIVE SUMMARY TABLES**

Table 1 - Texas Incentive Grid

Table 2 - Chapter 313 Job Creation Summary

TABLE 1:
TEXAS INCENTIVE GRID

	PROGRAM OBJECTIVE(S)	INCENTIVE PROGRAM	STATUTORY BASIS	AGENCY(IES) ADMINISTERING PROGRAM	MONITORING/ OVERSIGHT/ COMPLIANCE/ ENFORCEMENT PROCESS	STATE APPROPRIATION ¹	
	JOB/CAPITAL INVESTMENT CREATION	TX Econ Dev Act (Chap. 313)	TX Tax Code Chapter 313	Shared between Comptroller of Public Accounts (CPA) & local ISD	ISD: monitoring, oversight, annual reports; Biennium report to CPA; Clawback provision. ⁵	No specific appropriation	
		TX Enterprise Fund	TX Gov Code § 481.078	Office of the Governor (OOG)	Site visits; Annual reports; Clawback provisions.	2011: \$150 Million 2013: \$120 Million	
		Economic Development Refund	TX Tax Code § 111.301-111.304	Program repealed during first special session of 82nd Legislature (SB1)			
		Texas Enterprise Zone Program⁹	TX Gov Code Chapter 2303	Office of the Governor (OOG) and Comptroller of Public Accounts (CPA)	CPA verifies refund requests by sending field audit personnel to validate information (expenses & jobs) in refund request.	No specific appropriation	
		Texas Moving Image Industry	TX Gov Code § 485.022	Office of the Governor (OOG)	OOG reviews, approves/ denies receipts submitted; reports provided.	2011: \$32.03 Million 2013: \$95.02 Million	
	RESEARCH, COMMERCIALIZATION, VENTURE CAPITAL	TX Emerging Tech Fund	TX Gov. Code § 490.101	Office of the Governor (OOG)	Commercialization grantees must submit an annual project compliance report. Research-Superiority & Research-Matching are contract-driven and must submit specific milestone and quarterly/annual reports.	2011: \$140.51 Million 2013: \$57.22 Million	
		CAPCO	TX Insurance Code §228.001-228.353	Comptroller of Public Accounts (CPA)	Tax credits are subject to recapture in the event of decertification.	No additional allocation since 2003 ¹⁵	
	PROCESSING, WAREHOUSING AND STORAGE	Freeport Exemptions	TX Tax Code § 11.251	Comptroller of Public Accounts (CPA)	Oversight and annual checks by local CAD; Information on exemptions included in CPA's Property Value study.	No specific appropriation	
	WORKFORCE TRAINING	Skills Development Fund	TX Labor Code § 303.003	Texas Workforce Commission (TWC)	TWC provides annual report; colleges administer grant.	2011: \$48.50 Million 2013: \$47.92 Million	

Note: This table includes information at the aggregate level. Various incentive programs have multiple objectives within them. Please see each individual program for details



All data reported from the agencies administering each program.

NO. OF AWARDS	TOTAL AWARD AMOUNT	TIME PERIOD COVERED	NEW/ COMMITTED ² JOBS	RETAINED JOBS	CAPITAL INVESTMENT COMMITTED	COST PER JOB ³	COST PER \$1,000 OF CAPITAL INVESTMENT ⁴
128 ⁶	\$2.388 Billion ⁷	2001 – 2011	6,676 Jobs ⁸	-----	\$62.44 Billion	\$357,666	\$38 per \$1,000
53	\$157.14 Million	Sept 2010 – June 2014	22,794 Jobs	-----	\$9.61 Billion	\$6,894	\$16 per \$1,000
Program repealed during first special session of 82nd Legislature (SB1)							
202	\$103.73 Million	FY 2010 – FY 2013	13,846 Jobs	133,441 Jobs	\$30.58 Billion	\$704 ¹⁰	\$3 per \$1,000
649	\$122.22 Million	Sept. 2009 – June 2014	12,644 Jobs ¹¹	-----	\$819.27 Million ¹²	\$9,667	\$149 per \$1,000
190	Commercialization: \$200.05 Million Research Superiority: \$90.40 Million Research Matching: \$124.65 Million RCIC ¹³ : \$9.59 Million	FY 2006 – FY 2013	Commercialization: 1,661 Jobs ¹⁴ Research Superiority: 655 Jobs ¹⁴ Research Matching: 369 Jobs ¹⁴	Capital investment is not currently a program performance metric; can be collected at a later date.	Commercialization: \$120,439 Research Superiority: \$138,015 Research Matching: \$337,805	Capital investment is not currently a program performance metric; can be collected at a later date.	
43 ¹⁶	\$93.76 Million	2010 – 2011	3,913 Jobs	1,002 Jobs	\$93.76 Million	\$19,076 ¹⁷	Information not tracked
5,982	\$292.86 Million	2013	Freeport exemptions apply to products stored at these Freeport locations when a value-added component (i.e., packaging or assembly) occurs. Specific employment and/or capital investment requirements are not tracked. No benefit is received if an economic activity (i.e., value-added processing, warehousing and storage) does not occur.			Information not tracked	Information not tracked
135	\$77.15 Million	FY 2010 – FY 2012	12,240 Jobs	45,828 Jobs	Information not tracked	\$1,329 ¹⁸	Information not tracked

Please see the following page for grid endnotes.

