

## **Reinvestment Payment Program – Board of Economic Development CY2017 Approvals**

**Red's All Natural** – approved for a reinvestment payment of \$132,901 on January 10, 2017; award amended to \$192,436 on February 14, 2017

\*Burrito manufacturer

- Estimated number of full-time jobs created by the project: 40.5
- Estimated average wage of the full-time jobs created by the project: \$22.97/hr.
- Local government tax mechanisms and state economic development tools, loans, or grants provided to the project as of CY2017 are as follows:
  - o Approved for a reinvestment payment of \$132,901
  - o Approved for a REDI loan of \$1,490,197
- Estimated annual property taxes to be paid as a result of the project: No additional property tax
- The reinvestment payment was instrumental in offsetting the upfront costs resulting from the state's sales/use tax associated with the project, greatly increasing the projects viability in comparison to other alternatives.

**Otter Tail Power Company** – approved for a reinvestment payment of \$4,720,500 on February 14, 2017

\*Electric utility provider

- Estimated number of full-time jobs created by the project: 3
- Estimated average wage of the full-time jobs created by the project: \$38.46/hr.
- Local government tax mechanisms and state economic development tools, loans, or grants provided to the project as of CY2017 are as follows:
  - o Approved for a reinvestment payment of \$4,720,500
- Estimated annual property taxes to be paid as a result of the project: Projected annual property taxes would be approximately \$1.5 million the first year with an appropriate depreciation schedule over the life of the project. The project will request that Deuel County authorize the discretionary formula option for the first five years of property tax consideration.
- The reinvestment payment was instrumental in offsetting the upfront costs resulting from the state's sales/use tax associated with the project, greatly increasing the projects viability in comparison to other alternatives.

**SD Sun, LLC** – approved for a reinvestment payment of \$742,797 on May 9, 2017

\*Solar power plant

- Estimated number of full-time jobs created by the project: 12.5
- Estimated average wage of the full-time jobs created by the project: \$33/hr.
- Local government tax mechanisms and state economic development tools, loans, or grants provided to the project as of CY2017 are as follows:
  - o Approved for a reinvestment payment of \$742,797
- Estimated annual property taxes to be paid as a result of the project: Following the construction of the project it is estimated that the property tax revenue generated by the project will be approximately \$3 million over the anticipated 25 to 35 year life of the project.
- The reinvestment payment was instrumental in offsetting the upfront costs resulting from the state's sales/use tax associated with the project, greatly increasing the projects viability in comparison to other alternatives.

**SD Sun II, LLC** – approved for a reinvestment payment of \$742,797 on May 9, 2017

\*Solar power plant

- Estimated number of full-time jobs created by the project: 12.5
- Estimated average wage of the full-time jobs created by the project: \$33/hr.
- Local government tax mechanisms and state economic development tools, loans, or grants provided to the project as of CY2017 are as follows:
  - o Approved for a reinvestment payment of \$742,797
- Estimated annual property taxes to be paid as a result of the project: Following the construction of the project it is estimated that the property tax revenue generated by the project will be approximately \$3 million over the anticipated 25 to 35 year life of the project.
- The reinvestment payment was instrumental in offsetting the upfront costs resulting from the state's sales/use tax associated with the project, greatly increasing the projects viability in comparison to other alternatives.

**Win Build, LLC** – approved for a reinvestment payment of \$360,000 on June 13, 2017

\*Cold storage facility

- Estimated number of full-time jobs created by the project: 50
- Estimated average wage of the full-time jobs created by the project: \$23.23/hr.
- Local government tax mechanisms and state economic development tools, loans, or grants provided to the project as of CY2017 are as follows:
  - o Approved for a reinvestment payment of \$360,000
  - o Planning to apply for reduced property taxation in 2018
- Estimated annual property taxes to be paid as a result of the project: \$800,000 over 5 years
- The reinvestment payment was instrumental in offsetting the upfront costs resulting from the state's sales/use tax associated with the project, greatly increasing the projects viability in comparison to other alternatives.

**Agropur inc.** – approved for a reinvestment payment of \$7,254,497 on August 8, 2017

\*Dairy processing facility

- Estimated number of full-time jobs created by the project: 112
- Estimated average wage of the full-time jobs created by the project: \$16.53/hr.
- Local government tax mechanisms and state economic development tools, loans, or grants provided to the project as of CY2017 are as follows:
  - o Approved for a reinvestment payment of \$7,254,497
  - o Local TIF
- Estimated annual property taxes to be paid as a result of the project: \$353,410
- The reinvestment payment was instrumental in offsetting the upfront costs resulting from the state's sales/use tax associated with the project, greatly increasing the projects viability in comparison to other alternatives.

**Northern States Power Company** – approved for a reinvestment payment of \$8,187,266 on November 14, 2017.

\*Wind farm

- Estimated number of full-time jobs created by the project: 2
- Estimated average wage of the full-time jobs created by the project: \$29.81/hr.
- Local government tax mechanisms and state economic development tools, loans, or grants provided to the project as of CY2017 are as follows:
  - o Approved for a reinvestment payment of \$8,127,266
- Estimated annual property taxes to be paid as a result of the project: \$1,500,000
- The reinvestment payment was instrumental in offsetting the upfront costs resulting from the state's sales/use tax associated with the project, greatly increasing the projects viability in comparison to other alternatives.

**POET Biorefining, LLC** – approved for a reinvestment payment of \$78,500 on November 14, 2017.

\*Wind farm

- Estimated number of full-time jobs created by the project: 11.5
- Estimated average wage of the full-time jobs created by the project: \$19/hr.
- Local government tax mechanisms and state economic development tools, loans, or grants provided to the project as of CY2017 are as follows:
  - o Approved for a reinvestment payment of \$78,500
- Estimated annual property taxes to be paid as a result of the project: No additional property taxes.
- The reinvestment payment was instrumental in offsetting the upfront costs resulting from the state's sales/use tax associated with the project, greatly increasing the projects viability in comparison to other alternatives.