

*Avago Technologies
dba Broadcom
Business Expansion
Economic Incentive*

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Economic Development Strategic Plan Vision Statement

Fort Collins: a healthy, equitable , and resilient community
where people and businesses can thrive

Council Priority: Bolster Economic Vitality with a Focus on
Small Business, Neighborhood Centers, and Quality Job
Creation



U.S. CHIPS Act, 2022

- Rebuild domestic microchip manufacturing
- U.S. invented semiconductor but global production shared has plummeted to roughly 10%
- Bolster national security, counter global supply chain disruptions, and reduce reliance on East Asian supply chains

WHY NOW?

Advanced Manufacturing Investment Credit (AMIC) to Secure Long-Term Chip Manufacturing

- Apple's American Manufacturing Program Commitment to Manufacturing in the U.S.
- Apple's multiyear commitment with Broadcom announcement
- Current AMIC sunsets at the end of 2026

Hewlett Packard came to Fort Collins in 1978

The original Fort Collins wafer fab (Building 2 West) was complete in 1981

Through spin-offs, mergers and acquisitions, HP became Agilent, Avago, and now Broadcom

Broadcom Today

- ❖ Headquartered in San Jose, CA
- ❖ Designer and wafer fabricator of semiconductor technology
- ❖ Has three Colorado sites: Broomfield, Colorado Springs, and Fort Collins
 - Fort Collins has 1,350 employees, across 15 divisions
 - 1,015 employees within the Wireless Services Division (“WSD”)
 - On-campus community college education program with Front Range Community College

PROJECT HISTORY

May 29, 2026	First Time Staff Hear about Potential Expansion
June 4, 2026	Economic Development Director Meets with Broadcom Leadership to Learn More
July 6, 2026	Broadcom Form 8-K Filed with Security and Exchange Commission
July 8, 2026	Apple Announces Broadcom Multiyear Commitment
July 23, 2026	Conceptual Review
September 17, 2026	State of Colorado Economic Development Commission Consideration of CHIPS Zone Tax Incentives
October 6, 2026	Council Consideration - Adoption of Resolution 26-XYZ
XXX	Larimer County Commission Consideration of Business Personal Property Tax Rebates
December 31, 2026	Must Meet AMIC “Significant Physical Work Test”

ECON 3.1: Foster diverse and attractive employment opportunities that support and enhance economic mobility

Retention of 1,000+ quality manufacturing jobs

- ❖ Creation of 100 net-new, benefited, permanent positions
 - Average annual salary (excluding bonus and equity) \$72,000
- ❖ Other estimated jobs
 - 200 indirect and contractor roles (construction and tool moves)

Workforce Development Partnership with Front Range Community College (FRCC)

- ❖ Internal pipeline and skills advancement
- ❖ Associates of Applied Science, Electronic Engineering
 - 57% technicians were hired by internal opportunity

ECON 3.2: Create conditions that support small business, foster economic activity and drive additional sales tax revenue.

\$1.5 Billion Commitment to the Fort Collins Manufacturing Facility

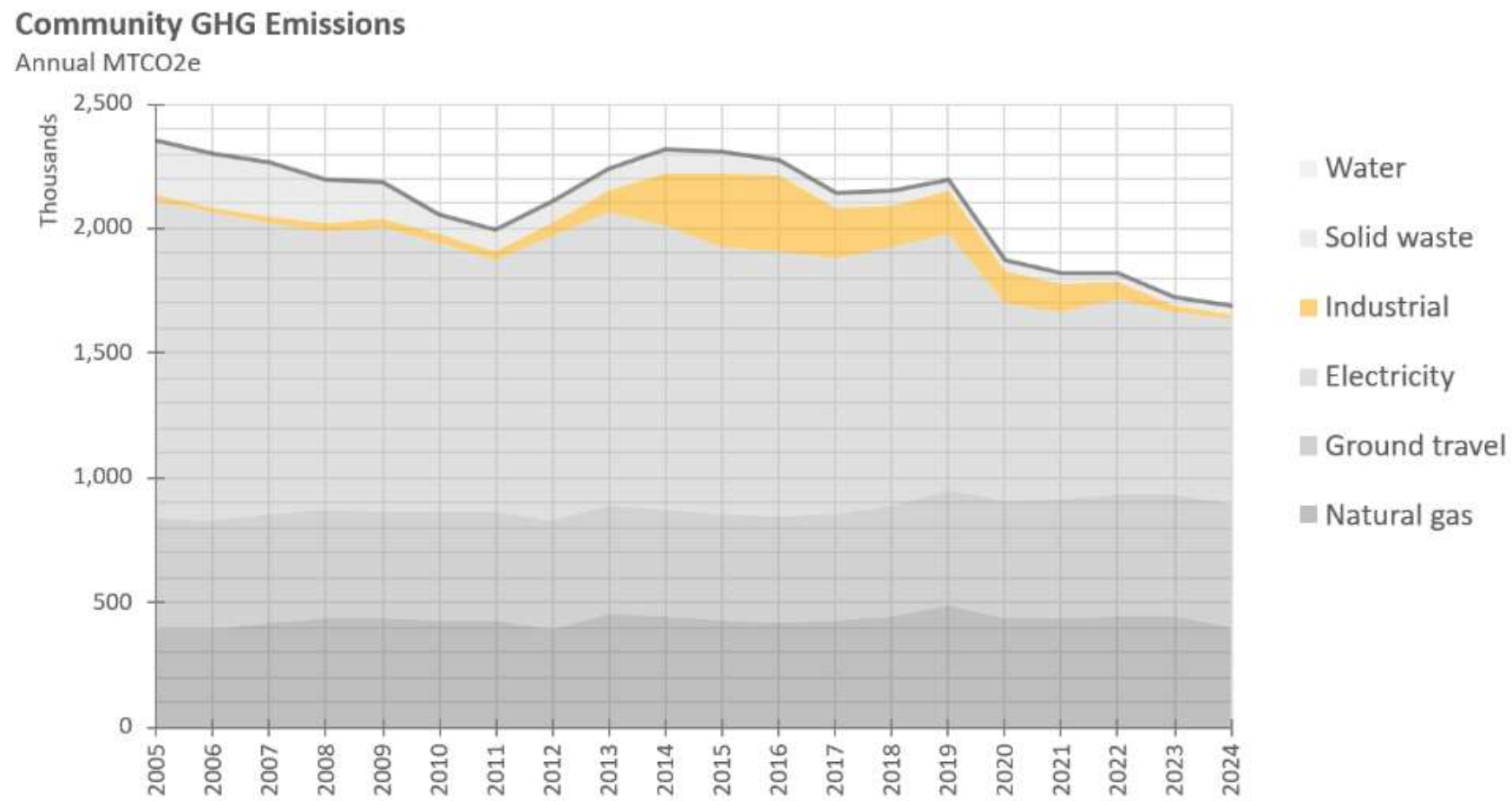
- Approx. \$554 Million on Clean Room Modernization (Bldg 2) and Building Expansion (Bldg 4)
- Approx. \$946 Million on Manufacturing Equipment, Automation, Research & Development, and Abatement Tools

