

CE Machine Tax Abatement Request



Office of Economic
Development

February 15, 2022



CE Machine



- Founded in 1975 as manufacturer of medium sized precision parts and assemblies for aerospace industry
- Customers: Bell Helicopters, Textron Aviation, Boeing, Gulfstream, Embraer
- Located at 1741 S. Hoover Ct. (near Harry and Hoover streets)



CE Machine



- Requesting an Economic Development Exemption (EDX) tax abatement
- EDX is a State of Kansas program
- Manufacturing, warehousing and distribution or research and development of products used in interstate commerce



CE Machine



- 25,000 square foot expansion at a cost of \$1,300,000
- \$600,000 new machinery and equipment
- Base employment 98; Five new jobs with annual wages of \$43,000
- Job creation 30%, capital investment 40%, Regional Growth Plan sector 10%, utilizing State of Kansas incentives 10% = **90%**



CE Machine



CEDBR Benefit/Cost Analysis:

	Projected
City of Wichita	1.37 to 1.00
City of Wichita – Gen Fund	1.28 to 1.00
City of Wichita – Debt Srv Fund	1.49 to 1.00
Sedgwick County	1.24 to 1.00
USD 259	1.67 to 1.00
State of Kansas	10.45 to 1.00



CE Machine



- **Recommendation:**

- It is recommended that City Council close the public hearing and approve the first reading of the ordinance granting C.E. Machine, Inc. a 90% tax exemption on the identified real property improvements for a five-year term, plus a 90% tax exemption for a second five-year term, subject to City Council review.



CE Machine Tax Abatement Request



Office of Economic
Development

February 15, 2022

