

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

BOARD MEETING

January 27, 2022

MINUTES

Call to Order

The Kentucky Economic Development Finance Authority (KEDFA) convened at 10:05a.m. ET on January 27, 2022, at the Cabinet for Economic Development, Old Capitol Annex, Board of Directors Conference Room, 300 West Broadway in Frankfort, Kentucky.

Notification of Press

Don Goodin Vice-Chair, received verification that the media had been notified of the KEDFA regular monthly board meeting.

Roll Call

Jean R. Hale, J. Don Goodin, Secretary Holly Johnson, Tucker Ballinger, Chad Miller, Mike Cowles and Naashom Marx

Staff Present: Tim Back, Tim Bates, Sarah Butler, Ashlee Chilton, Brittany Cox, Michael Crabtree, Michelle Elder, Tony Ellis, Ellen Felix, Krista Harrod, James Johnson, Malcolm Jollie, Andy Luttner, Kate McCane, Craig Kelly, Kylee Palmer, Corky Peek, Debbie Phillips, Foster Shroud, Matt Simms, Kristina Slattery, Katie Smith, Connor Wall, Matthew Wingate, Dan Wood and Tori Wood.

Others Present: Matt Zoellner, Scott, Murphy, & Daniel; Terry Samuels, KSTC; Jay Hall and Elizabeth Combs, Wrigley Media Group; Annie Franklin, Kentucky Distillers' Association; Dan Mann, SDF; Dr. Larry Benz and John Thompson, Confluent Health; Jason Slone and Morgan Rivers, Morehead Rowan County Economic Development; Alex Gardner, Jackson Kelly PLLC; Ann Harts, ESRP; Michael Brand, Quadrant International; Greg Williams, Haunted Discoveries LLC; Jim Trent, Valerie Estrada, Bob Schena, Giana Schena and Emma Murray, Rajant Corporation; Jill Giles and Rita Williams, Kroger CO; James Parsons, Keating, Muething & Klekamp PLL; Tim Corrigan, The Rotunda Group; Beverly Mattingly, American Fuji Seal; Mike Zelkind, Gerri Walsh, Rebecca Haders, and Mark Johnson, 80 Acres Farm; Tisha Livingston and Jed Portman, Infinite Acres; Bill Sandell, Office of Employer and Apprenticeship Services; Sumit Gupta and Vikram Kunnappan, Eurofins Genomics LLC; Jacob Medley, Louisville Forward; Mike Herrington, Stites and Harbison; Mike Kalinyak, Hurt, Deckard and May; Jamie Brodsky, Stoll, Keenon, Ogden.

Approval of Minutes

Vice-Chair Goodin entertained a motion to approve the minutes from the December 9, 2021 KEDFA board meeting and January 11, 2022 special KEDFA board meeting.

Chad Miller moved to approve the minutes, as presented; Tucker Ballinger seconded the motion. Motion passed; unanimous.

Approved/Undisbursed Report

Vice-Chair Goodin called on Kylee Palmer to review the approved/undisbursed report. After review, the Authority accepted the report as presented.

Financial Statements and Monitoring Reports

Vice-Chair Goodin called on Krista Harrod to review the financial statements and monitoring reports. After review, the Authority accepted the statements and reports as presented.

Tax Increment Financing (TIF) Project (Amendment)

Vice-Chair Goodin called on Kyle Palmer to present the TIF project amendment to the Authority.

Louisville Renaissance Zone Corporation Jefferson County

Kylee Palmer

Kylee Palmer stated the Louisville Renaissance Zone Corporation (LRZC) was granted approval for a TIF project under the TIF Pilot Program statutes as they existed on December 8, 2003, and the Commonwealth entered into a Grant Agreement with LRZC. For the Renaissance Zone TIF, withholding, sales and property taxes are eligible for recovery over 20 years if they were generated within the 3,000 acre TIF district (Development Area) south of the Louisville Muhammad Ali International Airport, north of I-265 and bounded by I-65 to the east and CSX right-of-way to the west.

