

The Leprino Foods Project Lubbock, Texas



Leprino Foods[®]



Dairy Farmers of America

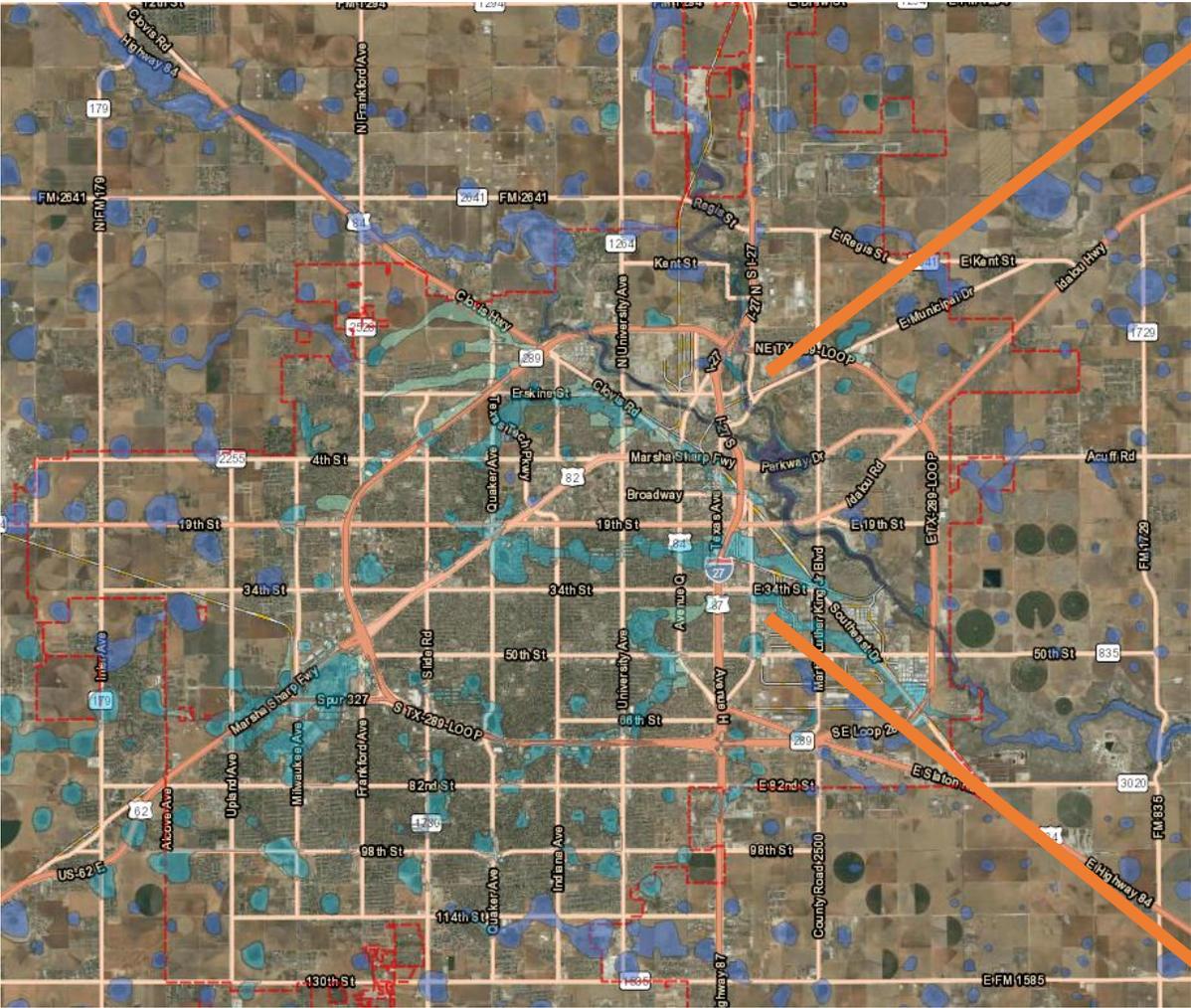
Partners in Progress

About Leprino Foods



- One of the largest privately held companies in the U.S.
 - Family-owned company, established in 1950
- Based in Denver, Colorado, but has operations worldwide
- Largest mozzarella cheese producer in the world
 - One of the largest producers of lactose
 - Leading supplier of whey protein
- Committed to quality, safety, and global responsibility, including:
 - Their products, supply chain, their people, the environment, and their community

