

**Mayor's Office of  
Economic Development**


# Texas Enterprise Zone Program

## Economic Development Committee

April 17, 2024

Andrew Busker  
*Staff Analyst*





**Texas Enterprise Zone Nominations  
for June 3  
Application Deadline**

# Texas Enterprise Zone TX Tax Code Chapter 2303

- Program is administered by the State of Texas and has a quarterly rolling application process.
- Reimbursement of state sales/use tax for qualifying projects.
- Both Municipalities and Counties are allotted nine (9) nominations each state biennium. Unused nominations are forfeited at the end of the biennium.
  - June 3 is the fourth nomination round in this biennium cycle. Four nomination rounds remain.
  - Nominated 1 project so far
  - Proposing to use 2 of our 8 remaining nominations
- Nominations do not require any funding from the municipality.
- A County can only nominate a project through an interlocal agreement with the Municipality in which the project is located.

# Texas Enterprise Zone TX Tax Code Chapter 2303

LEVEL OF CAPITAL INVESTMENT	MAXIMUM NUMBER OF JOBS ALLOCATED	MAXIMUM POTENTIAL REFUND	MAXIMUM REFUND PER JOB ALLOCATED
\$40,000 - \$5,000,000 or more	250 (total new & retained)	\$625,000	\$2,500
\$5,000,000 - \$149,999,999	500 (total new & retained)	\$1,250,000	\$2,500
\$150,000,000 - \$249,999,999	500 (new jobs only)	\$2,500,000	\$5,000
\$250,000,000 or more	500 (new jobs only)	\$3,750,000	\$7,500



# TEZ Nominations for City Council Approval

MOED Proposes

**KPH-Consolidation, Inc.  
22999 US-59N, Kingwood 77339**

and

**Kiewit Engineering Group Inc.  
585 N. Dairy Ashford, Houston 77079**  
for Texas Enterprise Zone nomination



# TEZ Nomination

KPH-Consolidation, Inc.  
22999 US-59N

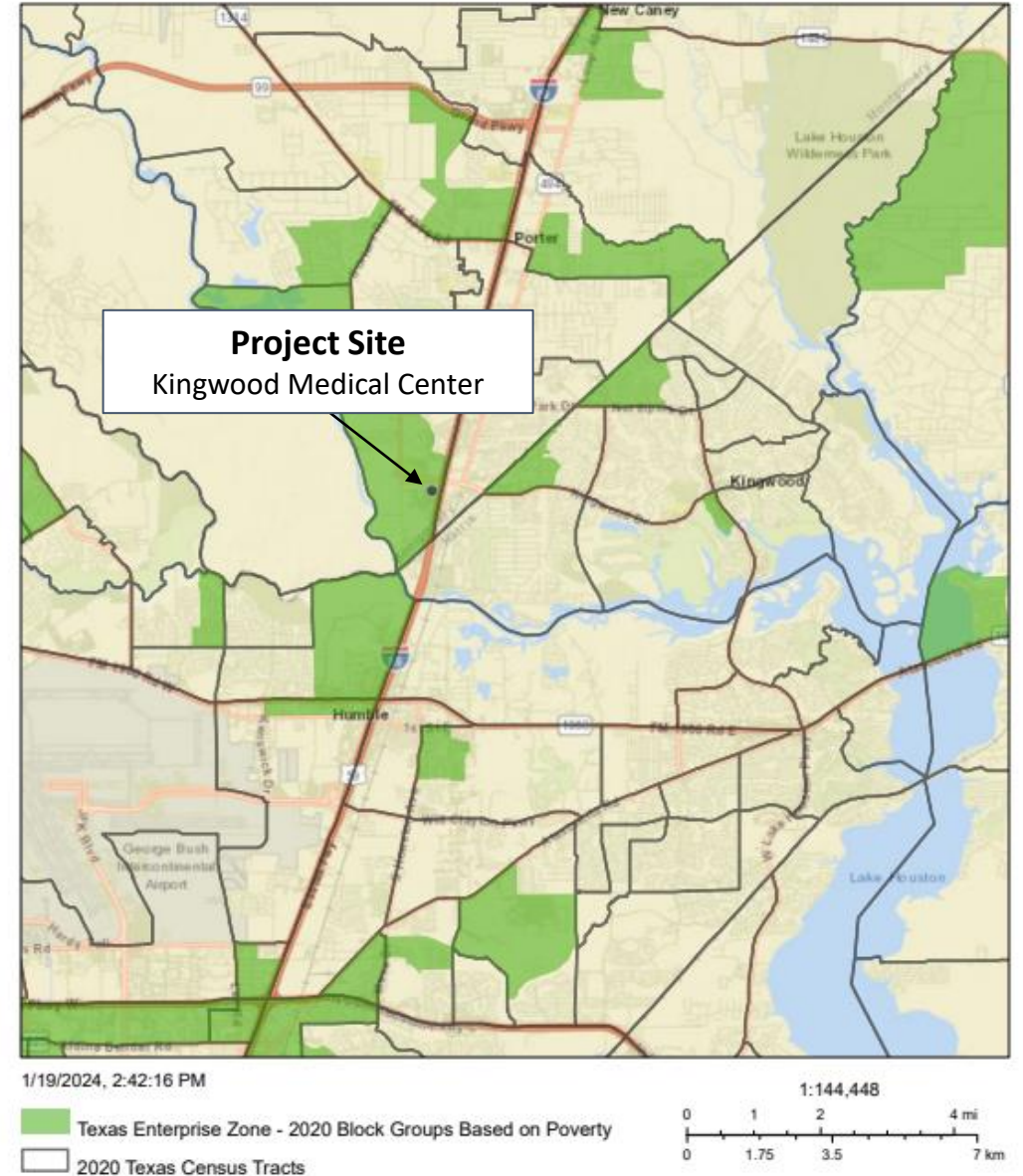
## Project Site:

