CABINET FOR ECONOMIC DEVELOPMENT

Andy Beshear
GOVERNOR

Old Capitol Annex
300 West Broadway
Frankfort, Kentucky 40601

Jeff Noel
SECRETARY

MEMORANDUM

TO: KEDFA Members

FROM: Katie Smith, Commissioner
Department for Financial Services

DATE: August 25, 2023

SUBJECT: **KEDFA Board Meeting**

The Kentucky Economic Development Finance Authority's next regular board meeting is scheduled for **August 31, 2023** at 10:00 a.m. (ET) through both in person attendance and video conference. The primary location for the meeting where all members can be seen and heard and the public may attend in accordance with KRS 61.826 and 61.810 will be in the Board of Directors Conference Room at the Cabinet for Economic Development, Old Capitol Annex, 300 West Broadway in Frankfort. While participants, media and members of the public may attend the board meeting in person at the primary location, attendees are also encouraged to join the meeting virtually and can access the video teleconference at the following link:

https://us02web.zoom.us/j/88367778770

If you have any questions, please feel free to contact our office at any time.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
AGENDA
August 31, 2023

PRIMARY LOCATION:

Where all members can be seen and heard and the public may attend in accordance with KRS 61.826 & 61.840

Board of Directors Conference Room
Old Capitol Annex
300 West Broadway
Frankfort, Kentucky

ALSO AVAILABLE VIA ZOOM: https://us02web.zoom.us/j/88367778770

Call to Order
Notification of Press
Roll Call

Minutes

Minutes from July 27, 2023 KEDFA Board Meeting
Minutes from July 27, 2023 Closed Session

Reports

Approved/Undisbursed Report	Krista Harrod
Financial Statements and Monitoring Reports	Krista Harrod

KPDI-EDF Projects

Cynthiana-Harrison County Economic Development Authority , Inc.	Harrison	Colin Dodd/Michelle Elder
Graves County Economic Development Authority, Inc.	Graves	Andy Luttner/Michelle Elder

KEIA Projects (Extension) Craig Kelly

Flottweg Separation Technology, Inc.	Boone
SMS Group, Inc.	Meade
Distilled Spirits Epicenter, LLC	Jefferson
Big Sandy Distribution, Inc.	Boyd
Buffalo Trace Distillery, Inc.	Franklin
Greenfield Grain, LLC	Henderson
John Renfro Supply Co.	Whitley
Paschall Truck Lines, Inc.	Calloway
Taylor Communications, Inc.	Hardin

KEIA Projects

Campari America LLC	Anderson	Scott Moseley/Michelle Elder
AATW, LLC	Anderson	Danielle Milbern/Raven Aiken

KBI Projects (Preliminary) & KEIA Projects

Levy Environmental Services Company	Carroll	Colin Dodd/Raven Aiken
Washington Penn Plastic Co., Inc.	Clark	Ashlee Chilton/Brandon Combs

KBI Projects (Preliminary)

Allstate Tower, Inc.	Henderson	Andy Luttner/Michelle Elder
HVAC Distributing LLC	Graves	Andy Luttner/Michelle Elder
Kroger Limited Partnership II dba Kenlake Foods	Calloway	Andy Luttner/Michelle Elder
Safran Landing Systems Kentucky, LLC	Boone	Colin Dodd/Raven Aiken
Bespoken Spirits, Inc.	Fayette	Colin Dodd/Raven Aiken

KBI Projects (Extension) Michelle Elder

Setco Sales Company	Boone
Faurecia Automotive Seating LLC	Shelby
HVAC Distributing LLC	Graves
Joe Leasure & Sons	Hopkins
Smiley Monroe Inc.	Simpson

KBI Projects (Final) Brandon Combs

Itsuwa KY, LLC	Nelson
Consumer Cellular, Incorporated	Jefferson
Legacy Metals, LLC	Christian
Nemak USA Inc.	Barren
Neogen Corporation	Montgomery

KRA Project Preliminary

Winston Industries, LLC	Jefferson	Ashlee Chilton/Brandon Combs

KRA Project Final Michelle Elder

Tarter Gate Company, LLC	Casey

KRHLP Project Matt Jordan

ARC Health Systems, LLC d/b/a Bellefonte Hospital and Recovery Center	Lawrence

KRHLP Amendment Dan Wood

Union County Hospital, Inc.	Union

KREDA Resolution Dan Wood

Kellog USA, Inc. f/k/a Mountaintop Baking Company	Pike

KEI Project		Tim Bates
Kentucky Hustler LLC	Fayette, Jessamine, Woodford	

Kentucky Small Business Tax Credit		Tim Back
3-Springs, LLC	Warren	
B & H Butcher Block, LLC	Caldwell	
Ballast, Inc.	Fayette	
BEH Physical Therapy, LLC	Madison	
Bowling/Herald Construction, LLC	Campbell	
Busy Bee Occupational Therapy, PLLC	Madison	
Caliber Armor, LLC	Jefferson	
Collier Electrical Service, Inc.	Marshall	
Four Seasons Landscape Management, LLC	Oldham	
Hometown Concrete, LLC	Boone	
Kinemetrix Industrial Design, Inc.	Fayette	
Precision Medical Billing, LLC	Fayette	
Robert Harrod Electric, Inc.	Jefferson	
Rudler, Professional Service Corporation	Kenton	
Scott Endodontics, PLC	Jefferson	
Silver Fern Group Services, LLC	Fayette	
The Wright Legacy Group, LLC	Hardin	
West Sixth Brewing Company, LLC	Fayette	

Kentucky Selling Farmer Tax Credits		Tim Back
Randy C. Ensley Trust No. 1	Boyle	
Vina L. Ensley Trust No. 1	Boyle	

Kentucky Angel Investment Tax Credits		Tim Back
William Edward Kent, III	Jefferson	
Brad W. Hansman	Kenton	

Adjournment

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

BOARD MEETING
July 27, 2023

MINUTES

Call to Order
The Kentucky Economic Development Finance Authority (KEDFA) convened in person and virtually at 10:00 a.m. on July 27, 2023, at the Cabinet for Economic Development, Old Capitol Annex, Board of Directors Conference Room, 300 West Broadway in Frankfort, Kentucky.