Location





Leprino Food's Commitment

- Building an 850,000 square foot dairy processing facility to make mozzarella cheese
- \$870 million Investment over 10 years (\$850 million over 5 years)
- 674 jobs will be created over three years, with an average annual wage of \$52,500 before bonuses, profit sharing and benefits
 - Total payroll will be more than \$35 million annually at full production
- Leprino Foods is planning to begin construction in June 2022; expecting to be producing cheese by the end of 2024



LEDA's Commitment

- Granting approximately 258 acres just outside the East Loop between 4th and 19th Streets, valued at \$1,966,000.
 - LEDA agreed to ensure the property would be annexed and zoned appropriately for the project, and to cover \$12,500 worth of title insurance to the property
 - LEDA agreed to clean the trash pit found on the Carlton property (\$35,000), and to reimburse Leprino Foods for an environmental insurance policy (\$12,500)
- Job creation incentives of \$10,000/job, paid over a 5-year period as the jobs are created (\$6,740,000)



LEDA's Commitment

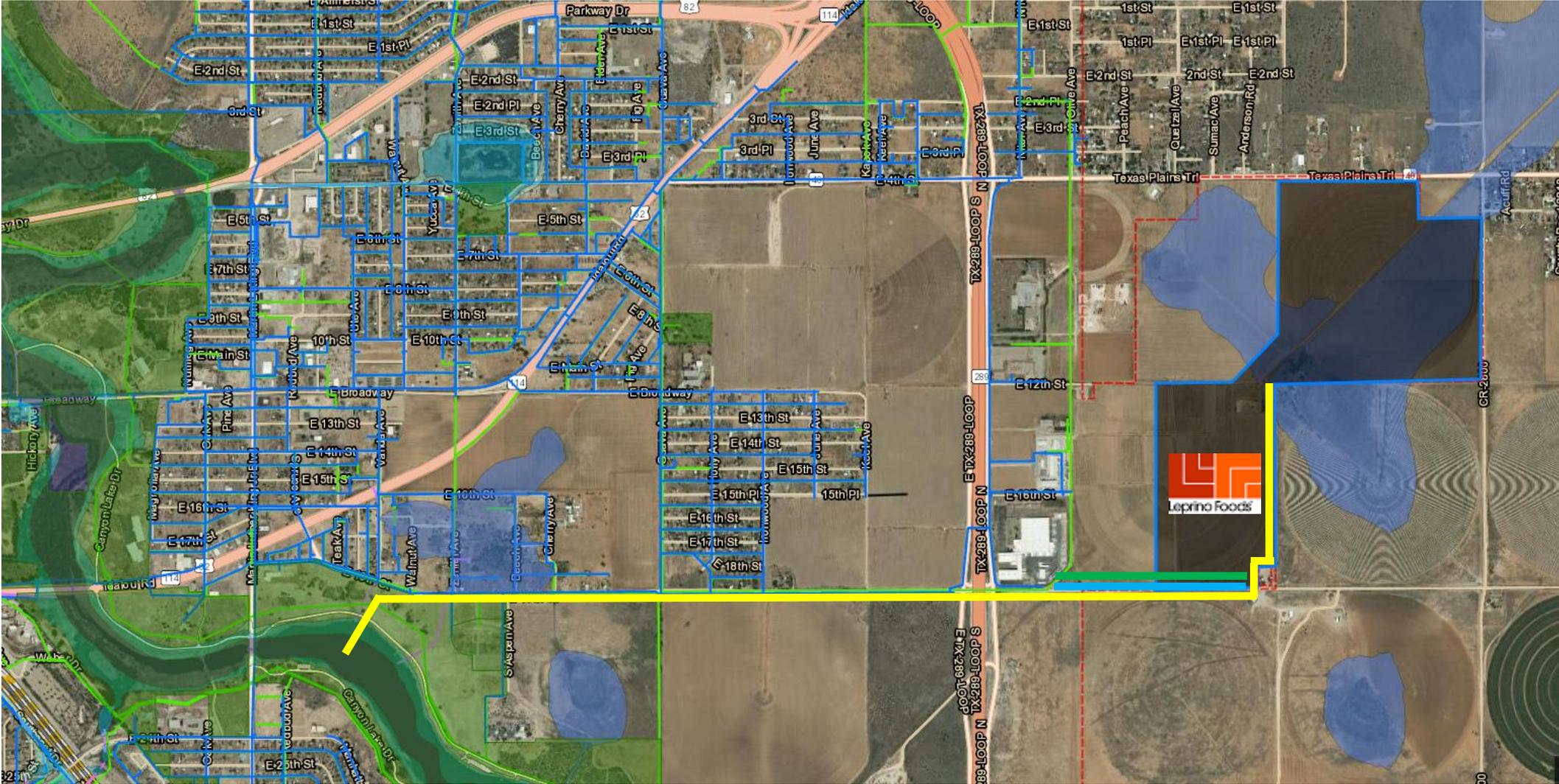
- Capital investment incentive of \$19.3 million, paid over 10 years to help offset the cost of the water treatment facility
- Pay for a boundary, alta, Geotech and Phase 1 environmental survey as well as a drainage analysis (\$100,000)
- Improve 19th Street between the E Loop & the eastern boundary of the property (\$5.9 million)
- Reimburse Leprino Foods for access to natural gas (\$150,000)
- Build and then convey to Leprino a water effluent line from their wastewater treatment site to the City of Lubbock's Lake 6 (\$3 million)



