



NEWS RELEASE

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City of Tucson Mayor and Council Approve Development Agreement With MicroStar Logistics

At the October 3 City Council meeting, the Mayor and Council approved a Primary Jobs Incentive Development Agreement with MicroStar Logistics, LLC.

MicroStar Logistics is the world's leading provider of outsourced supply chain solutions for the beer industry. The company has proposed constructing a 150,000 square foot industrial facility, which will be a Keg and Pallet Quality Services Center. Kegs will be maintained, re-branded, refurbished, repaired, and cleaned.

The Primary Jobs Incentive assists Tucson in its efforts to bring quality jobs and investment into the region. The incentive provides up to a 100% reimbursement of a portion of City construction sales tax to qualifying expenses such as the project's public infrastructure improvements, offsets to impact fees, and/or job-training.

MicroStar is planning to invest \$42 million in facilities and equipment in the first phase of the project, and expects to create 243 new jobs, with the average wage projected at \$50,164. Over five years, the project is expected to generate direct revenue to the City of \$1.1 million.

"I look forward to welcoming MicroStar to Tucson," said Tucson Mayor Regina Romero. "Their mission of creating a circular economy aligns with the City of Tucson's Zero Waste Goals. Tucson is leading in becoming a more sustainable, resilient, desert city and MicroStar is a welcome partner to our ongoing efforts."

"We are pleased that MicroStar has chosen Tucson for its newest facility," said Barbra Coffee, Director of Economic Initiatives for the City of Tucson. "MicroStar is a welcome addition to our growing logistics hub."

About City of Tucson Office of Economic Initiatives:

The City of Tucson Office of Economic Initiatives coordinates the city's economic development programs for the purpose of attracting jobs and investment to the City of Tucson. The Office of Economic Initiatives also offers local small business and entrepreneurial assistance and

encourages workforce development to foster a long term sustainable and diverse local economy.
For more information or to contact the Office of Economic Initiatives, visit
www.ConnectTucson.com.