

**Manufacturing Example FTZ Savings: Total imports \$12.5 Million/year, \$20 Million in Building and Equipment, 10% exports.**

<b>FTZ Benefits &amp; Expenses By Type</b>	<b>Year 1</b>	<b>Year 2</b>	<b>Year 3</b>	<b>Year 4</b>	<b>Year 5</b>	<b>5-YEAR TOTAL</b>
<b>FTZ Benefits</b>						
Re-Exports <sup>1</sup>	\$92,000	\$110,400	\$132,480	\$158,976	\$190,771	\$684,627
Reject, scrap, & military sales	13,800	16,560	19,872	23,846	28,616	102,694
One-time benefit <sup>2</sup>	---					
Ongoing duty deferral	14,927	17,912	21,495	25,794	30,953	111,081
Inverted Tariffs	814,200	977,040	1,172,448	1,406,938	1,688,325	6,058,951
Property Tax Benefits	23,300	51,260	84,812	125,074	173,389	457,836
Merchandise Processing Fee savings	23,080	27,696	33,235	39,882	47,859	171,752
<b>Total FTZ Benefits</b>	<b>\$981,307</b>	<b>\$1,200,868</b>	<b>\$1,464,342</b>	<b>\$1,780,510</b>	<b>\$2,159,913</b>	<b>\$7,586,941</b>
<b>FTZ-RELATED EXPENSES</b>						
Internal FTZ Operation Expenses	\$125,000	\$128,750	\$132,613	\$136,591	\$140,689	\$663,642
Grantee fees	25,000	25,750	26,523	27,318	28,138	132,728
<b>TOTAL FTZ-RELATED EXPENSES</b>	<b>\$150,000</b>	<b>\$154,500</b>	<b>\$159,135</b>	<b>\$163,909</b>	<b>\$168,826</b>	<b>\$796,370</b>
<b>NET FOREIGN-TRADE ZONE BENEFITS</b>	<b>\$831,307</b>	<b>\$1,046,368</b>	<b>\$1,305,207</b>	<b>\$1,616,601</b>	<b>\$1,991,086</b>	<b>\$6,790,570</b>

Totals may vary, due to rounding.

<sup>1</sup>Export benefits to Canada and/or Mexico subject to applicable free trade agreements.

Application and activation expense	\$55,000
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<sup>2</sup> One-time benefit available after 9 weeks	\$135,700
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