The KEDFA Board has previously approved Project No. 1 and Project No. 2 associated with the redevelopment of the Renaissance Zone Development Area. The projects identified in Project No. 1 have been completed and have resulted in increased property values, dramatically increased employment and capital investment, additional tax revenues and general revitalization. Project No. 2 consists of 17 approved projects and the total estimated construction costs at the time of approval was \$30,321,000. LRZC requested an increase in the project costs associated with Project No. 2 from \$30,321,000 to \$48,828,845. The majority of the increase in the estimated project costs relate to the KY-841 Interchange Project.

Staff recommended approval of the TIF amendment request.

Tucker Ballinger moved to approve the staff recommendation, as presented; Naashom Marx seconded the motion. Motion passed; unanimous.

Local Industrial Revenue Bond (IRB) Projects

Vice-Chair Goodin called on Debbie Phillips to present the Local IRB project to the Authority.

Pratt Paper (KY), LLC Henderson County

Debbie Phillips

Debbie Phillips stated in accordance with KRS 103.210, The City of Henderson requested KEDFA review and approve a one hundred percent (100%) reduction in the state ad valorem tax rate on the industrial building, infrastructure, and equipment which Pratt Paper (KY), LLC proposes to be financed through the issuance of industrial revenue bonds by the City of Henderson. The company proposes a new paper mill operation and a new corrugated

operation to manufacture recycled paper into corrugates sheets and boxes in Henderson. The principal amount of the IRB authorization is up to \$400,000,000 for a term of 30 years. A Payment in Lieu of Tax Agreement will be required with the school district.

Staff recommended approval of the requested percentage reduction in the state ad valorem tax rate on the industrial building and equipment proposed to be financed through the issuance of the industrial revenue bonds.

Naashom Marx moved to approve the staff recommendation, as presented; Chad Miller seconded the motion. Motion passed; unanimous.

Note: The KEDFA board did not make any type of determination as to the legality of the bonds to be issued by the City of Henderson, but only approved the reduction on the ad valorem tax rate as provided by KRS 103.200 and KRS 132.020.

Kentucky Enterprise Initiative Act (KEIA) Projects (Extension)

Vice-Chair Goodin called on Craig Kelly to present the KEIA extension requests to the Authority.

Craig Kelly stated 6 companies requested additional time to complete the projects and asked that all 6 be presented as one motion.

<u>Company</u>	<u>County</u>	<u>Extension</u>
Blueframe Design + Build LLC	Madison	12 Month
Green Bomber Spirits Company	Garrard	12 Month
The Hillshire Brands Corporation	Campbell	12 Month
Logan Corporation	Magoffin	12 Month
Kentucky Green Harvest LLC	Lincoln	12 Month
Novelis Corporation	Todd	12 Month

Staff recommended approval of the KEIA extension requests.

Tucker Ballinger moved to approve the staff recommendation, as presented; Mike Cowles seconded the motion. Motion passed; unanimous.

KEIA Projects

Vice-Chair Goodin called on staff to present the KEIA projects to the Authority.

**Kentucky Cooperage LP, Ltd
Marion County**

**Corky Peek
Michelle Elder**

Corky Peek stated Kentucky Cooperage LP, Ltd., owned by Independent Stave, produces staves and barrels for bourbon. The Lebanon cooperage produces and stores the barrels. As bourbon production increases, so is the need for barrels. Therefore, the company needs more space for production and storage. Kentucky Cooperage LP, Ltd. is considering constructing additional square footage to help meet this demand.

Michelle Elder stated the project investment is \$4,125,000 of which \$2,805,000 qualifies as KEIA eligible costs.

Staff recommended the KEIA approved recovery amount of \$150,000 for construction materials and building fixtures.

Chad Miller moved to approve the staff recommendation, as presented; Mike Cowles seconded the motion. Motion passed; unanimous.

