

ARIZONA DATA CENTERS

RANKINGS & GROWTH

PHOENIX

Top 2
NET ABSORPTION AT
20 MW
CBRE, 2021

Top 5
MARKET INVENTORY
WITH 267.6 MW
CBRE, 2021

Top 10
INVENTORY
GROWTH (MW)
SINCE 2015
CBRE, 2021

#1
HIGHEST PERCENT
GROWTH AMONG
PRIMARY MARKETS
CBRE, 2021

Arizona's reliable power, affordable and abundant land, robust fiber connections and lack of natural disasters make it the prime location for data centers. Arizona sustainably supplies water to data centers, and utility companies provide low-cost energy with high load factor rates.

Industry Highlights



Top 2

STATE FOR
POWER GRID RELIABILITY
U.S. News & World Report, 2019



Top 2

UTILITIES IN ECONOMIC DEVELOPMENT
SOUTHWEST:
Arizona Public Service and Salt River Project
Site Selection Magazine, 2021

DATA CENTER INDUSTRY
EMPLOYMENT IN ARIZONA
INCREASED

17%

FROM 2016
TO 2020 (EMS1, 2021)



10,186
JOB



\$102,360
AVERAGE WAGE



692
ESTABLISHMENTS

Arizona Industry Leaders



Edward Jones
MAKING SENSE OF INVESTING



Powering the Next Generation



High Connectivity

Arizona has robust, low-latency fiber connections with the West Coast, Texas and other central U.S. markets, and is host to five internet exchange points and two certified OIX-2 data centers.



Low Disaster Risk

Arizona has very little exposure to natural disasters. The state has virtually no risk of earthquakes, hurricanes or tornadoes.



Reliable Energy

SRP, APS and TEP are rated among the best large utilities for business customers in the West and provide reliable high load factor rates. Arizona has no long-term transmission constraints.



Low Electricity Costs

The state's utility companies offer competitive high load factor rates and industrial electricity costs. Arizona's utility rates are ranked in the top 10 in the nation.



5G Connectivity

In mid-2017, Governor Ducey signed legislation making Arizona the first state in the nation to streamline the deployment of technology enabling next-gen 5G wireless communication, which is needed to support and scale the state's vital digital networks and meet the demand for high-speed data.

Water Management Experts

Arizona has become a champion of sustainable water management techniques. Despite a steady population growth over the years, water use is essentially the same as it was more than half a century ago.

In early 2019, under Governor Doug Ducey's leadership, Arizona's Drought Contingency Plan was enacted, securing the state's water future by detailing how Arizona will contribute to conserving more water from the Colorado River.

About 3 trillion

gallons of water are stored throughout the state for future use

Enough to supply the City of Phoenix for nearly 30 years
(Arizona Department of Water Resources, 2020)

Arizona uses less water than it did in 1957, with

6X the population and **16X** the economy

(Arizona Department of Water Resources, 2020)