

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

AGENDA

Welcome Carine Clark

Motion to approve Meeting MinutesGOEO Board

a. October 9th, 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. One company operates in the advanced manufacturing industry, and one company operates in the aerospace and defense 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. Ezarc, Inc. (Lindon)
- 2. Ezarc, Inc. (Pleasant Grove)
- 3. Stadler US Inc.
- 4. Torus, Inc.
- 5. Utah Flour Mills

Governor’s Budget Overview Kamron Dalton

GOEO Updates..... Jim Grover

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 Kelly Akins at 801-503-6605 prior to the meeting.

GOEO BOARD EXECUTIVE SUMMARY

Williams International Co., LLC

December 12th, 2024

Project Highlights

Timeline:	2025
Target Industry:	Aerospace & Defense
County:	Weber County
County Class:	2
Capital Investment:	\$1,015,109,000
Jobs:	316
Average Wage:	\$98,413

Company Overview

Williams International is the world leader in gas turbine engines. Founded in Michigan in 1955 by Dr. Sam Williams with expansion to Utah in 1978, Williams International has been 100% owned and operated by Gregg Williams since 1999. Williams' engines have enabled the long-range cruise missile, the light business jet, and the very light business jet. Williams has produced over 27,000 military engines, and over 8,000 commercial engines with over 20 million hours of commercial fleet operation. Williams is experiencing rapid and concurrent growth in military engine sales, business jet engine sales, and business jet engine repair and overhaul, and has excellent potential to enter new markets in the near term.

Incentives Committee Recommendation

Total amount of EDTIF, post-performance refundable tax credit: **\$29,024,460**

The amount represents the following percentage of new state revenues: **30%**

Number of years that incentive is approved for: **20 Years**

Jobs & Revenue

Full time jobs over project lifetime: 316

New State Wages & Revenue:

New State Wages over 20 years:	\$522,009,105
New State Revenue over 20 years:	\$96,748,198
Withholding over 20 years:	\$18,205,068

Proposed Motion

The Governor's Office of Economic Opportunity Board recommends Williams International Co., LLC, for an EDTIF post-performance refundable tax incentive. This incentive is not to exceed a 30% reduction in state tax paid for 20 years on new state tax revenue above the baseline established for the preceding 12 months. New state revenue is projected to be \$96,748,198 over 20 years.

- Total EDTIF incentive not to exceed \$29,024,460 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 20 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, 20 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

Hypercraft, Inc.
December 12th, 2024

Project Highlights

Timeline:	2025
Target Industry:	Advanced Manufacturing
County:	Utah County
County Class:	2
Capital Investment:	\$39,295,000
Jobs:	183
Average Wage:	\$126,571

Company Overview

With the goal of making electric vehicle (EV) technology available to everyone, Hypercraft supplies complete, plug-and-play electric drive systems for everything from one-off creations to large-scale electric vehicle production. Our ideal customers are chassis fabricators, custom and restomod shops, manufacturers of automobiles, boats, off-road, powersports, and racing vehicles, fleets, small equipment, and anything in between. We exist to give companies access to advanced propulsion technology, and to help those companies scale their businesses quicker.

Hypercraft believes that engineering is the backbone of innovation — driving advancement through practical solutions — and that quality design leads to a visually and functionally superior electric future. That’s why Hypercraft powertrain systems utilize meticulously crafted components that are engineered to work together seamlessly.