**Eurofins Genomics, LLC
Jefferson County**

**Matt Simms
Kate McCane**

Matt Simms stated Eurofins Genomics LLC is an international provider of DNA sequencing services, oligonucleotide synthesis products and bioinformatic services. The company is considering the construction of a new oligonucleotide manufacturing facility to support the security of supply of testing reagents.

Kate McCane stated the project investment is \$35,710,502 of which \$15,094,482 qualifies as KEIA eligible costs.

Staff recommended the KEIA approved recovery amount of \$300,000 for construction materials and building fixtures.

Naashom Marx moved to approve the staff recommendation, as presented; Tucker Ballinger seconded the motion. Motion passed; unanimous.

**Levi Strauss & Co
Kenton County**

**Brittany Cox
Debbie Phillips**

Brittany Cox stated Levi Strauss & Co. is journeying toward a highly automated US Omni-Channel Distribution Network. The company is considering a "Digital Distribution Center" in Erlanger, to better service its fast-growing ecommerce business.

Debbie Phillips stated the project investment is \$48,049,339 of which \$44,683,769 qualifies as KEIA eligible costs. The approved recovery amount is \$175,000 for construction materials and building fixtures and \$725,000 for research and development and/or electronic processing equipment.

Staff recommended the KEIA approved recovery amount of \$900,000.

Naashom Marx moved to approve the staff recommendation, as presented; Mike Cowles seconded the motion. Motion passed; unanimous.

KBI (Preliminary) and KEIA Projects

Vice-Chair Goodin called on staff to present the KBI preliminary and KEIA projects to the Authority.

**Trellis Loop Florence I, LLC
Boone County**

**Brittany Cox
Debbie Phillips**

Brittany Cox stated Trellis Loop Florence I, LLC is a subsidiary of 80 Acres Farms which provides 100% pesticide-free fresh vegetables at its eco-friendly indoor farm in Hamilton, Ohio, growing ten million servings of produce per year. The project would include establishing a new production facility to serve local markets.

Debbie Phillips stated the project investment is \$74,002,425 of which \$28,742,828 qualifies as KBI eligible costs and \$10,730,000 qualifies as KEIA eligible costs. The highest job target over the term of the agreement is 125 with an average hourly wage of \$45.00 including

benefits. The state wage assessment participation is 2.25% and Boone County will participate at .60%.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$2,000,000 and the KEIA approved recovery amount of \$250,000 for construction materials and building fixtures.

Naashom Marx moved to approve the staff recommendation, as presented; Chad Miller seconded the motion. Motion passed; unanimous.

**Levy Environmental Services Company
Meade County**

**Corky Peek
Michelle Elder**

Corky Peek stated the Levy Environmental Services Company provides scrap processing and upgrading, flame technology solutions, and slag processing. The company is considering locating an operation at Nucor's Brandenburg facility to meet the needs of its customers.

Michelle Elder stated the project investment is \$32,000,000 all of which qualifies as KBI eligible costs and \$5,500,000 qualifies as KEIA eligible costs. The highest job target over the term of the agreement is 71 with an average hourly wage of \$31.00 including benefits. The state wage assessment participation is 5%.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$1,600,000 and the KEIA approved recovery amount of \$100,000, for construction materials and building fixtures.

Mike Cowles moved to approve the staff recommendation, as presented; Tucker Ballinger seconded the motion. Motion passed; unanimous.

KBI Projects (Preliminary)

Vice-Chair Goodin called on staff to present the KBI preliminary projects to the Authority.

**Confluent Health, LLC
Jefferson County**

**Malcolm Jollie
Kate McCane**

Malcolm Jollie stated Confluent Health, LLC is a family of physical therapy and occupational therapy companies transforming healthcare by strengthening private practice, developing and educating highly effective clinicians and lowering healthcare costs through workplace wellness and injury prevention. Due to growth, the company is seeking to expand its corporate headquarters currently located in Jefferson County.

Kate McCane stated the project investment is \$8,560,000 of which \$5,005,000 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 350 with an average hourly wage of \$37.50 including benefits. The state wage assessment participation is 3.0% and Louisville/Jefferson County Metro Government will participate at 1.0%.