Notification of Press
Jean R. Hale, Chairman, 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 Proxy Geri Grigsby, Tucker Ballinger, Chad Miller and Mike Cowles

Staff Present: Raven Aiken, Tim Back, Tim Bates, David Brock, Phyllis Bruning, John Buchanan, Ashlee Chilton, Brandon Combs, Michael Crabtree, Rachael Dever, Colin Dodd, Danielle Dunmire, Michelle Elder, Ellen Felix, Joseph Gearon, Jansen Hammock, William Henderson, Malcolm Jollie, Matthew Jordan, Marilyn LeBourveau, Jacob Leigh, Keaton Lowe, Andy Luttner, Brandon Mattingly, Donald McDowell, Gabrielle McGee, Craig McKinney, Camryn McManis, Kristine McNeil, Danielle Milbern, Amy Mills, Sydney Montgomery, Scott Moseley, Nasim Moula, Jeff Noel, Kylee Palmer, Cate Prather, Jenny Schenkenfelder, Kristina Slattery, Katie Smith, Christopher Snyder, Beth Sturm, Connor Wall, Matthew Wingate, Dan Wood, Tori Wood, and Ashiq Zaman

Others Present: Michael Kalinyak, Hurt, Deckard & May; Mike Herrington, Stites & Harbison; Jamie Brodsky, Stoll Keenon Ogden; Natalie Grubbs, Greater Louisville, Inc.; Jason Slone, Morehead-Rowan County Chamber of Commerce; Stuart Seltman, Matrix Pack North America; Reid Pittard, Augusta Distillery Rickhouses LLC; Melissa Perry and Kaitlin Craigmyle, Office of Financial Management; Christian Howard and Ron Bunch, Bowling Green Chamber of Commerce; Soozie Eastman, 502Film; Amy Kennedy, Buffalo Trace Area Development District; Devon Stansbury, BE NKY; Lucas Witt, Jeff Hodges, Rick Smith, August Boden, Andrew Belcher, and Falon McFarland

Approval of Minutes
Chairman Hale entertained a motion to approve the minutes from the June 29, 2023 regular KEDFA board meeting.

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

Approved/Undisbursed Report
Chairman Hale called on Katie Smith to review the approved/undisbursed report. After review, the Authority accepted the report as presented.

Financial Statements and Monitoring Reports

Chairman Hale called on Katie Smith to review the financial statements and monitoring reports. After review, the Authority accepted the statements and reports as presented.

Kentucky Product Development Initiative (KPDI-EDF)

Chairman Hale called on Staff to present the KPDI-EDF projects to the Authority.

City of Madisonville **Ashlee Chilton**
Hopkins County **Raven Aiken**

Ashlee Chilton stated the Hopkins County Fiscal Court on behalf of the City of Madisonville is seeking to transform a 72-acre property on Rose Creek Road into the largest shovel-ready site in Hopkins County. The project was identified by an independent site selection consultant as having the potential for future investment/location of an economic development project.

Raven Aiken stated the Hopkins County Fiscal Court requested the use of $1,104,013 in KPDI-EDF program funds for the benefit of the City of Madisonville. The project investment is $21,791,460 and the proposed KPDI-EDF funds will be used to offset costs associated with this project.

In accordance with KRS 154.12-100, KEDFA's approval of this grant is subject to CED's receipt of the Secretary of the Kentucky Finance and Administration Cabinet's concurrence to CED's use of the funds for this project. Raven Aiken stated the Secretary's concurrence had been received.

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

Augusta-Brooksville-Bracken County Industrial Development Authority **Ashlee Chilton**
Bracken County **Raven Aiken**

Ashlee Chilton stated the Bracken County Fiscal Court on behalf of the Augusta-Brooksville-Bracken County Industrial Development Authority is seeking to improve water lines on property within the Bracken County Industrial Park. The project was identified by an independent site selection consultant as having the potential for future investment/location of an economic development project.

Raven Aiken stated the Bracken County Fiscal Court requested the use of $204,163 in KPDI-EDF program funds for the benefit of the Augusta-Brooksville-Bracken County Industrial Development Authority. The project investment is $408,326 and the proposed KPDI-EDF funds will be used to offset costs associated with this project.

In accordance with KRS 154.12-100, KEDFA's approval of this grant is subject to CED's receipt of the Secretary of the Kentucky Finance and Administration Cabinet's concurrence to CED's use of the funds for this project. Raven Aiken stated the Secretary's concurrence had been received.

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

Flemingsburg-Fleming County Industrial Development Authority **Colin Dodd**
Fleming County **Michelle Elder**

Colin Dodd stated the Fleming County Fiscal Court on behalf of the Flemingsburg-Fleming County Industrial Development Authority will assist in site preparation of a Build Ready Pad and road improvements with Industrial Park. KU/LGE and FFCIA Funds will be used to

provide match to the KPDI Funds. The project was identified by an independent site selection consultant as having the potential for future investment/location of an economic development project.

Michelle Elder stated the Fleming County Fiscal Court requested the use of $366,570 in KPDI-EDF program funds for the benefit of the Flemingsburg-Fleming County Industrial Development Authority. The project investment is $733,140 and the proposed KPDI-EDF funds will be used to offset costs associated with this project.

In accordance with KRS 154.12-100, KEDFA's approval of this grant is subject to CED's receipt of the Secretary of the Kentucky Finance and Administration Cabinet's concurrence to CED's use of the funds for this project. Michelle Elder stated the Secretary's concurrence had been received.

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

Somerset Pulaski Economic Development Authority, Inc. **John Buchanan**
Pulaski County **Joseph Gearon**

John Buchanan stated the City of Somerset on the behalf of the Somerset Pulaski Economic Development Authority is performing due diligence, infrastructure extensions, site preparation, and road improvements to attract industry. The Somerset Pulaski Economic Development Authority will provide the match to the KPDI funds. The project was identified by an independent site selection consultant as having the potential for future investment/location of an economic development project.

Joseph Gearon stated the City of Somerset requested the use of $1,580,662 in KPDI-EDF program funds for the benefit of the Somerset Pulaski Economic Development Authority, Inc. The project investment is $11,832,527 and the proposed KPDI-EDF funds will be used to offset costs associated with this project.

In accordance with KRS 154.12-100, KEDFA's approval of this grant is subject to CED's receipt of the Secretary of the Kentucky Finance and Administration Cabinet's concurrence to CED's use of the funds for this project. Joseph Gearon stated the Secretary's concurrence had been received.

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

MMRC Regional Industrial Development Authority **Scott Moseley**
Rowan County **Joseph Gearon**

Scott Moseley stated Menifee County Fiscal Court on behalf of MMRC Regional Industrial Development Authority is performing infrastructure improvements to attract industry at the MMRC Regional Industrial Park. This is a regional project with support from Menifee, Morgan and Rowan counties and the MMRC Regional Industrial Development Authority will provide the matching funds. The project was identified by an independent site selection consultant as having the potential for future investment/location of an economic development project.

Joseph Gearon stated the Menifee County Fiscal Court requested the use of $148,578 in KPDI-EDF program funds for the benefit of the MMRC Regional Industrial Development Authority. The project investment is $404,810 and the proposed KPDI-EDF funds will be used to offset costs associated with this project.

In accordance with KRS 154.12-100, KEDFA's approval of this grant is subject to CED's receipt of the Secretary of the Kentucky Finance and Administration Cabinet's concurrence to CED's use of the funds for this project. Joseph Gearon stated the Secretary's concurrence had been received.

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

Kentucky Reinvestment Act (KRA) Project (Amendment)

Chairman Hale called on Staff to present a KRA preliminary project to the Authority.

Saputo Cheese USA Inc. **Danielle Dunmire**
Calloway County

Danielle Dunmire stated Saputo Dairy Foods USA, LLC received final approval for KRA project #20951 on September 27, 2018. On March 27, 2023, pursuant to a Certificate of Merger filed with the Delaware Secretary of State, Saputo Dairy Foods USA, LLC merged into Saputo Cheese USA Inc. effective on March 31, 2023 at 11:59pm. In accordance with the Merger, the Company has requested that Saputo Cheese USA Inc. be designated as the Approved Company under the Program. All other aspects of the Project remain the same..