Incentives Committee Recommendation

Total amount of EDTIF, post-performance refundable tax credit:	\$1,980,917
The amount represents the following percentage of new state revenues:	22%
Number of years that incentive is approved for:	7 Years

Jobs & Revenue

Full time jobs over project lifetime: 183

New State Wages & Revenue:

New State Wages over 7 years:	\$92,656,230
New State Revenue over 7 years:	\$9,004,172
Withholding over 7 years:	\$3,231,386

Proposed Motion

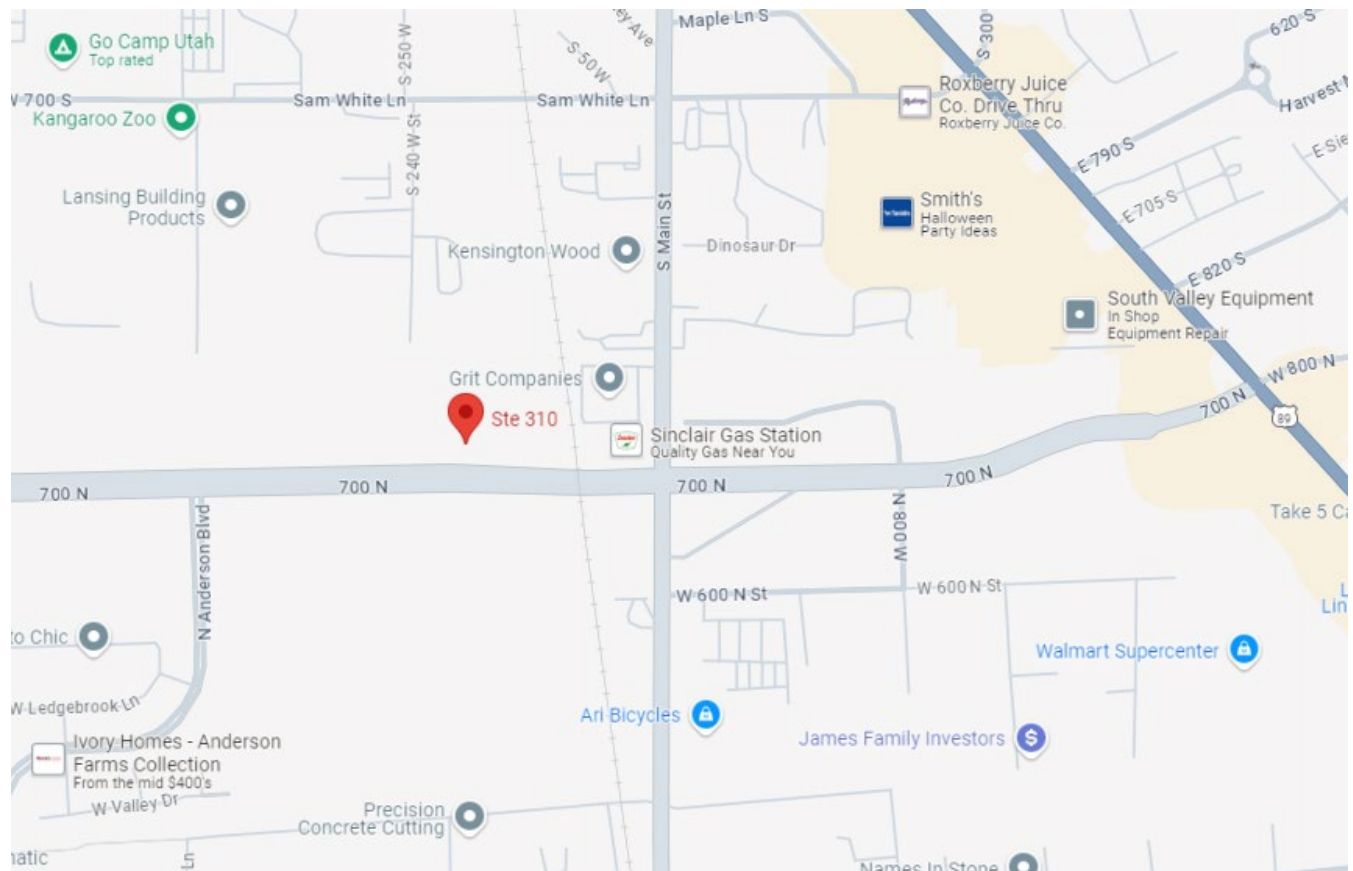
The Governor's Office of Economic Opportunity Board recommends Hypercraft, Inc., for an EDTIF post-performance refundable tax incentive. This incentive is not to exceed a 22% reduction in state tax paid for 7 years on new state tax revenue above the baseline established for the preceding 12 months. New state revenue is projected to be \$9,004,172 over 7 years.

