

PRIVATE ACTIVITY BONDS APPLICATION SCORING CRITERIA

Manufacturing Projects

The Private Activity Bond (PAB) Authority Staff and approved consultants will evaluate all manufacturing applications submitted for Private Activity Bonds. In the event that the demand for PAB exceeds the supply of volume cap, the applications will be scored or numerically ranked for the purpose of allocation.

1. Employment

The primary goal of allocating Private Activity Bonds for manufacturing is to generate permanent employment. For example, a project requesting \$5 million that generates 100 new jobs has a bond per job ratio of \$50,000 (\$5 million/100 jobs). A project requesting \$5 million that generates 50 new jobs has a bond per job ratio of \$100,000. The project with the lowest bond per new job ratio will receive 15 points.

The following requirements must also be met:

- a. The number used for the number of new jobs created will be for the jobs generated by the third year of operation.
- b. Temporary jobs, such as construction, are not considered.
- c. Companies currently in operation that have existing employment, will only have the net job gain associated with the bond request considered.
- d. Only Full Time Equivalent (FTE) jobs are considered.

2. Wages

The project with the highest average wage will receive 15 points. (Example: Project A's average wage is \$12/hr. Project B's average wage is \$20/hour.)

3. Community Support

Projects with some type of financial support, such as grants, loans, forgiveness of fees or property tax, by a community will receive 10 points.

4. Rural Project

Projects located in any county of the State other than Salt Lake, Weber, Davis and Utah County will receive 10 points.

5. Target Area

- a. Projects developed in a census tract, city, town or county where the area median income (AMI) is 60% of the State's AMI, will receive 10 points.
- b. Projects developed on Native American property will receive 10 points.