The Company will be required to maintain a base employment equal to the greater of the number of full-time employees subject to Kentucky income tax as of the date of preliminary approval or 25 full-time employees subject to Kentucky income tax, which number is based on the job requirement for the Company's previous KBI project #20187.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$3,500,000.

Chad Miller moved to approve the staff recommendation, as presented; Tucker Ballinger seconded the motion. Motion passed; unanimous.

**Rajant Health Incorporated
Rowan County**

**Elizabeth Bishop
Kate McCane**

Elizabeth Bishop stated Rajant Health Incorporated is an affiliate of Rajant Corporation which currently operates out of a new facility in Morehead. The company is considering upfitting the unused portion of the facility to run its operations and house a data center.

Kate McCane stated the project investment is \$3,450,000, all of which qualifies as KBI eligible costs. The highest job target over the term of the agreement is 48 with an average hourly wage of \$37.80 including benefits. The state wage assessment participation is 5.0%. Only investment costs incurred by the approved company will be considered towards calculating eligible costs. Only the approved company may participate in the corporate income tax credit incentive (no affiliate is eligible). The jobs creation/maintenance and wage requirements will be satisfied collectively by the approved company and the affiliate.

The company and affiliated companies will be required to maintain a base employment equal to the greater of the number of full-time employees subject to Kentucky income tax as of the date of preliminary approval or 54 full-time employees subject to Kentucky income tax, which number is based on the job requirement for the affiliated company's previous KBI project #22956 and #20340.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$525,000.

Naashom Marx moved to approve the staff recommendation, as presented; Tucker Ballinger seconded the motion. Motion passed; unanimous.

**Vector Corrosion Technologies, Inc
Fayette County**

**Foster Shroul
Debbie Phillips**

Foster Shroul stated Vector Corrosion Technologies, Inc. was found in Canada in the mid-1980's and is a leading full-service supplier of corrosion mitigation products and services for reinforced concrete and masonry structures. The company is considering a new manufacturing facility in Lexington.

Ms. Phillips stated the project investment is \$1,161,470 of which \$693,235 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 20 with an average hourly wage of \$23.52 including benefits. The state wage assessment participation is 1.5% and Lexington-Fayette Urban County Government will participate at .5%.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$132,000.

Tucker Ballinger moved to approve the staff recommendation, as presented; Chad Miller seconded the motion. Motion passed; unanimous.

**Just Trailers LLC
Fulton County**

**Corky Peek
Michelle Elder**

Corky Peek stated Just Trailers, LLC has been in business since 2020, building its first utility trailer in August of that year and has been producing up to around 450 trailers per month. Out of room at the existing locations, the company is considering purchasing property in order to open an additional location to manufacture small, enclosed trailers.

Michelle Elder stated the project investment is \$1,150,000, all of which qualifies as KBI eligible costs. The highest job target over the term of the agreement is 40 with an average hourly wage of \$35.00 including benefits. The state wage assessment participation is 5.0%

The company will be required to maintain a base employment equal to the number of full-time employees subject to Kentucky income tax as of the date of preliminary approval.

The project will include multiple locations within Fulton/Fulton County. Only investment costs incurred at Highland Drive will be considered towards calculating eligible costs. Employees and their respective wages at the locations included in the project definition will be eligible for compliance.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$400,000.

Chad Miller moved to approve the staff recommendation, as presented; Mike Cowles seconded the motion. Motion passed; unanimous.

**Kroger Fulfillment Network LLC
Jefferson County**

**Matt Simms
Kate McCane**

Matt Simms stated Kroger Fulfillment Network LLC (KFN) is a wholly owned subsidiary of The Kroger Co and is seeking a new location to expand Kroger's eCommerce reach. The facility would support the customer fulfillment center currently operating in Ohio by extending the delivery reach for customers to access affordable, healthy and fresh foods.