- Total EDTIF incentive not to exceed \$1,980,917 EDTIF post-performance refundable tax credit.
- Annual EDTIF incentive amount based on 22% of qualified new incremental state tax revenues generated and received in the previous calendar year.
- Total incentive not to exceed 22% of qualified new incremental state tax revenues over 7 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, 7 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
ECONOMIC DEVELOPMENT ZONE
EZARC, INC.
12/12/2024

ESTABLISH AN ECONOMIC DEVELOPMENT ZONE FOR THE PURPOSE OF SUPPORTING THE EXPANSION OF EZARC, INC. AT 1172 W 700 N SUITE 310, LINDON, UT 84042

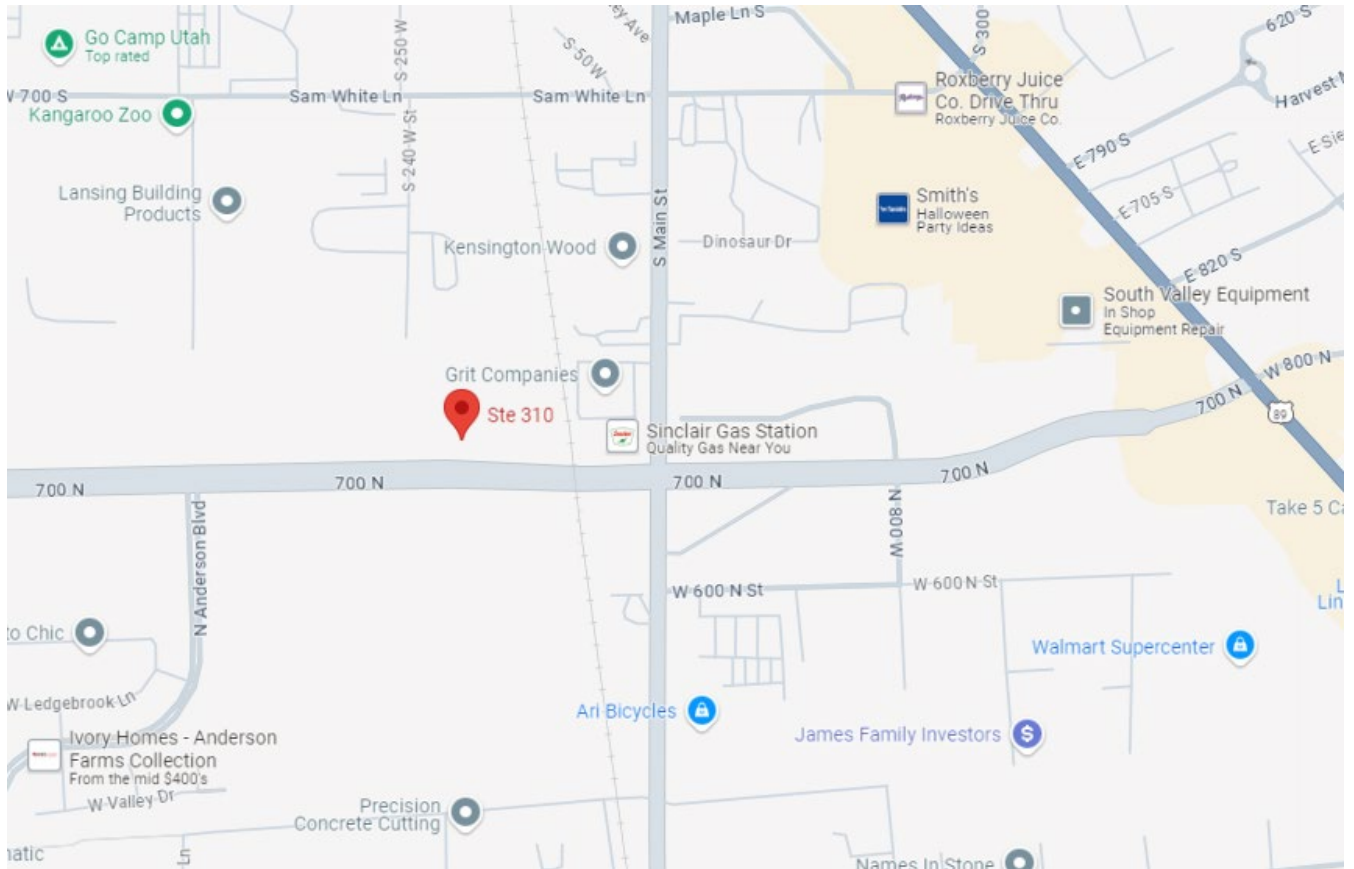
MOTION: APPROVE THE CREATION OF AN ECONOMIC DEVELOPMENT ZONE FOR LINDON, IN SUPPORT OF THEIR LETTER OF REQUEST DETAILING THE EXPANSION OF EZARC, INC. AT 1172 W 700 N SUITE 310, LINDON, UT 84042