Staff recommended approval of the KRA amendment request.

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

Kentucky Business Investment (KBI) Projects (Amendment)

Chairman Hale called on Staff to present the KBI project amendments to the Authority.

EBY-Brown Company, LLC **Donald McDowell**
Bullitt County

Donald McDowell stated EBY-Brown Company, LLC is requesting an Amended and Restated Tax Incentive Agreement to reflect the new "full-time" employee definition (KEDFA resolution 2021-0624) regarding remote employees and inclusion of an "Affiliate" CME Transco, LLC for the purposes of KBI job creation and KBI wage assessments retroactively to January 1, 2023.

Staff recommended approval of the KBI amendment request.

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

HDT Expeditionary Systems, Inc. **Beth Sturm**
Boone County

Beth Sturm stated HDT Expeditionary Systems, Inc. received final approval on March 25, 2021 for a project to expand its engineering and manufacturing facility in Florence. The project activated March 25, 2023. The company's employees are paid through an affiliated entity, Hunter Defense Technologies, Inc. (Hunter Defense), and the company has requested that Hunter Defense be added as an Approved Affiliate to enable the employees to be included in the project. The company also wishes to adopt the revised definition of "Full-time job" as approved by KEDFA Resolution 2021-0624. All other aspects of the project remain the same.

Staff recommended approval of the KBI amendment request.

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

Kentucky Enterprise Initiative Act (KEIA) Projects (Extension)

Chairman Hale called on Staff to present the KEIA extension requests to the Authority.

Rachael Dever stated 5 companies requested additional time to complete the projects and asked that all 5 be presented as one motion.

Company	County	Extension
Tyson Processing Services, Inc.	Warren	3 Months
Campari America LLC	Anderson	12 Months
Harbor Steel & Supply Corp	Warren	12 Months
HHO Carbon Clean Systems, LLC	McCracken	12 Months
Orchard Place, LLC	Jefferson	12 Months

Staff recommended approval of the KEIA extension requests.

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

KEIA Projects

Chairman Hale called on Staff to present the KEIA projects to the Authority.

DHL Express (USA), Inc **Malcolm Jollie**
Boone County **Raven Aiken**

Malcolm Jollie stated DHL Express (USA), Inc provides reliable and punctual door-to-door deliveries of time-critical documents and goods in more than 220 countries and territories. The company is considering a new aircraft maintenance facility in Erlanger on a site adjacent to the DHL hub at CVG airport.

Raven Aiken stated the project investment is $174,812,000 of which $90,938,100 qualifies as KEIA eligible costs.

Staff recommended the KEIA approved recovery amount of $1,000,000 for construction materials and building fixtures.

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

Toyota Boshoku Kentucky, LLC **Malcolm Jollie**
Marion County **Raven Aiken**

Malcolm Jollie stated Toyota Boshoku Kentucky, LLC, established in 2011, is a manufacturer of automotive door trim and injection molded parts. The company is considering expanding its Lebanon location to create additional space to install crane and die-moving machines in order to meet customer demand.

Raven Aiken stated the project investment is $5,062,172 of which $2,641,016 qualifies as KEIA eligible costs.

Staff recommended the KEIA approved recovery amount of $100,000 for construction materials and building fixtures.

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

Buffalo Trace Distillery, Inc. **John Buchanan**
Franklin County **Michelle Elder**

John Buchanan stated Buffalo Trace Distillery, Inc. has been making bourbon whiskey for more than 200 years. The project would include the expansion of its location in Franklin County. The company is considering adding a new boiler and fermenter on site in order to keep up with increased demand.

Michelle Elder stated the project investment is $38,000,000 of which $8,500,000 qualifies as KEIA eligible costs.

Staff recommended the KEIA approved recovery amount of $250,000 for construction materials and building fixtures.

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

Augusta Distillery Rickhouses LLC **William Henderson**
Bracken County **Michelle Elder**

William Henderson stated Augusta Sweet Water Holdings LLC dba Augusta Distillery LLC located in Bracken County in 2022, at that time the company outsourced its bourbon barrels with hopes of one day being able to own a distillery, to be able to generate its own products. Augusta Distillery Rickhouses LLC is considering constructing several rickhouses to help provide a high-end, Kentucky-sourced bourbon.

Michelle Elder stated the project investment is $19,415,000 of which $9,200,000 qualifies as KEIA eligible costs.

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

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

Kentucky Eagle, Inc. **Colin Dodd**
Fayette County **Raven Aiken**

Colin Dodd stated Kentucky Eagle, Inc., established in 1948, is a family-owned business. The company is considering increasing the size of its headquarters to better fulfill the needs of clients and communities served.

Raven Aiken stated the project investment is $2,949,500 of which $1,000,000 qualifies as KEIA eligible costs.

Staff recommended the KEIA approved recovery amount of $60,000 for construction materials and building fixtures.

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

KBI (Preliminary) and KEIA Projects

Chairman Hale called on Staff to present the KBI preliminary and KEIA projects to the Authority.

TKC Distilling Co LLC **Ashlee Chilton**
Woodford County **Raven Aiken**

Ashlee Chilton stated TKC Distilling Co LLC plans to create and launch a new bourbon brand portfolio, including a distillery and warehousing, in Woodford County. The upstart will be guided by three members of the Kentucky Bourbon Hall of Fame that plan to create a unique Kentucky distillery.

Raven Aiken stated the project investment is $57,119,975 of which $33,179,975 qualifies as KBI eligible costs and $11,904,750 qualifies as KEIA eligible costs. The highest job target over the term of the agreement is 43 with an average hourly wage of $38.52 including benefits. The state wage assessment participation is 2.7% and the City of Versailles and Woodford County will each participate at 0.45%.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of $750,000 and the KEIA approved recovery amount of $300,000 for construction materials and building fixtures.

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

Thai Summit Kentucky Corporation **Cate Prather**
Nelson County **Michelle Elder**

Cate Prather stated Thai Summit Kentucky Corporation (TSK) has seen growth in its operations since the company's inception in Bardstown in 2016. TSK is considering the expansion of its current manufacturing footprint to help accommodate a newly formed contract with major automotive makers.

Michelle Elder stated the project investment is $131,137,643 of which $42,557,643 qualifies as KBI eligible costs and $23,440,654 qualifies as KEIA eligible costs. The highest job target over the term of the agreement is 78 with an average hourly wage of $39.60 including benefits. The state wage assessment participation is 1.50% and the City of Bardstown will participate at .50%.

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 216 full-time employees subject to Kentucky income tax, which number is based on the job requirement for the Company's previous KBI project #20970.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of $1,500,000 and the KEIA approved recovery amount of $500,000 for construction materials and building fixtures.

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

KBI Projects (Preliminary)

Chairman Hale called on staff to present the KBI preliminary projects to the Authority.