TABLE 2:

CHAPTER 313 JOB CREATION SUMMARY

	REPORTED NUMBER OF QUALIFYING JOBS CREATED THROUGH 2011	NUMBER OF QUALIFYING JOBS RECIPIENT COMMITTED TO CREATE ON APPLICATION	ESTIMATED GROSS TAX BENEFIT PER QUALIFYING JOB ACTUALLY CREATED THROUGH 2011	ESTIMATED GROSS TAX BENEFIT PER COMMITTED JOB OVER LIFE OF PROJECT AGREEMENT
Manufacturing	5,477	5,484	\$194,361	\$194,113
Research and Development	851	68	\$24,981	\$312,627
Clean Coal	0	0	\$0	\$0
Advance Clean Energy	0	0	\$0	\$0
Renewable Energy Electric Generation (Wind)	666	480	\$1,261,013	\$1,752,202
Renewable Energy Electric Generation (Non-Wind)	0	44	\$0	\$735,355
Electric Power Generation (Integrated Gasification Combined Cycle)	0	100	\$0	\$916,218
Nuclear Electric Power Generation	0	500	\$0	\$674,917
Total	6,994	6,676	\$341,363	\$357,666

ENDNOTES TO TEXAS INCENTIVES GRID, TABLE 1

¹ Unless otherwise specified, the appropriations refer to state appropriations from the 82nd Texas Legislative Session (2011) and from the 83rd Texas Legislative Session (2013). The 2011 appropriations cover fiscal 2012 and fiscal 2013. The 2013 appropriations cover fiscal 2014 and fiscal 2015.

² This is the number of new jobs that the award recipients have committed to create.

³ This represents the value of state spending (e.g., tax limitation, tax credit, expenditure, tax refund) per job (new/committed and retained).

⁴ This represents the value of state spending (e.g., tax limitation, tax credit, expenditure, tax refund) per \$1,000 of capital investment.

⁵ During the 81st Legislative Session, House Bill 3676 added a clawback provision to the Act. If a company fails in any year of a limitation agreement to make the required qualified investment or create the required number of qualifying jobs, the company must pay a penalty equal to any tax benefit to the state.

⁶ The Report of the Texas Economic Development Act (2013) states that there are 128 active Chapter 313 agreements. This report analyzes the effects on awards, capital investment, jobs and costs associated with these 128 active projects.

⁷ This represents the estimated gross tax benefit (for the agreement holders) over the lifetime of the current agreements.

⁸ This represents the number of qualifying jobs proposed in the original application. The number of new jobs created has been waived as an eligibility criterion.

⁹ Information represents the total from three types of project designations: single projects, double jumbo projects and triple jumbo projects.

¹⁰ This value represents the cost associated with both new jobs created and jobs retained as a result of the program award. It should be noted that the number of new jobs created represents 9 percent of the total number of jobs associated with the program. The remaining 91 percent is attributed to retained jobs.

¹¹ This is the total number of fulltime equivalent jobs reported by the Texas Film Commission from Sept. 1, 2009 to June 30, 2014.

¹² This is spending in Texas by firms engaged in feature film, television, commercials and video games. Total spending does not include capital investment.

¹³ RCIC stands for Regional Center of Innovation and Commercialization.

¹⁴ Job numbers reflect the actual number of jobs at each awarded company as of Aug. 31, 2013.

¹⁵ \$400 million total tax credits available. \$200 million was allocated in 2003 and \$200 million was allocated in 2007.

¹⁶ This is the number of unique business entities receiving CAPCO investments.

¹⁷ This value represents the cost associated with both new jobs created and jobs retained as a result of the program award. It should be noted that the number of new jobs created represent close to 80 percent of the total number of jobs associated with the program as of December 2011. The remaining 20 percent is attributed to retained jobs.

¹⁸ This value represents the cost associated with both new jobs created and jobs retained as a result of the program award. It should be noted that the number of new jobs created represent 21 percent of the total number of jobs associated with the program. The remaining 79 percent is attributed to retained jobs.