- Located in District E
- Located within an Enterprise Zone
  - A census block group with greater than 20% poverty

## Project Investment:

- Adding 200 jobs and Retaining 300 jobs
  - \$99,243 average salary
- \$25M investment
  - Expanding outpatient surgery department, central sterile services department, and surgical waiting area

KPH-Consolidation, Inc. TEZ Site



City of Houston, HPB, East, HERE, Garmin, NGA, USGS, NPS

Web AppBuilder for ArcGIS  
City of Houston, HPB, East, HERE, Garmin, NGA, USGS, NPS

# TEZ Nomination

Kiewit Engineering Group Inc.  
585 N. Dairy Ashford

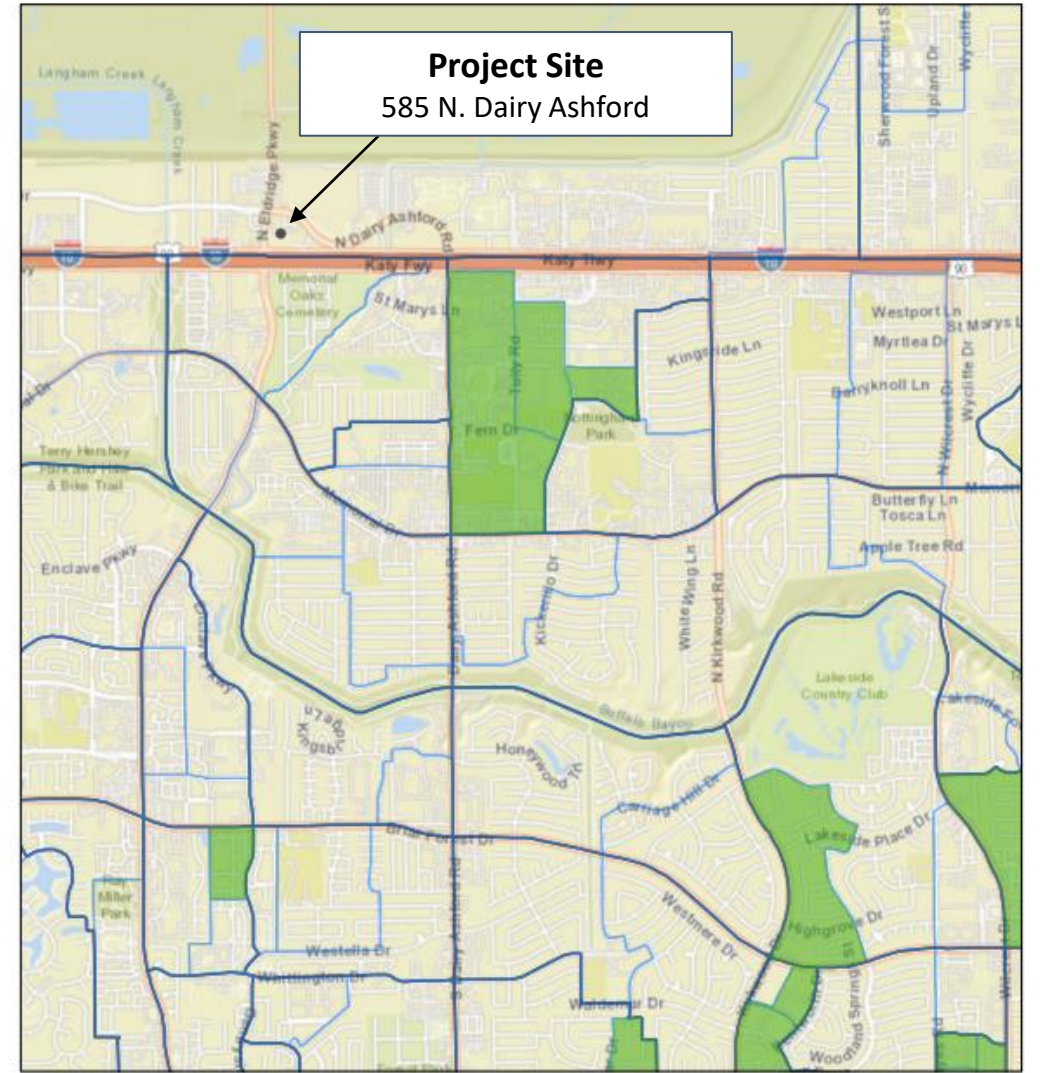
## Project Site:

- Located in District A
- Located near an Enterprise Zone
  - A census block group with greater than 20% poverty

## Project Investment:

- Adding 15 jobs and Retaining 784 jobs
  - \$139,644 average salary
- \$32M investment
  - Renovating 5 floors to improve office space, conference rooms, training rooms, and employee amenities

Kiewit Engineering Group Inc. TEZ Site



3/28/2024, 10:42:30 AM

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- Texas Enterprise Zone - 2020 Block Groups Based on Poverty
- 2020 Texas Census Block Groups
- 2020 Texas Census Tracts

0 0.28 0.55 1.1 mi  
0 0.42 0.85 1.7 km

City of Houston, HPR, Esri, HERE, Garmin, INCREMENT P, NOAA, USGS

Web AppBuilder for ArcGIS  
City of Houston, HPR, Esri, HERE, Garmin, INCREMENT P, NOAA, USGS

# TEZ Participation Ordinance Amendment

**OFFICIAL ACTION.** State that the governing body is in full compliance with Chapter 2303, Texas Government Code prior to nomination of an eligible business. This statement is required by TAC RULE §176.2 (2)(A).



# Proposed TEZ Nomination Council Action Timeline





# Texas Enterprise Zone Interlocal Agreement with Montgomery County



# Interlocal Agreement for City Council Approval

Interlocal Agreement  
with Montgomery County  
for Montgomery County to nominate