Kate McCane stated the project investment is \$4,109,866 of which \$2,609,866 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 161 with an average hourly wage of \$30.00 including benefits. The state wage assessment participation is 3.0% and Louisville Metro Government will participate at 1.0%.

The company will be required to maintain 90% of the total statewide full-time employees subject to Kentucky income tax at all company and affiliate locations, excluding the site of the project, as of the date of preliminary approval.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$2,000,000.

Naashom Marx moved to approve the staff recommendation, as presented; Secretary Holly Johnson seconded the motion. Motion passed; unanimous.

**Quadrant Materials, Inc
Jefferson County**

**Andy Luttner
Debbie Phillips**

Andy Luttner stated Quadrant Materials, Inc. provides magnetic-related products, services and technologies with a global footprint with locations in the United States, Japan, China,

Germany and Australia. The company is considering the construction of a new world-class magnet manufacturing and research facility in Louisville.

Debbie Phillips stated the project investment is \$95,200,000 of which \$35,800,000 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 200 with an average hourly wage of \$28.15 including benefits. The state wage assessment participation is 3.0% and Louisville Metro Government will participate at 1.0%.

The company and affiliated companies will be required to maintain a base employment equal to the number of full-time employees subject to Kentucky income tax as of the date of preliminary approval.

The project will include multiple company/affiliate locations within Jefferson County, Louisville. Only investment costs incurred at an address to-be-determined will be considered towards calculating eligible costs. Employees and their respective wages at the locations included in the project definition will be eligible for compliance.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$3,400,000.

Mike Cowles moved to approve the staff recommendation, as presented; Chad Miller seconded the motion. Motion passed; unanimous.

KBI Projects (Extension)

Vice-Chair Goodin called on Michelle Elder to present the KBI extension requests to the Authority.

Michelle Elder stated 7 companies requested additional time to complete the projects and asked that all 7 be presented as one motion.

<u>Company</u>	<u>County</u>	<u>Extension</u>
Amazon.com Services, Inc	Boone	3 Month
AeroSource H, LLC	Ballard	12 Month
AgTech Scientific. LLC	Bourbon	12 Month
Ale-8-One Bottling Company	Clark	12 Month
OFS Brand Holdings, INC	Grayson	12 Month
LORD Corporation	Warren	12 Month
Novelis Corporation	Todd	12 Month

Staff recommended approval of the KBI extension requests.

Secretary Holly Johnson moved to approve the staff recommendation, as presented; Chad Miller seconded the motion. Motion passed; unanimous.

KBI Projects (Final)

Vice-Chair Goodin called on Debbie Phillips to present the KBI final projects to the Authority.

Debbie Phillips stated 2 companies requested KBI final approval, 1 of which has a modification since preliminary approval. Ms. Phillips asked that both be presented as one motion.

No Modifications:

Project Name	County	Type Project
Takigawa Corporation America	Nelson	Manufacturing

Modifications:

Piston Automotive LLC	Jefferson	Manufacturing
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The project location changed from Jeffersontown to Jefferson County. The total investment increased from \$1,500,000 to \$26,369,080; the eligible costs increased from \$1,000,000 to \$13,024,540; the jobs increased from 50 to 117 and the negotiated tax incentive amount increased from \$700,000 to \$1,650,000. All other aspects of the project remain the same.

Staff recommended final approval of the KBI resolutions and tax incentive agreements and the authorization to execute and deliver the documents.

Chad Miller moved to approve the staff recommendation, as presented; Mike Cowles seconded the motion. Motion passed, unanimous.

Kentucky Small Business Tax Credit (KSBTC) Projects

Vice-Chair Goodin called on Tim Back to present the KSBTC projects to the Authority.

Mr. Back stated there are 5 Kentucky small businesses, from 4 counties with qualifying tax credits of \$31,500. The 5 businesses created 9 jobs and invested \$104,952 in qualifying equipment and/or technology.

