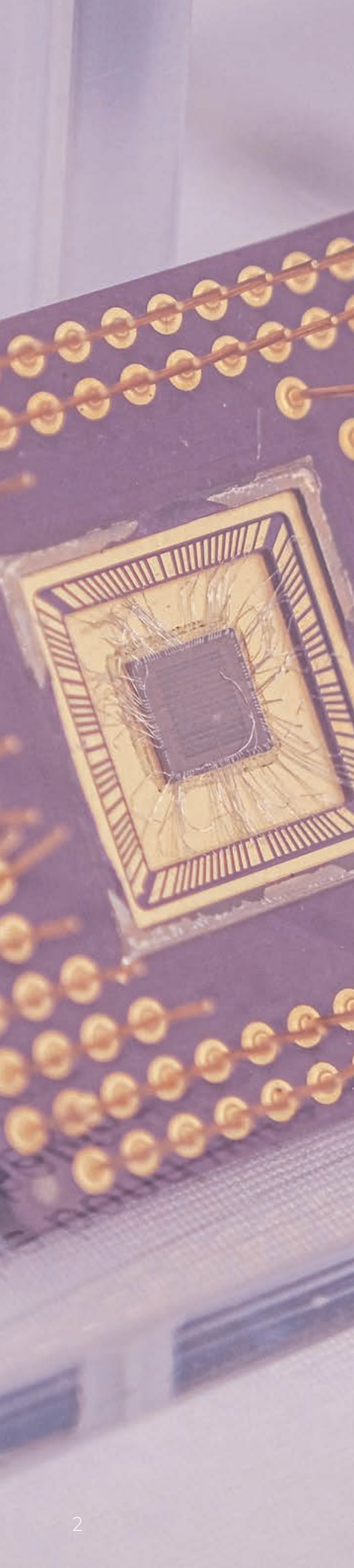


Attracting Powerful Economic Expansion (APEX)

2023 ANNUAL REPORT

JANUARY 2024





Attracting Powerful Economic Expansion

On February 10, 2022, the Attracting Powerful Economic Expansion (APEX) bill was signed into law by Governor Laura Kelly. Having received bipartisan support in the House and Senate, APEX addresses the unique needs of companies within targeted industries that invest \$1 billion or more in the expansion of their operations or relocation of their headquarters anywhere in Kansas. APEX also includes up to five suppliers for such “megaprojects.” Both Panasonic and Integra Technologies represent the largest and third largest economic development projects respectively in the 162-year history of the State of Kansas.

As of December 2023, the APEX agreement with Panasonic will result in the following:

- 8,000 total jobs: 4,000 with Panasonic and 4,000 indirect jobs (suppliers, etc.).
- 16,500 construction jobs (the 3 million square foot structure will take at least 24 months to complete).
- Over \$2.5 billion in annual estimated activity generated by project.
- Each \$1 of Kansas APEX incentives will generate \$26.06 in estimated economic impact.

Annual Amount of Each Benefit

Investment Tax Credit - \$500 million (12.5%) over 5 years

Payroll Rebate - \$234 million (10%) over 10 years

Training and Education - \$5 million per year over 5 years

Relocation Investment - \$1 million per year over 10 years

Sales Tax Exemption - \$60.2 million over 5 years



As of December 2023, the APEX agreement with Integra Technologies will result in the following:

- 5,155 total jobs: 1,994 with Integra and 3,161 indirect jobs (suppliers, etc.).
- Construction of a new 1,000,000 sq ft facility.
- Each \$1 of Kansas APEX incentives will generate \$218.53 in estimated economic impact.

Annual Amount of Each Benefit

Investment Tax Credit - \$180 million (10%) over 10 years

Payroll Rebate - \$65.3 million (8.5%) over 10 years

Training and Education - \$5 million per year over 5 years

Relocation Investment - \$1 million per year over 10 years

Sales Tax Exemption - \$23.3 million over 5 years

Names of Qualified Firms or Qualified Suppliers

Qualified Firms:

- Panasonic Energy Co., Ltd.
 - Type: EV Battery Manufacturing
- Integra Technologies, LLC
 - Type: Semiconductor Manufacturing

Qualified Suppliers:

- None secured at this time

As of December 2023, no Commerce benefits besides sales tax exemption on construction materials for Panasonic have been provided to the Qualified Firms.

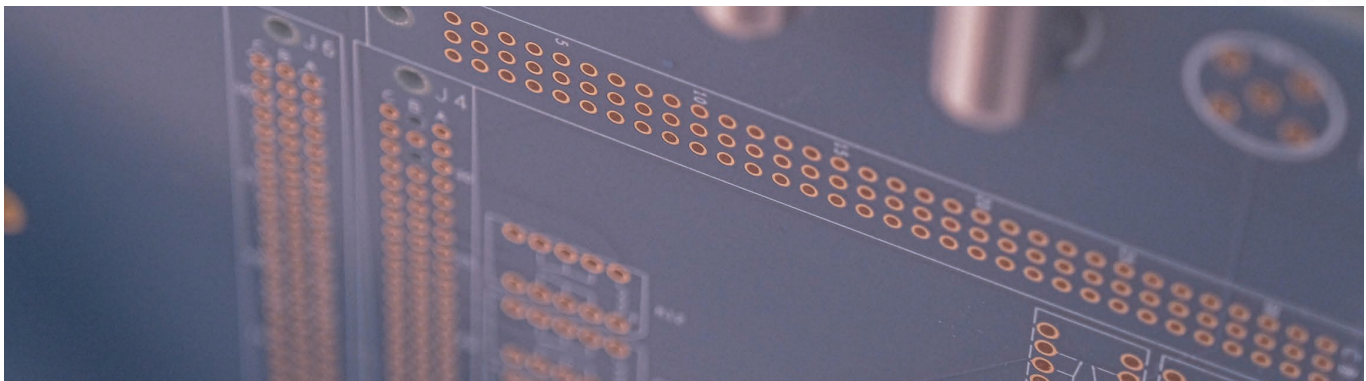
Estimated net state fiscal impact (including direct and indirect new state taxes derived from the new employees hired) - \$0*

Estimated multiplier effect on the Kansas economy of the benefits received under this Act - \$0*

Material defaults by a Qualified Firm or Qualified Supplier - 0

Qualified Suppliers - 0 (none have been identified yet)

*Too early to be determined.





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