

**EXHIBIT “A”**

**6. ELIGIBILITY REQUIREMENTS FOR RESEARCH AND DEVELOPMENT PROJECTS.**

Target Industry applicants are eligible to receive 380 Grants equal to a percentage of their Qualified Expenses relating to ongoing research and development activities that take place in the City of Fort Worth. Qualified Expenses outside the City of Fort Worth will not be considered.

380 Grants under this Section may be made for a period of up to 15 years equal to up to 50% of Qualified Expenses that are reported for a given year during a period of up to 10 years. At no time will the amount of any 380 Grant exceed 75% of annual incremental real property and Business Personal Property taxes received by the City in the preceding year from the subject property of an applicant or an assignee.

The maximum amount of each 380 Grant under this Section will be determined by the location in which the Target Industry research and development project is located, as set forth in the table below:

	<b>Maximum Potential R&amp;D Reimbursement</b>
<b>Central Business District/ Innovation District</b>	<b>Equal to 50% of Qualified Expenses</b>
<b>Designated Investment Zones</b>	<b>Equal to 35% of Qualified Expenses</b>
<b>Other Fort Worth Location</b>	<b>Equal to 25% of Qualified Expenses</b>

Notwithstanding Section 19.6 of this Policy, a Target Industry business receiving 380 Grants pursuant to this Section 6 may assign, sell, or transfer its right to receive the 380 Grants to any party it wishes, subject to execution of a written agreement between the City, the Target Industry business, and the assignee party memorializing this arrangement. The Target Industry Business will still be required to submit any reports and documentation required by the Economic Development Program Agreement in order for the City to verify the amount of each 380 Grant. The amount of any transferred or assigned 380 Grant will be reduced by 5 percentage points to account for the City’s additional administrative costs in overseeing the program. No property that is zoned Residential by the City shall be permitted to be included as part of an Assignee’s Subject Property except where such zoning may be changed to facilitate new development (example: a property zoned for One-Family Detached subsequently rezoned for Industrial in connection with new development). Properties that are zoned Mixed-Use (including any part of a form-based code) or properties that are zoned Planned Development may be included as part of an assignee’s subject property.