**Huntsman International LLC**  
8600 Gosling, The Woodlands 77381  
10003 Woodloch Forest, The Woodlands 77380

for a Texas Enterprise Zone designation



# TEZ ILA

Huntsman International LLC  
8600 Gosling & 10003 Woodloch Forest

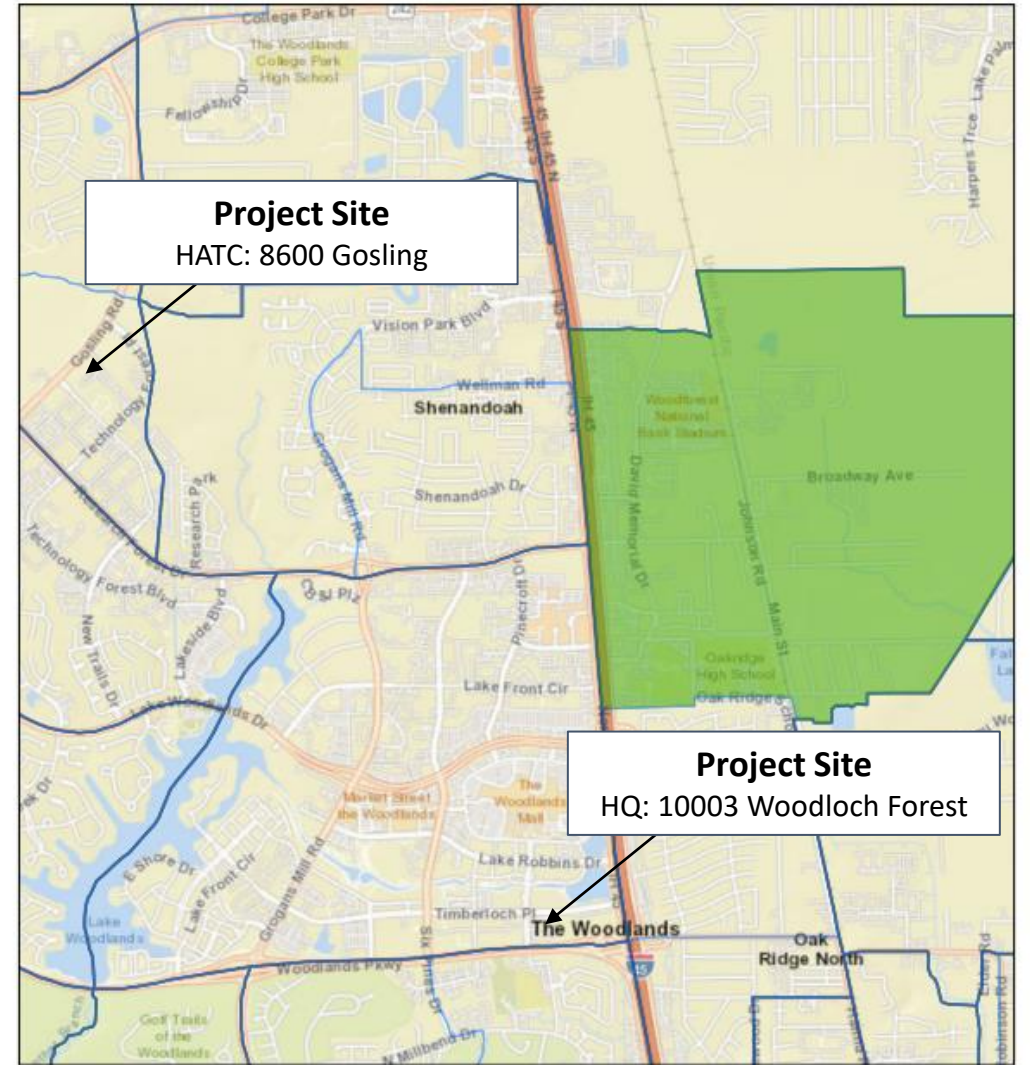
## Project Site:

- Located in ETJ
- Located near an Enterprise Zone
  - A census block group with greater than 20% poverty

## Project Investment:

- Retaining 500 jobs
  - \$149,961 average salary
- \$6.95M investment
  - HATC: Facility improvements and new instruments for testing lab
  - HQ: Improvements to security, A/V, HVAC, and IT systems

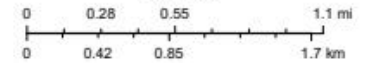
Huntsman International LLC TEZ Sites



3/28/2024, 11:24:19 AM

1:36,112

- Texas Enterprise Zone - 2020 Block Groups Based on Poverty
- 2020 Texas Census Block Groups
- 2020 Texas Census Tracts



Esri, HERE, Garmin, INCREMENT P, NOAA, USGS

# Proposed TEZ ILA Council Action Timeline

