

# IMPACT ANALYSIS OF MOTION PICTURE PRODUCTION

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**Identifying Number:** 2013-0002

**Date:** 1/08/13

**IMPACT ON THE INDUSTRY(IES) IN WHICH THE APPLICANT WILL BE INVOLVED:**

The production will have a positive economic effect on the following industries: film & TV, lodging, tourism, preservation, transportation, food/beverage, local crew base, local actors, equipment rentals, office and location rentals, and other small businesses.

**STATE FISCAL MATTERS, INCLUDING THE STATE BUDGET (REVENUES & EXPENSES):**

The production will spend approximately \$2,900,000 in RI with anticipated tax credits of \$725,000.

Based on Dr. Edward Mazze's report, "The Economic Impact of the Motion Picture Production Tax Credit on the RI Economy", for every \$1 invested in the tax credit, over \$8 of economic activity will result.

**FINANCIAL EXPOSURE OF TAXPAYERS & NEGATIVE FORESEEABLE CONTINGENCIES:**

The tax credits will be issued only after it is ascertained that the production meets all of the requirements of the Motion Picture Tax Incentive Program, as defined by law. There are no negative foreseeable contingencies.

**APPROXIMATE NUMBER OF FULL-TIME, PART-TIME, TEMPORARY, SEASONAL AND/OR PERMANENT JOBS, INCLUDING CONSTRUCTION, PROJECTED TO BE CREATED:**

Approximately 125 part-time temporary jobs (full-time if picked up as a series) with an additional anticipated 200 part-time temporary jobs created by utilizing goods and services from Rhode Island qualified vendors.

**GEOGRAPHIC SOURCES OF STAFFING FOR IDENTIFIED JOBS:**

The State of Rhode Island.

**PROJECTED DURATION OF IDENTIFIED CONSTRUCTION JOBS:**

None anticipated.

**APPROXIMATE WAGE RATES FOR EACH CATEGORY OF JOBS:**

Minimum wages will be paid except as required by union standards. Approximately \$2,800,000 is anticipated to be spent on wages (not including employer payroll taxes, union benefits, fringes, etc.)

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## **TYPES OF FRINGE BENEFITS TO BE PROVIDED WITH THE IDENTIFIED JOBS, INCLUDING HEALTHCARE INSURANCE & RETIREMENT BENEFITS:**

Standard union benefits for health, welfare and pension per IATSE, SAG/AFTRA, DGA and Teamster agreements.

## **PROJECTED FISCAL IMPACT ON INCREASED PERSONAL INCOME TAXES TO THE STATE OF RI:**

All employees receiving a wage in Rhode Island will be required to pay personal income tax based on their income.

Detailed expenditures including individual employee information including Social Security numbers and wages earned, as well as wages earned by loan out companies and Rhode Island qualified vendors, will be sent directly to the Division of Taxation by the Production.

## **DESCRIPTION OF ANY PLAN OR PROCESS INTENDED TO STIMULATE HIRING FROM THE HOST COMMUNITY, TRAINING OF EMPLOYEES OR POTENTIAL EMPLOYEES, & OUTREACH TO MINORITY JOB APPLICANTS & MINORITY BUSINESSES:**

The producers have lived and worked in the entertainment business in Rhode Island for many years. They have established business relationships with professional actors, college drama schools, the local crew base and designers. They will use these existing relationships to pursue potential employees and seek out new applicants through Roots, NAACP, job postings, auditions and by visiting local businesses and institutions.

“Rhode Island qualified vendors” will be the first choice for goods and services.