Mr. Back requested the following tax credits be presented as one motion:

Qualified Small Business	County	Beg. Emp.	Elig. Pos.	Average Hourly Wage	Qualifying Equipment or Technology	Tax Credit
Ackerman CPAs, LLC	Jefferson	0	2	\$20.43	\$7,135	\$7,000
American Tire, Inc.	Nelson	17	3	\$20.17	\$15,981	\$10,500
Brown & Kubican, P.S.C.	Fayette	19	2	\$29.50	\$8,630	\$7,000
Insight Automation, Inc.	Boone	11	1	\$96.15	\$5,813	\$3,500
SWS Enterprises, Inc.	Fayette	14	1	\$16.63	\$67,393	\$3,500

Staff recommended approval of the tax credits.

Tucker Ballinger moved to approve the staff recommendation, as presented; Mike Cowles seconded the motion. Motion passed; unanimous

Kentucky Angel Investment Act Projects

Vice-Chair Goodin called on Tim Back to present the Kentucky Angel Investment Act projects to the Authority.

Mr. Back stated there are 6 Kentucky Angel Investment Act projects representing 1 Kentucky business and 6 investors for a total projected investment of \$122,000 with eligible tax credits of \$30,500. The investor will have 80 calendar days in which to make the planned investment and submit proof of the investment before receiving the tax credit.

Mr. Back requested the following proposed Kentucky Angel Investment tax credits be presented as one motion:

Qualified Small Business Qualified Investor(s)	County	Projected Investment	Tax Credit
<u>RedLeaf Biologics, Inc.</u>	Fayette		
Umit Kaya		\$20,000	\$5,000
Robert Ian Wolk		\$25,000	\$6,250
Daniel M Fine		\$30,000	\$7,500
Kimlee Wong		\$ 20,000	\$ 5,000
Mark L. Baum		\$ 15,000	\$ 3,750
Ying Wu		\$ 12,000	\$ 3,000

Staff recommended approval of the proposed Angel Investment tax credits.

Secretary Holly Johnson moved to approve the staff recommendation, as presented; Naashom Marx seconded the motion. Motion passed; unanimous.

Kentucky Entertainment Incentive (KEI) Projects (Final)

Vice-Chair Goodin called on Tim Bates to present the KEI projects to the Authority.

Post Time Audiovisual Services, Inc. d/b/a Wrigley Media Group Relative Justice – Season 2 **Tim Bates**

Tim Bates stated that Post Time Audiovisual Services, Inc. d/b/a Wrigley Media Group plans to produce a Television Program, Relative Justice – Season 2, in Fayette County. Production is set to begin as early as March 1, 2022 and is anticipated to end by December 31, 2022. The Company anticipates \$4,581,000 in qualifying payroll expenditures and \$1,821,000 in qualifying non-payroll expenditures for a total of \$6,402,000. The company also anticipates employing 1,010 Kentucky resident crew members and 309 Non-Kentucky resident crew members for a total production crew of 1,319.

Staff recommended a total negotiated tax incentive amount of \$2,094,350.

Tucker Ballinger moved to approve the staff recommendation, as presented. Secretary Holly Johnson seconded the motion. Motion passed; unanimous.

Haunted Discoveries LLC **Tim Bates** **Haunted Discoveries**

Tim Bates stated that Haunted Discoveries LLC plans to produce a Television Program, Haunted Discoveries, in Barren, Jefferson, Nelson, Pulaski and Simpson counties. Production is set to begin as early as February 1, 2022 and is anticipated to end by June 30, 2022. The Company anticipates \$2,289,508 in qualifying payroll expenditures and \$2,230,600 in qualifying non-payroll expenditures for a total of \$4,520,108. The company also anticipates employing 33 Kentucky resident crew members and 8 Non-Kentucky resident crew members for a total production crew of 41.

Staff recommended a total negotiated tax incentive amount of \$1,393,351.

Chad Miller moved to approve the staff recommendation, as presented. Naashom Marx seconded the motion. Motion passed; unanimous.

