

SUMMARY OF INCENTIVES

Mulvane, Kansas

INDUSTRIAL REVENUE BOND FINANCING

The City of Mulvane and Sedgwick County would be willing to issue IRB's to assist with the financing of this project.

TAX ABATEMENTS

The City of Mulvane could grant up to ten years, a 100% property tax abatement on the new facility and equipment.

TRAINING PROGRAMS

In conjunction with the local Vo-Tech or university, the State of Kansas has several training programs.

S.K.I.L.L. (State of Kansas Investment in Lifelong Learning): This program is financed through public purpose bonds issued by the State. The proceeds from the bonds are used to assist in training new employees. Everything but the trainee's salary can be paid for.

K.I.T. (Kansas Industrial Training Program): Similar to S.K.I.L.L. but moneys are allocated from the state gaming funds. Usually used for smaller projects.

COMMUNITY DEVELOPMENT BLOCK GRANT FUNDS

The State will offer up to \$500,000 in low interest loans or possibly a grant to new and expanding companies.

KANSAS PARTNERSHIP FUND

A low interest loan program (or possibly a grant from the community) to make infrastructure improvements for economic development projects.

STATE TAX CREDITS

Job Creation Tax Credit - \$ 1,500 state income tax credit for each new job.

Investment Tax Credit - \$ 1,000 for each \$ 100,000 invested in a project.

Research & Development Tax Credit - For increases in R&D over the previous year can receive a tax credit equal to 6.5% of the increased expenditure amount.

KANSAS HIGH PERFORMANCE INCENTIVE PROGRAM

Kansas Income Tax Credit equal to 10% of capital investment which exceeds \$50,000. Credit available to manufacturing/distribution/service company with less than 500 employees that pays above average wages for the industry and participates in a State training program or annual training expense exceeds 2% of payroll.

SALES TAX EXEMPTIONS

All construction materials are exempt from state and local sales taxes.

INVENTORY TAX

There is no inventory tax in Kansas.

UTILITY INCENTIVES

The generating and distribution facilities are Municipally owned by the City of Mulvane. This gives the city tremendous flexibility in dealing with electric rates.