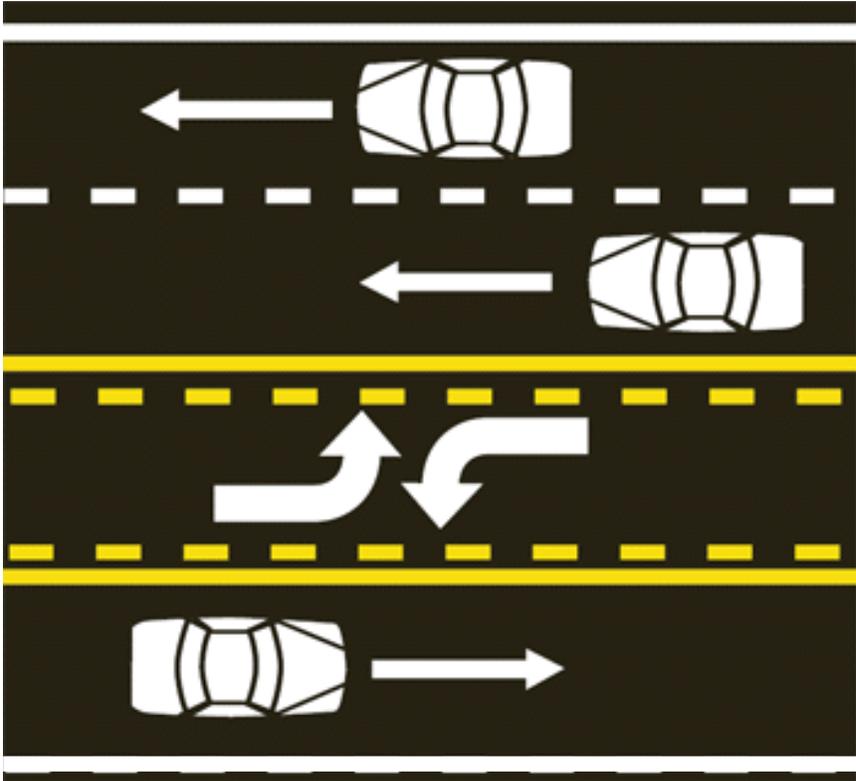
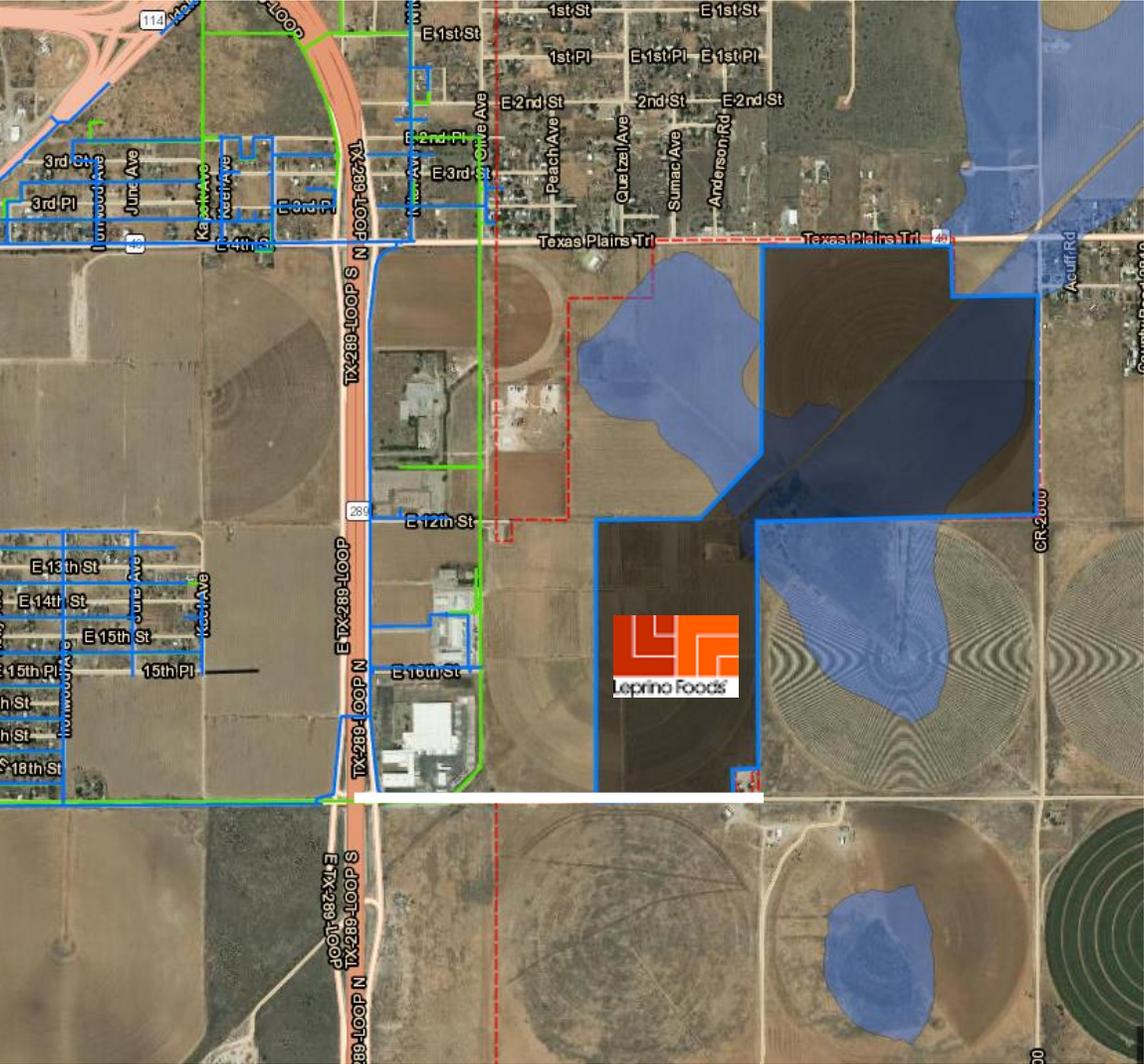
LEDA's Commitment

- Advocate for tax abatements with both the City of Lubbock and Lubbock County
- Advocate for the City of Lubbock to build a water line & a sewer line
- Advocate for South Plains Electric Coop to provide an electric supply
- Provide assistance with workforce attraction
- Assist with the application for training assistance through the Skills Development Fund
- To pull together a site development briefing team, and to advocate for all the appropriate governmental approvals necessary for completion of the project
- To help coordinate the sustainability of the Project
- **Each incentive provided to the company has an appropriate clawback should Leprino Foods not perform to the specified level**

Utility Improvements



Road Improvements



Other Commitments



Project Impact

- As currently outlined, the project expects to
 - Support \$578.3 million in annual economic output or sales for businesses in the region
 - This economic activity will result in an increase in gross area product of \$243.8 million annually
 - The project will bring new workers, new residents, and new students to our City and to Roosevelt school district
 - Project as outlined in the contracts pays back in **12.9 years**

LUBBOCK

welcomes

LEPRINO FOODS



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ALLIANCE™

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