BeingAI Corporation **Colin Dodd**
Warren County **Raven Aiken**

Colin Dodd stated BeingAI Corporation creates autonomous virtual beings that build long-term engagement and trust with people across devices and media platforms. The company is considering opening a new facility to develop artificial intelligence technologies.

Raven Aiken stated the project investment is $550,000 of which $400,000 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 28 with an average hourly wage of $44.89 including benefits. The state wage assessment participation is 4.5%.

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

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

Matrix Pack North America LLC **Colin Dodd**
Boone County **Raven Aiken**

Colin Dodd stated Matrix Pack North America is a manufacturer of sustainable and environmentally conscious paper products. The company is considering locating in a new facility in Florence to expand upon production of bio resin and paper straws, cutlery, and to go containers due to increased demand in the market.

Raven Aiken stated the project investment is $47,900,000 of which $4,575,000 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 144 with an average hourly wage of $23.86 including benefits. The state wage assessment participation is 1.2% and Boone County will participate at 0.4%.

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.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of $1,000,000.

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

KBI Projects (Extension)

Chairman Hale called on Staff to present the KBI extension requests to the Authority.

Michelle Elder stated 5 companies requested additional time to complete the projects and asked that all 5 be presented as one motion.

Company	County	Extension
Atlas Air, Inc.	Kenton	12 Months
PatienTech LLC	Mason	12 Months
Resonate Foods Limited Liability Company	Lyon	12 Months
Taz Trucking, Inc.	Warren	12 Months
TPB Services, LLC	Bullitt	12 Months

Staff recommended approval of the KBI extension requests.

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

KBI Projects (Final)

Chairman Hale called on Staff to present the KBI final projects to the Authority.

Raven Aiken stated 2 companies requested KBI final approval, both of which have modifications since preliminary approval.

Modifications:

Chapin International, Inc. **Rockcastle** **Manufacturing**
The statewide maintenance requirement has been removed. State wage assessment has been updated to reflect the current rate. 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.

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

Fort Dearborn Company **Jefferson** **Manufacturing**
State wage assessment has been updated to reflect the current rate. 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.

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

Kentucky Entertainment Incentive (KEI) Projects (Final)

Chairman Hale called on Staff to present KEI projects to the Authority.

ALBERT PRODUCTIONS LLC **Tim Bates**
Albert
Tim Bates stated that ALBERT PRODUCTIONS LLC plans to produce a Feature-Length Film, Albert, in Fayette, Jefferson and Nelson Counties. Production is set to begin as early as August 1, 2023 and is anticipated to end by October 27, 2023. The Company anticipates $4,204,195 in qualifying payroll expenditures and $1,816,016 in qualifying non-payroll expenditures for a total of $6,020,211. The company also anticipates employing 574 Kentucky resident crew members and 34 Non-Kentucky resident crew members for a total production crew of 608.

Staff recommended a total negotiated tax incentive amount of $1,937,752.

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

BORN TO LOSE LIMITED PARTNERSHIP **Tim Bates**
Born To Lose
Tim Bates stated that BORN TO LOSE LIMITED PARTNERSHIP plans to produce a Feature-Length Film, Born to Lose, in Ballard, Marshall and McCracken Counties.

Production is set to begin as early as September 12, 2023 and is anticipated to end by November 10, 2023. The Company anticipates $507,605 in qualifying payroll expenditures and $186,531 in qualifying non-payroll expenditures for a total of $694,136. The company also anticipates employing 232 Kentucky resident crew members and 25 Non-Kentucky resident crew members for a total production crew of 257.

Staff recommended a total negotiated tax incentive amount of $242,948.

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

FAV FILMS LLC **Tim Bates**
Brut Force
Tim Bates stated that FAV FILMS LLC plans to produce a Feature-Length Film, Brut Force, in Jefferson County. Production is set to begin as early as July 27, 2023 and is anticipated to end by February 7, 2024. The Company anticipates $14,595,246 in qualifying payroll expenditures and $4,018,416 in qualifying non-payroll expenditures for a total of $18,613,662. The company also anticipates employing 335 Kentucky resident crew members and 80 Non-Kentucky resident crew members for a total production crew of 415.

Staff recommended a total negotiated tax incentive amount of $5,719,335.

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

Horntak Valley LLC **Joseph Gearon**
Horntak
Joseph Gearon stated that Horntak Valley LLC plans to produce a Feature-Length Film, Horntak, in Barren, Edmonson, Hart and Warren Counties. Production is set to begin as early as September 18, 2023 and is anticipated to end by September 17, 2025. The Company anticipates $216,982 in qualifying payroll expenditures and $132,398 in qualifying non-payroll expenditures for a total of $349,380. The company also anticipates employing 70 Kentucky resident crew members and 30 Non-Kentucky resident crew members for a total production crew of 100.

Staff recommended a total negotiated tax incentive amount of $122,283.

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

War Movie LLC **Joseph Gearon**
Murder Company
Joseph Gearon stated that War Movie LLC plans to produce a Feature-Length Film, Murder Company, in Bracken, Harrison, Nicholas, Pendleton and Robertson Counties. Production is set to begin as early as September 15, 2023 and is anticipated to end by November 30, 2023. The Company anticipates $257,257 in qualifying payroll expenditures and $79,750 in qualifying non-payroll expenditures for a total of $337,007. The company also anticipates employing 48 Kentucky resident crew members and 16 Non-Kentucky resident crew members for a total production crew of 64.

Staff recommended a total negotiated tax incentive amount of $117,952.

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

Whispers Movie LLC **Joseph Gearon**
Whispers In The Walls
Joseph Gearon stated that Whispers Movie, LLC plans to produce a Feature-Length Film, Whispers In The Walls, in Boyle, Breckinridge, Meade Pendleton and Pulaski Counties. Production is set to begin as early as July 28, 2023 and is anticipated to end by October 1, 2023. The Company anticipates $200,050 in qualifying payroll expenditures and $95,925 in qualifying non-payroll expenditures for a total of $295,975. The company also anticipates employing 59 Kentucky resident crew members and 18 Non-Kentucky resident crew members for a total production crew of 77.

Staff recommended a total negotiated tax incentive amount of $103,591.

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

Kentucky Small Business Tax Credit (KSBTC) Projects

Chairman Hale called on Staff to present the KSBTC projects to the Authority.

Tim Back stated there are 4 Kentucky small businesses, from 3 counties with qualifying tax credits of $14,000. The 4 businesses created 4 jobs and invested $47,630 in qualifying equipment and/or technology.

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

Small Business	County	Beginning Employment	Eligible Positions	Average Hourly Wage	Qualifying Equipment/ Technology	Tax Credit Amount
CKF Enterprises, Inc.	Fayette	7	1	$21.63	$14,611	$3,500
Corvin's Furniture & Carpet, LLC	Nelson	25	1	$29.71	$6,401	$3,500
Jay's Electric, Inc.	Marshall	13	1	$15.00	$20,000	$3,500
La Petite Delicat LLC	Fayette	1	1	$15.00	$6,618	$3,500

Staff recommended approval of the tax credits.