❖ Potential Sales/Use Tax Revenues to City, Excluding Fees: ~ \$50 Million

- Over a 10-year period (2026 – 2036)
- Potential acceleration dependent on future technology and performance

WHY: Environmental Impact Reductions

ENV 4.1: Prioritize and resource actions in the Our Climate Future Plan to advance the City’s greenhouse gas, energy and waste goals; reduce air pollution; and improve community resilience.



Broadcom

New Revenue to City	Total
Construction Use/Sales Tax	\$ 12,049,500
Permit Fees	2,213,879
Mfg, Automation, R&D, Abatement Tools Use/Sales Tax	37,997,250
Total Estimated City 1X Revenue	\$ 52,260,629
Incentives	Total
City: Construction Use/Sales Tax Rebates	\$ 1,974,000
City: Manufacturing or Research & Dev Eqpt Use/Sales Tax Rebates	6,417,000
City: Abatement Tools Use Tax Rebates	540,000
Less Total City Incentive	\$ 8,931,000
Net New Estimated City 1X Revenue	\$ 43,329,629

Source: City of Fort Collins - Economic Health

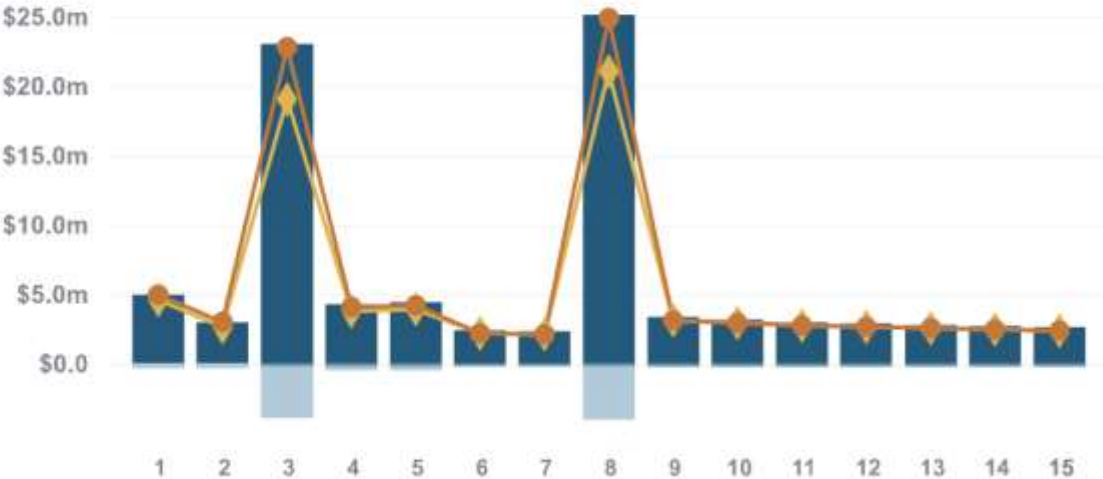
REMINDER: All incentives would be rebates; performance based and require negotiated compliance.
 Numbers reflected under "Incentives" would be an "Up-To" Maximum
 Incentive is only on General Fund (GF) Sales Tax Rate of 2.85% and GF Use Tax Rate of 3%



IMPACT REPORT
PROJECT GO II
September 2, 2026

City of Fort Collins

BENEFITS	COSTS	INCENTIVES
\$89,692,864	(\$3,037,589)	(\$8,931,000)
NET BENEFITS	NET BENEFITS LESS INCENTIVES	
\$86,655,275	\$77,724,275	



JOBS



168.6 Total
103.0 Direct
65.6 Spin-off

SALARIES



\$65,061 Avg
\$79,806 Direct
\$41,894 Spin-off

CAPITAL INVEST.



\$1.5B
Buildings + FF&E

RESIDENTIAL DEV.



3.4 Homes
22.8 Relocations

- ❖ U.S. Advanced Manufacturing Investment Credit
- ❖ Colorado Office of Economic Development and International Trade (OEDIT)
 - CHIPS Zone Refundable Tax Credits
- ❖ Larimer County Business Personal Property Tax 50% Rebate over 5 Years
- ❖ Larimer County Economic and Workforce Development Department, Front Range Community College, and Colorado State University Workforce Training



Staff recommends approving the Resolution.



Questions & Thank You