

Sector - 301

Regional Economic Impact Analysis – The Kittinger Company

Utilizing IMPLAN Pro modeling software, an economic impact analysis was conducted to measure new investment and employment for the Kittinger Company. IMPLAN Pro is a widely accepted software application and an industry standard for economic impact modeling measuring employment and salary impacts and facility output on the community for a given project.

The impacts generated can be measured on an annual basis except for finite activities, such as economic activity occurring as a result of construction investment.

New Capital Investment:

Construction	\$475,000
Equipment	

Employment:

Direct Jobs	8
Direct Payroll	\$412,001
Direct Construction Jobs	6
Direct Construction Payroll	\$313,003
Indirect Supply Chain/Misc. Services Jobs	5.8

Local Revenue:

- The new jobs will contribute \$90,042 in sales tax over PILOT period.
- The new jobs support \$114,240 in property taxes over PILOT period.
- The construction jobs support \$6,869 in sales tax.
- The construction jobs support \$8,679 in property taxes.

Total Economic Impact of New Capital Investment:

Annual output from new operations at the company: \$1,972,908

One time output from construction activity: \$1,420,730

*Output = Value Added + Intermediate Purchases and represents the total impact of the entire operation including such metrics as labor income, proprietor income, property income and taxes.

The Kittinger Company	Applicant Benefit	Community Benefit
Property Tax Exemptions/payments	\$28,700	\$10,950
Mortgage Recording Exemption	\$13,600	N/A
Sales Tax Exemptions	\$41,000	N/A
Expansion in Clarence will add 8 new jobs and new payroll of \$412,001		\$412,001
The 8 new jobs will pay an estimated \$90,042 in sales tax over PILOT period.		\$90,042
The 8 jobs will pay an estimated \$114,240 in property tax over PILOT period.		\$114,240
The 6 construction jobs will pay an estimated \$6,869 in sales tax during construction.		\$6,869
The 6 construction jobs will pay an estimated \$8,679 in property tax during construction.		\$8,679
The new facility and permanent jobs will have a positive effect on community business - Re: restaurants, stores, entertainment, transportation, service providers such as accountants, doctors, attorneys.		\$8,101,750
Project will generate 4.7 equipment supply jobs for one year, creating an additional \$630,330 in economic activity.		\$630,730
TOTAL	\$83,300	\$9,375,261

*Output = Value Added + Intermediate Purchases and represents the total impact of the entire operation including such metrics as labor income, proprietor income, property income and taxes.

**Construction and Equipment Employment is measured on an annual basis even though many projects are complete before 12 months is up.