**GOEO BOARD
ECONOMIC DEVELOPMENT ZONE
EZARC, INC.
12/12/2024**

ESTABLISH AN ECONOMIC DEVELOPMENT ZONE FOR THE PURPOSE OF SUPPORTING THE EXPANSION OF EZARC, INC. AT 225 W 700 S STE 4, PLEASANT GROVE, UT 84062

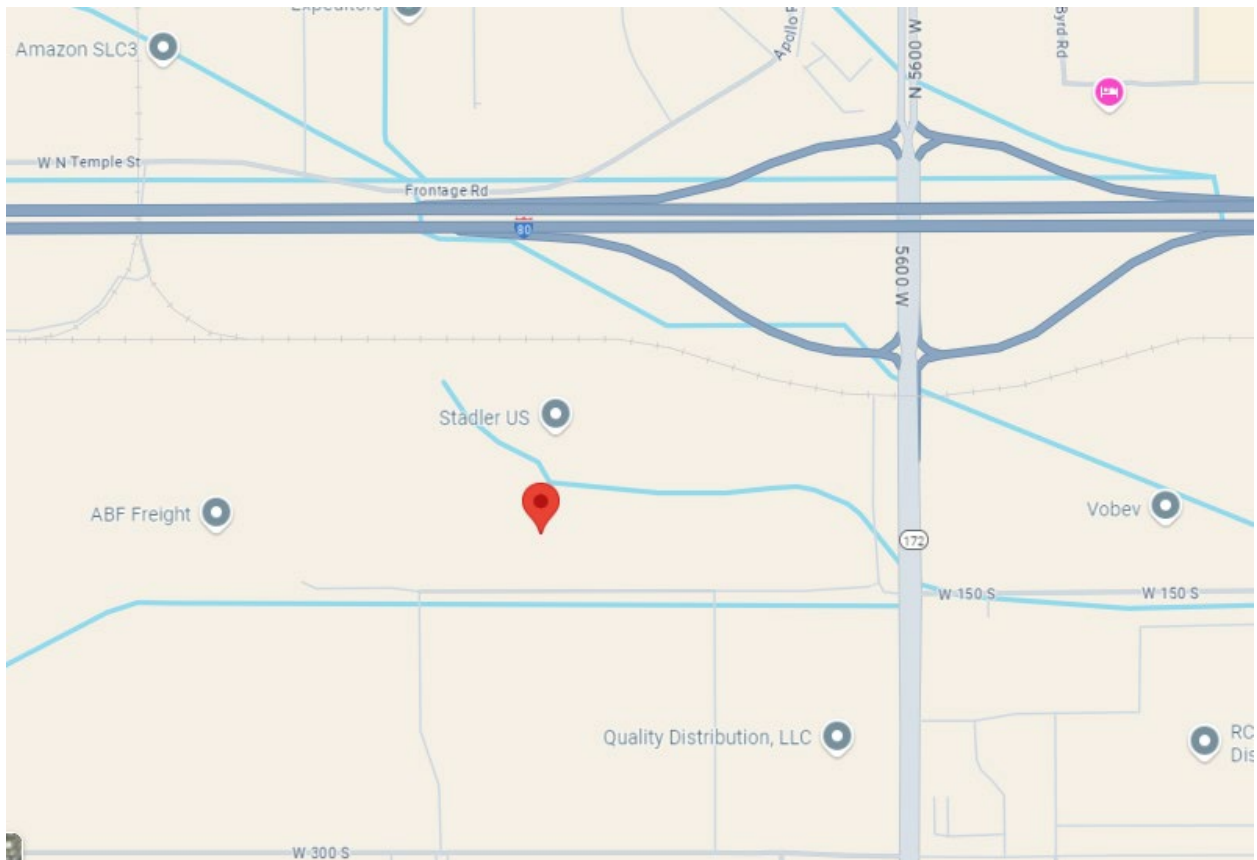
MOTION: APPROVE THE CREATION OF AN ECONOMIC DEVELOPMENT ZONE FOR PLEASANT GROVE, IN SUPPORT OF THEIR LETTER OF REQUEST DETAILING THE EXPANSION OF EZARC, INC. AT 225 W 700 S STE 4, PLEASANT GROVE, UT 84062



