



TRANSFORMING TOMORROW TOGETHER

Community Partnership Panel Meeting Summary

Sierrita

August 16, 2018

Purpose

The [Community Partnership Panel](#) is hosted by Freeport-McMoRan to keep the community informed about operational activities and to foster open and ongoing dialogue to develop thoughtful solutions to address community issues.

Safety Share

The safety and health of all Freeport-McMoRan (FCX) employees, along with our commitment to the environment, are of the highest priority. Our objective is zero workplace injuries and occupational illness.

Industry/Business Update

For the most recent FCX financial information, visit the [Freeport-McMoRan Investor Center](#).

Sierrita is operating at capacity, with approximately 1,000 employees. We have been successful at finding and recruiting candidates through multiple hiring fairs, billboards, Facebook ads and other advertising.

Sierrita Biodiversity Projects

- Beat Back Bufflegrass in West Desert Trails — In partnership with Arizona-Sonora Desert Museum, an educational project was conducted to teach volunteers about bufflegrass management.
- Bird Nesting Boxes in West Desert Trails — In partnership with the Tucson Audubon Society Sierrita, we installed 40 bird nesting boxes. We have partnered with community volunteers to assist us in ongoing monitoring of the nests. This project has been attracting key species of birds in the West Desert Trails.

Community Development Update

Freeport-McMoRan Foundation Investments — Grant Opportunities/Social Investing

The 2017 Freeport-McMoRan [Working Towards Sustainable Development](#) report is now available on our website. This report provides stakeholders with a summary of information on our sustainability programs including:

- Policies
- Management systems
- Performance data

The company commissioned the L. William Seidman Research Institute at Arizona State University to develop annual [Economic Impact Reports](#) where the company has operations in Arizona, Colorado, New Mexico and Texas.

In 2017, Sierrita's direct and indirect economic impact on Pima County was \$162.4 million. The impact on Arizona's economy was \$219.1 million plus approximately 2,300 jobs.

For the sixth year running, Freeport-McMoRan has been recognized as a leader in the Materials Sector by Civic 50. This is the third year in a row the company has received the top (No. 1) honor for the sector. Since 2011, the Civic 50 has provided a national standard for superior corporate citizenship and showcased how companies can use their time, skills and other resources to improve the quality of life in the communities they do business.

Freeport-McMoRan Foundation Investments — Grant Opportunities/Social Investing

[Mini-Grants for Education](#) are designed to support K-12 teachers and schools in Freeport-McMoRan communities. Eligible programs range from field trips to literacy efforts to incentives for student performance. Deadline to apply: October 1.

[Women's Development Grant Program](#) has been established with the goal of supporting programs and projects that focus on providing women and/or girls opportunities to reach their full potential and achieve economic success. Deadline to apply: October 1.

During the second quarter, Sierrita operations was proud to partner on the below initiatives and projects:

- Youth On Their Own & Moves the Needle — Mobile Re-engagement Center
- Children's Museum of Tucson — Make it Mondays
- One on One Mentoring Inc. — Mentors Program for SUSD
- Sahuarita Unified School District — Bringing awareness through multimedia outreach
- Pima JTED — JTED Gala 2018
- UofA Water Research Resource Center — Know Your Water
- Town of Sahuarita — BizEdge Shark Tank

Community Investment Fund

\$500,000 is available for the 2018 cycle. Nine applications have been received, and awardees will be announced September 1, 2018.

The Freeport-McMoRan Foundation is proud to partner with the Town of Sahuarita on the Sahuarita Advanced Manufacturing and Technology Center (SAMTEC). In 2016 and 2017, SAMTEC received \$165,000 and \$170,000 respectively. The U.S. Economic Development Agency funded \$3 million for the project.

- Community Priority and Focus Area:
 - Community & Economic Development: Business diversification, support, attraction/retained
- Project Update: Schematic and Design Development Reports Completed
- Outcome(s) Measured: Project will create 75 FTEs
- Next Steps: Permitting, procurement, construction. Project completion December 2019 (est.)

Sustainable Communities Initiatives

During the third quarter, the Panel welcomed presentations about efforts driven by the community to support sustainability and economic development.

- Green Valley Sahuarita Chamber of Commerce — Joe Erceg, President/CEO, and Doug Christy, Economic Development Committee Chair, discussed the updated Strategic Management Plan and described the goal to strengthen and retain businesses
- AZ19 Regional Tourism Alliance — Kathleen Wishnick, Chair, discussed the various efforts the alliance has undertaken to support local and regional tourism

The [Rural Policy Forum](#) connects rural economic development professionals, nonprofits, community leaders, business owners and other stakeholders who are interested in sustaining rural communities. To kick off this three-day forum, Freeport-McMoRan hosted leaders across communities where we operate to share learnings and discuss opportunities around economic diversification.

The CPP Meets on a quarterly basis. For more information, please contact Collette Brown at cbrown@fmi.com.