

Board of the Governor’s Office of Economic Opportunity
60 East South Temple, Suite 300 Salt Lake City, Utah 84111

Electronic participation: <https://utah-gov.zoom.us/j/82783200577?pwd=uqb9GVIm2D3z9b28oYf30vc9exo2aA.1>

Meeting ID: 827 8320 0577 Passcode: 1Z.J6b%\$ --- One tap mobile

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September 12th, 2024 • 10:00 a.m.– 11:00 a.m.

AGENDA

Welcome Carine Clark

Motion to approve Meeting MinutesGOEO Board

a. July 11th, 2024

EDTIF IncentivesJesse Turley

The Board will meet with company representatives and vote to approve EDTIF/REDTIF, and other incentives, for proposed projects in Utah. Two companies are seeking approval this month. Both companies operate in the advanced manufacturing industry.

Economic Development Zones.....Daniel Royal

The Board will vote to approve the creation of economic development zones (ED Zones), for the following companies:

- 1. Leitner-Poma of America
- 2. Stadler US, Inc.
- 3. Ya Ya Foods, LLC

GOEO Update.....Jim Grover & Ryan Starks

Adjourn Meeting

2024 GOEO Board Meeting Dates

Jan 11, 2024 10:00 AM	May 9, 2024 10:00 AM	Sep 12, 2024 10:00 AM
Feb 8, 2024 10:00 AM	Jun 13, 2024 10:00 AM	Oct 10, 2024 10:00 AM
Mar 14, 2024 10:00 AM	Jul 11, 2024 10:00 AM	Nov 14, 2024 10:00 AM
Apr 11, 2024 10:00 AM	Aug 8, 2024 10:00 AM	Dec 12, 2024 10:00 AM

In accordance with the Americans with Disabilities Act, individuals requiring special accommodation during this meeting should notify Tanner Anderson at 801-588-9456 prior to the meeting.

GOEO BOARD EXECUTIVE SUMMARY
Rio Tinto Group – Kennecott Utah Copper, LLC
September 12, 2024

Project Highlights

Timeline:	2025
Target Industry:	Advanced Manufacturing
County:	Salt Lake County
County Class:	1
Capital Investment:	\$231,002,684
Jobs:	7
Average Wage:	\$205,000

Company Overview

We operate in 35 countries where our 57,000 employees are working to find better ways to provide the materials the world needs. Our portfolio includes iron ore, copper, aluminium and a range of other minerals and materials needed for people, communities and nations to grow and prosper, and for the world to cut carbon emissions to net zero. We continuously search for new projects that can support the energy transition, currently exploring for 8 commodities in 18 countries.

We have more than 150 years of mining and processing experience guiding our work. Today, our business relies on technology such as automation and artificial intelligence to help us run safer, more efficient operations and leave a lighter footprint.

Incentives Committee Recommendation

Total amount of EDTIF, post-performance refundable tax credit:	\$1,023,563
The amount represents the following percentage of new state revenues:	15%
Number of years that incentive is approved for:	5 Years

Jobs & Revenue

Full time jobs over project lifetime: 7

New State Wages & Revenue:

New State Wages over 5 years:	\$4,920,000
New State Revenue over 5 years:	\$6,823,755
Withholding over 5 years:	\$171,585

Proposed Motion

The Governor's Office of Economic Opportunity Board recommends Rio Tinto Group for an EDTIF post-performance refundable tax incentive. This incentive is not to exceed a 15% reduction in state tax paid for 5 years on new state tax revenue above the baseline established for the preceding 12 months. New state revenue is projected to be \$6,823,755 over 5 years.

- Total EDTIF incentive not to exceed \$1,023,563 EDTIF post-performance refundable tax credit.
- Annual EDTIF incentive amount based on 15% of qualified new incremental state tax revenues generated and received in the previous calendar year.
- Total incentive not to exceed 15% of qualified new incremental state tax revenues over 5 years with a contractual recapture provision for any excess funds paid to the company.
- Must meet new qualified employment projections, employee headcount at the stated 110% wage criteria at 50% for each project year.
- Annual total project average salary of new employees (not each new position, this is an aggregate annual number) to be at least 110% the county average wage each excluding company contributed health insurance.
- Must commit to keep operation in Utah for the length of the incentive period, 5 years.
- Incentives are site specific and subject to local incentive participation.
- Local incentive proposal must be presented and approved by the GOEO Incentives Committee in order for the company to be eligible for the incentive.
- Only new state revenue and new jobs created after the GOEO Board final approval date are eligible for this incentive.

GOEO BOARD EXECUTIVE SUMMARY

Torus, Inc.
September 12, 2024

Project Highlights

Timeline:	2024
Target Industry:	Advanced Manufacturing
County:	Salt Lake County
County Class:	1
Capital Investment:	\$10,000,000
Jobs:	172
Average Wage:	\$122,933

Company Overview

Torus is a global energy solutions company that designs, engineers, and manufactures energy storage and management products for the residential, commercial, and large-scale utility sectors. The company's mission is to empower communities and individuals to become their own renewable energy providers, thereby making clean, renewable energy storage and management products accessible to all. Torus recently opened a manufacturing facility in South Salt Lake City, UT and has a team of ~70 people, the majority of which are engineers. Torus is committed to American-made manufacturing and solely uses US-made steel in the fabrication of its products.

Incentives Committee Recommendation

Total amount of EDTIF, post-performance refundable tax credit:	\$1,943,145
The amount represents the following percentage of new state revenues:	30%
Number of years that incentive is approved for:	10 Years

Jobs & Revenue

Full time jobs over project lifetime: 172

New State Wages & Revenue:

New State Wages over 10 years:	\$169,277,127
New State Revenue over 10 years:	\$6,477,150
Withholding over 10 years:	\$6,153,984

Proposed Motion

The Governor's Office of Economic Opportunity Board recommends Torus, Inc., for an EDTIF post-performance refundable tax incentive. This incentive is not to exceed a 30% reduction in state tax paid for 10 years on new state

tax revenue above the baseline established for the preceding 12 months. New state revenue is projected to be \$6,477,150 over 10 years.

- Total EDTIF incentive not to exceed \$1,943,145 EDTIF post-performance refundable tax credit.
- Annual EDTIF incentive amount based on 30% of qualified new incremental state tax revenues generated and received in the previous calendar year.
- Total incentive not to exceed 30% of qualified new incremental state tax revenues over 10 years with a contractual recapture provision for any excess funds paid to the company.
- Must meet new qualified employment projections, employee headcount at the stated 110% wage criteria at 50% for each project year.
- Annual total project average salary of new employees (not each new position, this is an aggregate annual number) to be at least 110% the county average wage each excluding company contributed health insurance.
- Must commit to keep operation in Utah for the length of the incentive period, 10 years.
- Incentives are site specific and subject to local incentive participation.
- Local incentive proposal must be presented and approved by the GOEO Incentives Committee in order for the company to be eligible for the incentive.
- Only new state revenue and new jobs created after the GOEO Board final approval date are eligible for this incentive.