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

Kentucky Angel Investment Act Projects

Chairman Hale called on Staff to present the Kentucky Angel Investment Act projects to the Authority.

Tim Back stated there is 1 Kentucky Angel Investment Act project representing 1 Kentucky business and 1 investor for a total projected investment of $50,000 with eligible tax credits of

$12,500. 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.

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

Qualified Investor	Qualified Small Business	County	Projected Investment	Potential Tax Credit
Nathaniel John Simon	Experience Tech, LLC	Jefferson	$50,000	$12,500

Staff recommended approval of the proposed Angel Investment tax credits.

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

Closed Session

Pursuant to KRS Section 61.810 (1) (c) and (g), Chairman Hale entertained a motion to go into closed session to discuss proposed or pending litigation against or on behalf of the public agency and also to discuss a specific business proposal relating to an existing Grant, the open discussion of which would jeopardize the site, retention, expansion or upgrade of the business.

Tucker Ballinger moved to enter closed session; Chad Miller seconded the motion. Motion passed; unanimous.

The board entered closed session at 10:51 a.m.

Regular Session

Chairman Hale entertained a motion to return to Regular Session.

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

The board returned to regular session at 11:21 a.m.

Other Business

Quarterly Report - Kentucky Small Business Credit Initiative (KSBCI)

Chairman Hale called on Matt Jordan to review the KSBCI Quarterly Funding Reports for the period ending June 30, 2023. After review, the Authority accepted the reports as presented.

KEI Program Guideline Update

Chairman Hale called on Kylee Palmer to review the KEI Program Guideline updates.

Kylee Palmer stated House Bill 303 was signed into law during the 2023 Regular Session of the General Assembly updating the KEI program. Staff incorporated the changes into the proposed updated guidelines and recommended approval.

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

Adjournment

There being no further business, Chairman Hale entertained a motion to adjourn.

Chad Miller moved to adjourn the July KEDFA board meeting; Mike Cowles seconded the motion. Motion passed; unanimous.

The meeting adjourned at 11:27 a.m.

APPROVED
PRESIDING OFFICER:

Jean R. Hale

Jean R. Hale, Chairman

KEDFA APPROVED AND NOT DISBURSED
7/31/2023

Approved and Undisbursed KEDFA Projects

Applicant	Form #	County	Date Approved	Commitment Expires	Project Amount
KEDFA LOANS					
None					
KEDFA GRANTS					
Knox County Fiscal Court	22283	Knox	Oct-15	Oct-24	$310,050
SMALL BUSINESS LOANS					
None					
TOTAL APPROVED AND UNDISBURSED KEDFA PROJECT(S)-FUND E					**$310,050**
RURAL HOSPITAL LOANS					
Deaconess Union County Hospital, Inc.	117619	Union	Jan-23	Jan-24	$1,000,000
TOTAL APPROVED AND UNDISBURSED KEDFA PROJECT(S)-KRHLP FUND					**$1,000,000**

Approved and Partially Disbursed KEDFA Projects

Applicant	Form #	County	Date Approved	Closing Date	Project Amount	Disbursed to Date	Remaining Balance
KEDFA LOANS							
BlueOval SK, LLC	117499	Hardin	Dec-22	Dec-26	$250,000,000	($225,000,000)	$25,000,000
Envision AESC Bowling Green, LLC	117498	Warren	Dec-22	Dec-29	$116,800,000	($105,120,000)	$11,680,000
KEDFA GRANTS							
None							
TOTAL APPROVED AND PARTIALLY DISBURSED KEDFA PROJECT(S)-FUND E							**$36,680,000**
None							
TOTAL APPROVED AND PARTIALLY DISBURSED KEDFA PROJECT(S)-KRHLP FUND							**$0.00**

TOTAL KEDFA APPROVED AND NOT DISBURSED-FUND E	**$36,990,050**
TOTAL KEDFA APPROVED AND NOT DISBURSED-KRHLP FUND	**$1,000,000**

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

STATEMENT OF NET POSITION

7/31/2023

	FUND A	BOND FUND	Small Bus. Loan Pool	KRHLP FUND	GENERAL FUND	KEDFA 7/31/23	OOE 7/31/23	COMBINED 7/31/23
ASSETS								
Cash & Accounts Receivable								
Operating Account	423,653.72	0.00	0.00	0.00	0.00	423,653.72	0.00	*423,653.72*
Cash	24,995,085.23	12,416,450.57	427,474.69	1,391,326.76	0.00	39,230,337.25	0.00	*39,230,337.25*
Cash - Restricted	15,000,000.00	0.00	0.00	0.00	0.00	15,000,000.00	0.00	*15,000,000.00*
High Tech Construction Pool	0.00	0.00	0.00	0.00	0.00	0.00	137,500.00	*137,500.00*
High Tech Investment Pool	0.00	0.00	0.00	0.00	0.00	0.00	2,529,130.64	*2,529,130.64*
High Tech LGEDF Pool	0.00	0.00	0.00	0.00	0.00	0.00	4,043.88	*4,043.88*
Investment Account	0.00	0.00	0.00	0.00	0.00	0.00	0.00	*0.00*
Accounts Receivable	0.00	0.00	0.00	0.00	0.00	0.00	0.00	*0.00*
Intergovernment Receivable	36,990,050.00	0.00	0.00	0.00	0.00	36,990,050.00	0.00	*36,990,050.00*
Total Cash & Accounts Receivable	**77,408,788.95**	**12,416,450.57**	**427,474.69**	**1,391,326.76**	**0.00**	**91,644,040.97**	**2,670,674.52**	***94,314,715.49***
Accrued Interest Receivable								
Loans	36,476.38	(805.87)	0.00	10,623.15	0.00	46,293.66	0.00	*46,293.66*
Investments	162,174.76	50,355.73	1,733.67	5,491.18	0.00	219,755.34	0.00	*219,755.34*
Total Accrued Interest Receivable	**198,651.14**	**49,549.86**	**1,733.67**	**16,114.33**	**0.00**	**266,049.00**	**0.00**	***266,049.00***
Notes Receivable								
Loans Receivable	351,237,455.82	153,250.00	0.00	4,959,599.13	0.00	356,350,304.95	0.00	*356,350,304.95*
(Allowance for Doubtful Accounts)		0.00	0.00	0.00	0.00	(2,092,153.60)	0.00	*(2,092,153.60)*
Total Notes Receivable	**351,237,455.82**	**153,250.00**	**0.00**	**4,959,599.13**	**0.00**	**354,258,151.35**	**0.00**	***354,258,151.35***
TOTAL ASSETS	***428,844,895.91***	***12,619,250.43***	***429,208.36***	***6,367,040.22***	***0.00***	***446,168,241.32***	***2,670,674.52***	***448,838,915.84***
DEFERRED OUTFLOWS OF RESOURCES:								
Deffered Outflows Pension						***1,133,000.00***	***0.00***	***1,133,000.00***
Deffered Outflows OPEB						***564,000.00***	***0.00***	***564,000.00***
LIABILITIES								
Accrued Salaries & Compensated Absences						304,460.09	0.00	*304,460.09*
Accounts Payable						0.00	0.00	*0.00*
Intergovernment Payable								*0.00*
Grants Payable						0.00	0.00	*0.00*
Pension Liability						11,662,000.00	0.00	*11,662,000.00*
OPEB Liability						1,880,000.00	0.00	*1,880,000.00*
TOTAL LIABILITIES						***13,846,460.09***	***0.00***	***13,846,460.09***
DEFERRED INFLOWS OF RESOURCES								
Deffered Inflows Pension						***240,000.00***	***0.00***	***240,000.00***
Deffered Inflows OPEB						***436,000.00***	***0.00***	***436,000.00***
NET POSITION								
Beginning Balance						**433,283,525.32**	**2,670,674.52**	***435,954,199.84***
Current Year Undivided Profits						**59,255.91**	**0.00**	**59,255.91**
TOTAL NET POSITION						***433,342,781.23***	***2,670,674.52***	***436,013,455.75***

NOTE 1 The Small Business Loan Pool is presented separately only for internal tracking purposes.

