

The Economic Impact of Allergan on the Central Texas Economy




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On April 25, 2016, Allergan announced that it will begin a four-year 300,000 square foot expansion of its manufacturing facility in Waco, Texas. This paper updates the January 2016 report, "The Impact of Allergan on the Central Texas Economy" to take into account the effects of the announced expansion on Allergan's contribution to the Waco and Central Texas economies.

When completed, the planned expansion will add **+100** new, highly skilled manufacturing jobs to the more than **750** skilled employees currently employed at the facility.

In **2015** the current employee base earned an average annual compensation of **\$78,965**, including benefits.

Allergan will invest  **\$200 MILLION** in the facility expansion that, including multiplier effects, will add **\$380 million** to the Central Texas economy during the construction period.

During the first year of construction the total economic impact of Allergan capital investment plus operations on the Central Texas economy is projected to increase to **\$522.3 million** from a previously projected **\$450.3 million** in **2016**.

During the remainder of the construction period the average annual economic impact of new capital investment will increase to **\$72 million** per year.

Upon completion of the capital expansion, Allergan's annual economic impact on the Central Texas economy will be **\$461.3 million** compared with the previously projected **\$407.2 million** per year.

GOING
FORWARD

Allergan is expected to pay approximately **\$4.22 million** in local annual property taxes, compared to a previously projected **\$3.84 million** for **2016**.

