



Incentive Funding Proposal | Project Tree

5.5.2022

GO Topeka has been working with a local manufacturing company to assist in a much-needed expansion. The details of the proposed incentive for Project Tree are below:

- Capital Investment in real property of \$2M ; \$8M in equipment over the next five years
- 20 new jobs over the next five years, with an average wage of at least \$40,000

Real Property Incentive

GO Topeka is offering a cash incentive of \$134,000 to offset the purchase of land and a facility for a second location for Project Tree in Shawnee County.

Equipment Investment Incentive

GO Topeka is offering a cash incentive paid upon performance of \$2,000 per million invested in equipment. For this proposal, we have used the estimated investment of \$8M. Total Equipment incentive offered is \$16,000.

Employment Incentive

Based on the assumption the company would bring 20 new jobs to Shawnee County over the next five years with an average annual salary of \$40,000 GO Topeka is offering a performance-based cash grant payable over five years in an amount of \$4,000 per employee. The incentive amount will adjust as those numbers adjust up until the time and incentive contract is executed. The value of the employment incentive offered is: \$80,000

Cash for Training

The community recognizes the importance of a skilled workforce. As part of the incentive package for Project Tree, GO Topeka will offer a cash training grant of \$1,000 per new employee up to 20 employees. The value of the training incentive offered is: \$20,000

GO Topeka Cash Incentives	
Real Property Investment Incentive	\$134,000
Equipment Investment Incentive	\$16,000
Employment Incentive	\$80,000
<u>Training Incentive</u>	<u>\$20,000</u>
<u>TOTAL</u>	<u>\$250,000</u>