NOTE 2 The Office of Entrepreneurship (OOE) operating transactions are no longer under the direction of KEDFA and are not reflected above.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

CONSOLIDATED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

FOR THE MONTH ENDING AND FISCAL YTD July 30, 2023

	FUND A	BOND FUND	Small Bus Loan Pool	KRHLP FUND	GENERAL FUND	OOE FUND	FY 2022-2023 YEAR TO DATE	*FY 2021-2022 YEAR TO DATE*
Operating Revenues - KEDFA								
Interest Income/Loans	7,692.85	238.58	0.00	4,022.03	0.00	0.00	11,953.46	*0.00*
Interest Income/ Investments	162,174.76	50,355.73	1,733.67	5,491.18	0.00	0.00	219,755.34	*0.00*
Late Fees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	*0.00*
Application Fees	43,356.58	0.00	0.00	0.00	0.00	0.00	43,356.58	*0.00*
Miscellaneous Income	0.00	0.00	0.00	0.00	0.00	0.00	0.00	*0.00*
Total Operating Revenues - KEDFA	**213,224.19**	**50,594.31**	**1,733.67**	**9,513.21**	**0.00**	**0.00**	**275,065.38**	***0.00***
Operating Expenses - KEDFA								
Salaries	103,854.16				10,286.95		114,141.11	*0.00*
Employee benefits	98,835.31				9,737.58		108,572.89	*0.00*
Pension Liability Adjustment	0.00						0.00	*0.00*
OPEB Liability Adjustment	0.00						0.00	*0.00*
Other Personnel Costs	0.00						0.00	*0.00*
Contracted Personal Services	13,120.00						13,120.00	*0.00*
Maintenance and Repairs	0.00						0.00	*0.00*
Computer Services	0.00						0.00	*0.00*
Supplies	0.00						0.00	*0.00*
Miscellaneous Services	0.00						0.00	*0.00*
Travel	0.00						0.00	*0.00*
Dues	0.00						0.00	*0.00*
Commodities Expense	0.00						0.00	*0.00*
Bad Debt Expense	0.00						0.00	*0.00*
Grant Disbursement	0.00						0.00	*0.00*
Total Operating Expenses - KEDFA	**215,809.47**	**0.00**	**0.00**	**0.00**	**20,024.53**	**0.00**	**235,834.00**	***0.00***
Income (Loss) from Operations - KEDFA	(2,585.28)	**50,594.31**	**1,733.67**	**9,513.21**	(20,024.53)	**0.00**	**39,231.38**	*0.00*
Non-Operating Revenues (Expenses) - KEDFA								
Operating Transfer Out - General Fund	0.00						0.00	*0.00*
Operating Transfer Out - BSSC							0.00	*0.00*
Transfer Due from Bonds							0.00	*0.00*
Repayments Received from Projects							0.00	
Grants Disbursed							0.00	*0.00*
Operating Transfer In - General Fund					20,024.53		20,024.53	*0.00*
Operating Transfer In - Economic Dev	0.00						0.00	*0.00*
Unrealized Gains/(Losses) on Investment	0.00						0.00	*0.00*
Realized Gains/(Losses) on Investment	0.00						0.00	*0.00*
Total Non-Operating Revenues (Expenses) -	**0.00**	**0.00**	**0.00**	**0.00**	**20,024.53**	**0.00**	**20,024.53**	***0.00***
CHANGE IN NET POSITION - KEDFA	(2,585.28)	**50,594.31**	**1,733.67**	**9,513.21**	**0.00**	**0.00**	**59,255.91**	***0.00***
Operating Revenues (Expenses) - OOE								
Interest Income - Loans					0.00	0.00	0.00	*0.00*
Misc Income					0.00	0.00	0.00	*0.00*
Disbursements: Projects (Note 1)							0.00	*0.00*
Repayments received from Projects							0.00	*0.00*
Non-Operating Revenues (Expenses) - OOE								
Operating Transfer in - OOE							0.00	*0.00*
Transfer Due from Bonds							0.00	*0.00*
Operating Transfer Out - OOE					0.00	0.00	0.00	*0.00*
CHANGE IN NET POSITION - OOE	**0.00**	**0.00**	**0.00**		**0.00**	**0.00**	**0.00**	***0.00***
CHANGE IN NET POSITION - COMBINED	(2,585.28)	**50,594.31**	**1,733.67**	**9,513.21**	**0.00**	**0.00**	**59,255.91**	***0.00***

NOTE 1 Represents disbursements for projects from OOE Funds. (See OOE listings for detail of approved projects)

NOTE 2 Statement does not include interest income for OOE that is swept monthly to OOE's operating account

NOTE 3 The Small Business Loan Pool is presented separately only for internal tracking purposes.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
CASH POSITION STATEMENT
7/31/2023

	7/31/2022	7/31/2023
Fund A Cash Balance	$18,946,493.62	$39,995,085.23
Less: Approved/Undisbursed		
Total Unobligated Balance	**$18,946,493.62**	**$39,995,085.23**
2003 Bond Fund Cash Balance	$13,557,914.63	$12,416,450.57
Less: Approved/Undisbursed	(481,774.00)	(36,990,050.00)
Total Unobligated Balance	**$13,076,140.63**	**($24,573,599.43)**
Small Business Loan Fund Cash Balance	$413,316.59	$427,474.69
Less: Approved/Undisbursed		
Total Unobligated Balance	**$413,316.59**	**$427,474.69**
Kentucky Rural Hospital Loan Fund Cash Balance	$3,327,138.23	$1,391,326.76
Less: Approved/Undisbursed	(3,209,956.00)	(1,000,000.00)
Total Unobligated Balance	**$117,182.23**	**$391,326.76**
Bond Funds to be Provided for Loans	$0.00	
Less: Approved/Undisbursed	0.00	0.00
Total Unobligated Balance	**$0.00**	**$0.00**
Budget: Cash to be Transferred to Other CED Programs	**$0.00**	**$36,680,000.00**
CASH AVAILABLE	**$32,553,133.07**	**$52,920,287.25**
OCI Fund Cash Balance		
High Tech Construction Pool	$137,500.00	$137,500.00
Less: Approved/Undisbursed	$0.00	$0.00
High Tech Investment Pool	$2,529,130.64	$2,529,130.64
Less: Approved/Undisbursed	$0	$0
LGEDF Pool	$4,043.88	$4,043.88
Less: Approved/Undisbursed	$0.00	$0.00
Bond Funds to be Provided for Approved Projects		
Bond Funds Available for Projects		
Total Unobligated Balance	**$2,670,675**	**$2,670,675**
TOTAL ALL FUNDS	**$35,223,807.59**	**$55,590,961.77**