GOEO BOARD
ECONOMIC DEVELOPMENT ZONE
STADLER US, INC.
12/12/2024

ESTABLISH AN ECONOMIC DEVELOPMENT ZONE FOR THE PURPOSE OF SUPPORTING THE EXPANSION OF STADLER US, INC. STADLER US INC., 5880 WEST 150 S, SALT LAKE CITY, UT 84104

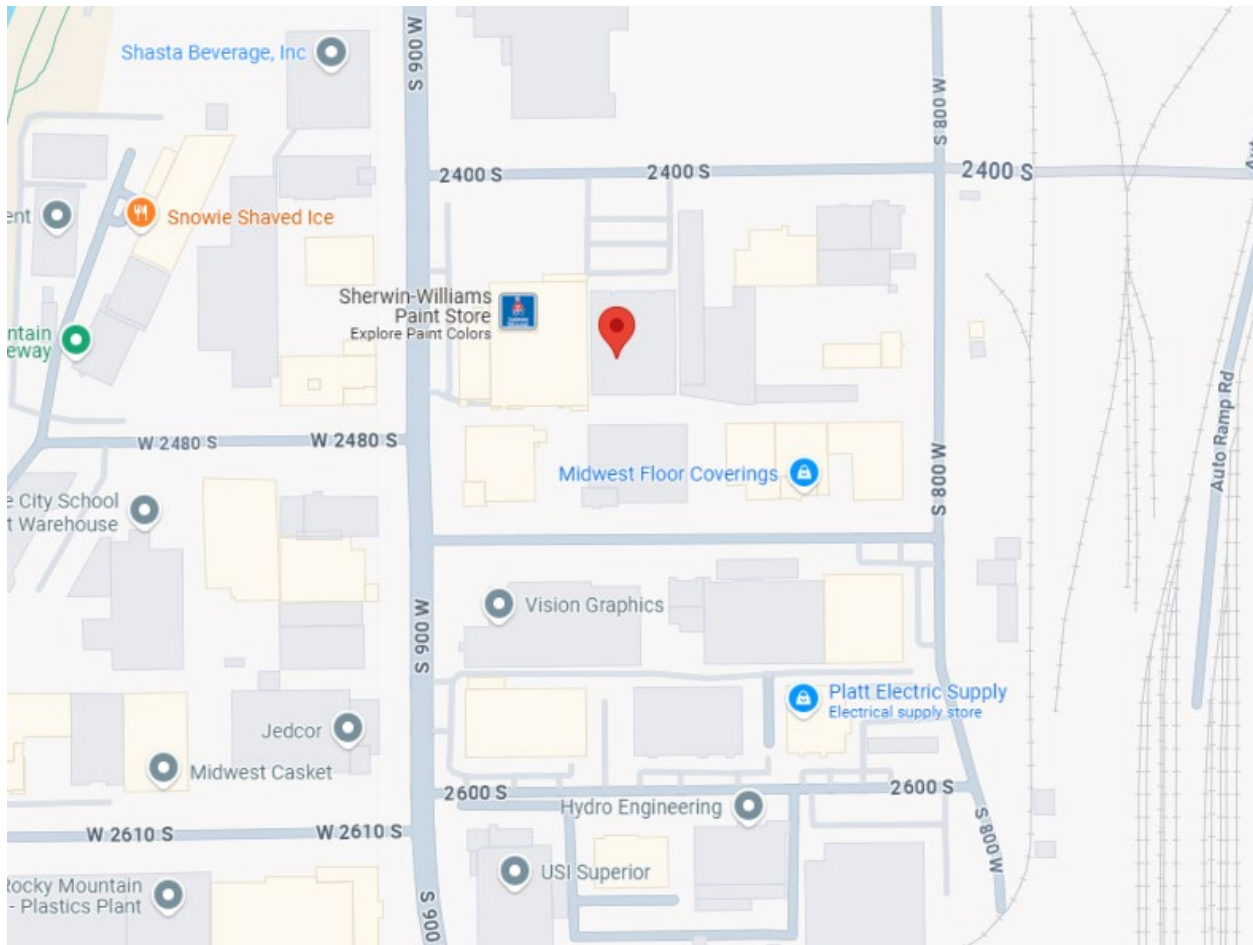
MOTION: APPROVE THE CREATION OF AN ECONOMIC DEVELOPMENT ZONE FOR SALT LAKE CITY, IN SUPPORT OF THEIR LETTER OF REQUEST DETAILING THE EXPANSION OF STADLER US, INC. AT 5880 WEST 150 SOUTH, SALT LAKE CITY, UT 84104.



GOEO BOARD
ECONOMIC DEVELOPMENT ZONE
TORUS, INC.
12/12/2024

ESTABLISH AN ECONOMIC DEVELOPMENT ZONE FOR THE PURPOSE OF SUPPORTING THE EXPANSION OF TORUS, INC. AT 855 WEST 2400 SOUTH, SOUTH SALT LAKE, UT 84119

MOTION: APPROVE THE CREATION OF AN ECONOMIC DEVELOPMENT ZONE FOR SOUTH SALT LAKE, IN SUPPORT OF THEIR LETTER OF REQUEST DETAILING THE EXPANSION OF TORUS, INC. AT 855 WEST 2400 SOUTH, SOUTH SALT LAKE, UT 84119



GOEO BOARD
ECONOMIC DEVELOPMENT ZONE
UTAH FLOUR MILLING, LLC
12/12/2024

ESTABLISH AN ECONOMIC DEVELOPMENT ZONE FOR THE PURPOSE OF SUPPORTING THE EXPANSION OF UTAH FLOUR MILLING, LLC, AT 11595 NORTH HIGHWAY 91, RICHMOND, UT 84333.

MOTION: APPROVE THE CREATION OF AN ECONOMIC DEVELOPMENT ZONE FOR CACHE COUNTY, IN SUPPORT OF THEIR LETTER OF REQUEST DETAILING THE EXPANSION OF UTAH FLOUR MILLING, LLC, AT 11595 NORTH HIGHWAY 91, RICHMOND, UT 84333.