Closed Session

Pursuant to KRS Section 61.810 (1) (c), Vice-Chair Goodin entertained a motion to go into closed session to discuss proposed or pending litigation against or on behalf of the public agency.

Vice-Chair Goodin moved to enter into closed session; Naashom Marx seconded the motion. Motion passed; unanimous.

The board entered into executive session at 11:10 a.m.

Regular Session

Vice-Chair Goodin entertained a motion to return to regular session.

Vice-Chair Goodin moved to return to regular session; Mike Cowles seconded the motion. Motion passed; unanimous.

The board returned to regular session at 11:22 a.m.

KEDFA Loan (Modification)

The Thompson Group

A motion was made by Vice-Chair Goodin and seconded by Mike Cowles to approve a modification of the KEDFA loan to The Thompson Group. The current balance of the loan is \$624,345. The Thompson Group will make interest only payments for six months, then \$1,000 principal plus interest at 4%. All remaining outstanding principal will be due at maturity on March 29, 2023. The motion carried unanimously.

Other Business

Quarterly Report - Kentucky Small Business Credit Initiative (KSBCI)

Vice-Chair Goodin called on Ms. Palmer to review the KSBCI Quarterly Funding Report for the period ending December 31, 2021. After review, the Authority accepted the report as presented.

SSBCI 2.0 Resolution

Vice-Chair Goodin called on Sarah Butler to present A KEDFA Resolution For the State Small Business Credit Initiative. The State Small Business Credit Initiative (SSBCI) was created under the Small Business Jobs Act, which was signed into law in 2010. Pursuant to the SSBCI, Kentucky received an allocation from Treasury of approximately \$15,000,000.00 and KEDFA contributed an additional \$5,000,000 to fund the Kentucky Small Business

Credit Initiative programs. These programs included the Kentucky Capital Access Program, the Collateral Support Program, the Loan Participation Program and Kentucky Venture Capital Program.

On March 11, 2021, the American Rescue Plan Act was signed into law and provided an additional \$10 billion to fund the SSBCI to support small business credit support and investment programs. The SSBCI Allocation from Treasury is over \$117,000,000 for funds to support significant opportunities for economic growth and job creation for socially and economically disadvantaged business in Kentucky. In order to facilitate Kentucky's full utilization of allocated funds and to further enhance the KSBCI programs, the Cabinet requests authority from KEDFA to enter into the final application for the SSBCI funds due February 11, 2022.

Staff recommends approval from KEDFA for the proposed resolution.

Jean Hale moved to approve the Resolution as presented; Vice-Chair Don Goodin seconded the motion. Motion passed; unanimous.

Quarterly Amendments

Vice-Chair Goodin called on Matthew Wingate to review the Quarterly Amendment Report ending December 31, 2021.

Matthew Wingate stated the Bylaws of the Board of Directors of KEDFA grant authority to the Commissioner of the Department of Financial Services to effectuate minor changes or modifications to existing agreements with approved companies that do not substantively modify contract terms.

Matthew Wingate noted the following amendments have been executed.

KBI

Portwest America, LLC

Letter Amendment to KBI Agreement – Change to fiscal year end

KEIA

Global Mail, Inc. d/b/a DHL Ecommerce Solutions

Company Letter to KEIA Agreement – Address Change

Staff recommended the Authority accept the amendment report and adopt the resolution to ratify the amendment.

Jean Hale moved to accept the staff recommendation as presented; Mike Cowles seconded the motion. Motion passed; unanimous

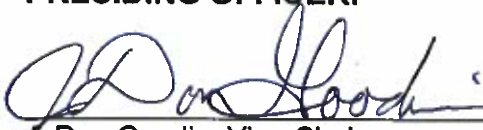
Adjournment

There being no further business, Vice-Chair Goodin entertained a motion to adjourn.

Jean Hale moved to adjourn the January KEDFA board meeting; Chad Miller seconded the motion. Motion passed; unanimous.

The meeting adjourned at 11:27 a.m.

**APPROVED
PRESIDING OFFICER:**



J. Don Goodin, Vice-Chair