KBI Summary

Updated August 14, 2023

Fiscal Year End Reporting

		Jobs			Wages		
Year	Number of Projects	Jobs Reported	Job Target	% Achieved	Average Wage Reported	Wage Target	% Achieved
2010	1	40	51	78%	$11.42	$11.00	104%
2011	5	269	257	105%	$35.00	$28.90	121%
2012	18	1,264	1,154	110%	$25.30	$23.23	109%
2013	58	5,908	5,395	110%	$24.85	$23.35	106%
2014	94	10,024	9,525	105%	$24.85	$22.98	108%
2015	143	14,617	13,193	111%	$25.32	$22.32	113%
2016	196	21,251	18,648	114%	$25.05	$21.79	115%
2017	245	26,094	22,070	118%	$26.81	$21.93	122%
2018	290	31,594	25,658	123%	$26.24	$21.77	121%
2019	331	35,397	29,323	121%	$27.88	$22.38	125%
2020	347	38,950	32,669	119%	$29.44	$22.99	128%
2021	356	37,660	33,836	111%	$30.57	$23.55	130%
2022	319	32,378	29,516	110%	$30.03	$23.39	128%
2023	46	4,668	3,710	126%	$30.95	$23.51	132%

Annual Maximums and Incentives Claimed

Year	Approved Annual Maximum	Earned Annual Maximum	Incentives Claimed*	Utilization Rate
2010-2012**	$5,182,833	$4,914,663	$2,104,094	43%
2013	$15,611,951	$13,992,639	$6,601,085	47%
2014	$27,405,836	$23,759,875	$13,131,631	55%
2015	$45,896,940	$39,276,598	$18,084,965	46%
2016	$40,299,248	$35,382,109	$20,566,525	58%
2017	$44,802,034	$38,601,699	$24,998,373	65%
2018	$52,063,284	$44,037,234	$30,861,885	70%
2019	$63,493,319	$54,073,721	$30,127,116	56%
2020	$57,812,165	$50,204,387	$27,727,130	55%
2021	$37,826,690	$36,419,711	$29,481,053	81%
2022	$31,205,949	$31,020,982	$10,239,195	33%
2023	$24,400,282	$23,852,318	$1,195,480	5%
Grand Total	**$446,000,530**	**$395,535,935**	**$215,118,531**	

- Based on actual jobs and wages reported in 2021 by companies approved to claim incentives, the estimated payroll for new, full-time Kentucky resident jobs was over $2.33 billion.

***Notes on incentives claimed:** Data is based on information provided by the Kentucky Department of Revenue.

****Due to taxpayer confidentiality, years 2010-2012 were combined.**

Project Update Report

August 2023

PROJECT UPDATES – PRELIMINARY APPROVAL

The following update(s) have occurred to project(s) that received preliminary approval. Please note the project(s) were not eligible for incentives because final approval did not occur.

Program	Project	County	Preliminary Approval Date	Status Update
KBI	Audubon Metals LLC	Henderson	07/27/2017	Changed to Inactive due to no response from the company.
KBI	Galarie, Inc.	Boone	07/29/2021	Changed to Inactive due to no response from the company.
KBI	IJW Whiskey Company, LLC	Jefferson	09/27/2018	Company chose to withdraw.
KBI	Dental Choice Holdings LLC	Jefferson	10/28/2021	Company chose to withdraw.
KBI	Strigiformes, LLC	Nelson	9/28/2017	Company sent email to withdraw from KBI project.

Kentucky Entertainment Incentive (KEI) Projects
Calendar Year 2023

KEDFA Meeting date	8/31/2023
Total Projects Approved Calendar Year-to-Date	35
Number of Proposed Projects for Current Month	1
Calendar Year Cap	$75,000,000
Approved Calendar Year-to-Date	$24,100,395
Balance Available for Current Month	$50,899,605
Proposed Approval for Current Month	$814,875
Balance Available for Remainder of Calendar Year	$50,084,730

Kentucky Enterprise Initiative Act (KEIA) Projects
Fiscal Year End 2024

KEDFA Meeting date	8/31/2023
Total Projects Approved Fiscal Year-to-Date	7
Number of Proposed Projects for Current Month	4

Construction Materials and Building Fixtures

Fiscal Year Cap	$20,000,000
Approved Fiscal Year-to-Date	$2,360,000
Committed Amount	$0
Balance Available for Current Month	$17,640,000
Proposed Approval for Current Month	$ 750,000
Balance Available for Remainder of Fiscal Year	$16,890,000

Research & Development and Electronic Processing Equipment, Flight Simulation Equipment

Fiscal Year Cap	$5,000,000
Approved Fiscal Year-to-Date	$0
Committed Amount	$0
Balance Available for Current Month	$5,000,000
Proposed Approval for Current Month	$0
Balance Available for Remainder of Fiscal Year	$5,000,000

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
ECONOMIC DEVELOPMENT FUND (EDF)
KENTUCKY PRODUCT DEVELOPMENT INITIATIAVE (KPDI) PROJECT REPORT

Date: August 31, 2023
Grantee: City of Cynthiana
Beneficiary: Cynthiana-Harrison County Economic Development Authority, Inc.
City: Cynthiana **County:** Harrison
Activity: Manufacturing
Bus. Dev. Contact: C. Dodd **DFS Staff:** M. Elder
Project Description: Cynthiana-Harrison County Economic Development Authority, Inc. in partnership with the City of Cynthiana will assist in the development of a business park in Harrison County. A nonprofit contribution and a Columbia Gas Revenue Credit will be used to provide match to the KPDI funds. The project was identified by an independent site selection consultant as having the potential for future investment/location of an economic development project.

Anticipated Project Investment - Owned	**Total Investment**
Infrastructure Extensions/Improvements	$2,366,000
TOTAL	**$2,366,000**

Anticipated Project Funding	**Amount**	**% of Total**
Economic Development Fund Grant (State)	$450,000	19.0%
Bank Loan	$1,065,000	45.0%
Nonprofit Contribution	$225,000	9.5%
Columbia Gas Revenue Credit	$626,000	26.5%
TOTAL	**$2,366,000**	100.0%

Other Terms: In accordance with the grant agreement, disbursement requests may be submitted no more than monthly requesting funds to be disbursed on a reimbursement basis. Supporting documentation of invoices, proof of payment, matching funds, etc. and a progress report will be required to be submitted with each request. Upon staff's review and approval of all documentation, funds will be disbursed to the local government entity to provide to the project applicant.

