

***Killeen Independent School District
Board Agenda Item Action Sheet***

Date: August 12, 2025

Agenda Item Caption: Consideration of Letter of No-Objection for Dongjin Semichem Texas, Inc., Foreign Trade Zone Designation

Purpose of Agenda Item: Action needed

Administrative Recommendation: Move to approve the Letter of No-Objection for Dongjin Semichem Texas, Inc., as presented.

Background Information: The Killeen Economic Development Corporation (KEDC), Fort Hood Region Economic Development Corporation (FHRED), and Dongjin Semichem seek KISD's Letter of No Objection to create a Foreign Trade Zone (FTZ) at Dongjin's facility within Killeen Business Park. The FTZ would exempt Dongjin from inventory tax and allow deferral of import duties on products entering the U.S. Letters have been provided by the City of Killeen and Bell County. Final designation is determined by the U.S. Department of Commerce.

The Board reviewed and discussed this item at the August 5, 2025 Workshop.

Fiscal Analysis: Annual impact to KISD is estimated at \$46,363.28 in lost tax revenue, expected to be fully reimbursed by State of Texas.

Regulatory Requirement: Foreign Trade Zone Act of 1934

Contact Person for Additional Questions/Information:

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Attachments: 1) Fact Sheet
2) Presentation

Signature Requested: No