RECOMMENDED ECONOMIC DEVELOPMENT FUND AMOUNT: **$450,000**

Recommendation:
Staff recommends approval of this KPDI-EDF grant subject to the terms set forth in this report and the recommendation letter from the Secretary of the Cabinet for Economic Development (CED). In accordance with KRS 154.12-100, KEDFA's approval of this grant is subject to CED's receipt of the Secretary of the Finance and Administration Cabinet's concurrence to CED's use of the funds for this project.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
ECONOMIC DEVELOPMENT FUND (EDF)
KENTUCKY PRODUCT DEVELOPMENT INITIATIAVE (KPDI) PROJECT REPORT

Date: August 31, 2023
Grantee: Graves County Fiscal Court
Beneficiary: Graves County Economic Development, Inc.
City: Hickory **County:** Graves
Activity: Manufacturing
Bus. Dev. Contact: C. Peek **DFS Staff:** M. Elder
Project Description:

Graves County Fiscal Court on behalf of the Graves County Economic Development, Inc. will assist in the development and construction of a speculative building in the Hickory Industrial Park. This building will provide Graves County with new business opportunities and provide the community with significant jobs and capital investment. The project was identified by an independent site selection consultant as having the potential for future investment/location of an economic development project.

Anticipated Project Investment - Owned	**Total Investment**
Site Preparation	$500,000
Building Construction/Renovation	$6,200,000
TOTAL	**$6,700,000**

Anticipated Project Funding	**Amount**	**% of Total**
Economic Development Fund Grant (State)	$890,670	13.3%
Graves County Economic Development (GCED)	$890,670	13.3%
Development Investment	$4,918,660	73.4%
TOTAL	**$6,700,000**	100.0%

Other Terms: In accordance with the grant agreement, disbursement requests may be submitted no more than monthly requesting funds to be disbursed on a reimbursement basis. Supporting documentation of invoices, proof of payment, matching funds, etc. and a progress report will be required to be submitted with each request. Upon staff's review and approval of all documentation, funds will be disbursed to the local government entity to provide to the project applicant.

RECOMMENDED ECONOMIC DEVELOPMENT FUND AMOUNT: **$890,670**

Recommendation:
Staff recommends approval of this KPDI-EDF grant subject to the terms set forth in this report and the recommendation letter from the Secretary of the Cabinet for Economic Development (CED). In accordance with KRS 154.12-100, KEDFA's approval of this grant is subject to CED's receipt of the Secretary of the Finance and Administration Cabinet's concurrence to CED's use of the funds for this project.

MEMORANDUM

TO: KEDFA Board Members

FROM: Craig Kelly, Senior Compliance Manager CK
Compliance Division

DATE: August 31, 2023

SUBJECT: KEIA Extensions

The following companies have requested additional time to complete the projects:

Company	County	Extension
Flottweg Separation Technology, Inc.	Boone	3 Months
SMS Group, Inc.	Meade	3 Months
Distilled Spirits Epicenter, LLC	Jefferson	6 Months
Big Sandy Distribution, Inc.	Boyd	12 Months
Buffalo Trace Distillery, Inc.	Franklin	12 Months
Greenfield Grain, LLC	Henderson	12 Months
John Renfro Supply, Inc.	Whitley	12 Months
Paschall Truck Lines, Inc.	Calloway	12 Months
Taylor Communications, Inc.	Hardin	12 Months

Staff recommends approval.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT

Date: August 31, 2023
Approved Company: Campari America LLC
City: Lawrenceburg
County: Anderson
Activity: Manufacturing
Resolution #: KEIA-24-118033
Bus. Dev. Contact: S. Moseley
DFS Staff: M. Elder

Project Description: Campari America LLC is a distilled spirits company that is a major player in the global spirits industry whose leading brands include Wild Turkey, Russell's Reserve, American Honey, SKYY Vodka, Aperol and Grand Marnier, among many others. The company has been operating in Lawrenceburg since 2009 and is currently considering an expansion due to the need for the demand to expand its products.

Facility Details: Expanding existing operations

Anticipated Project Investment	**Eligible Costs**	**Total Investment**
Land	$0	$0
Building Construction	$8,549,230	$20,000,000
Electronic Processing Equipment	$0	$0
Research & Development Equipment	$0	$0
Flight Simulation Equipment	$0	$0
Other Equipment	$0	$0
Other Start-up Costs	$0	$0
TOTAL	**$8,549,230**	**$20,000,000**

Ownership (20% or more):
Davide Campari-Milano NV San Giovanni, Italy

Other State Participation:

Date	Program	Status	Amount
Aug 27, 2015	KBI	Monitor/142	$2,000,000
Mar 30, 2023	KBI	Approve-Prelim	$950,000
Mar 30, 2023	KEIA	Approve-Final	$250,000

Unemployment Rate:
County: 3.6% Kentucky: 4.5%

Existing Presence in Kentucky:
Anderson County

Approved Recovery Amount:
Construction Materials and Building Fixtures: $250,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$250,000**

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT

Date: August 31, 2023
Approved Company: AATW, LLC
City: Lawrenceburg **County:** Anderson
Activity: Non-Retail Service or Technology **Resolution #:** KEIA-24-118029
Bus. Dev. Contact: D. Milbern **DFS Staff:** R. Aiken

Project Description: AATW, LLC is an owner and operator in the bourbon industry. The company is considering the development of nine large bourbon rickhouses, which would provide the company with increased storage and transportation capabilities as well as the opportunity to offer third party storage to support fellow business in the industry.

Facility Details: Locating in a new facility

Anticipated Project Investment	**Eligible Costs**	**Total Investment**
Land	$0	$200,000
Building Construction	$5,000,000	$10,700,000
Electronic Processing Equipment	$0	$0
Research & Development Equipment	$0	$0
Flight Simulation Equipment	$0	$0
Other Equipment	$0	$600,000
Other Start-up Costs	$0	$300,000
TOTAL	**$5,000,000**	**$11,800,000**

Ownership (20% or more):
Pradipkumar Patel Lexington, KY
Lev Orlov Cincinnati, OH
Jason Taylor Nicholasville, KY

Other State Participation: None

Unemployment Rate:
County: 3.6% Kentucky: 4.5%

Existing Presence in Kentucky: None

Approved Recovery Amount:
Construction Materials and Building Fixtures: $150,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$150,000**

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

KBI REPORT - PRELIMINARY APPROVAL

Date: August 31, 2023
Approved Company: Levy Environmental Services Company
City: Ghent **County:** Carroll
Activity: Manufacturing **Prelim Resolution #:** KBI-IL-23-117990
Bus. Dev. Contact: C. Dodd **DFS Staff:** R. Aiken

Project Description: Levy Environmental Services Company specializes in the manufacture of product for construction, cement, glass, and agricultural markets. The company is considering locating in a new facility in Carroll County to provide services such as truck scale service, steel scrap processing, barge loading and unloading, and mill scale handling.

Facility Details: Locating in a new facility

Anticipated Project Investment - Leased	**Eligible Costs**	**Total Investment**
Rent	$0	$0
Building/Improvements	$1,800,000	$1,800,000
Equipment	$200,000	$36,000,000
Other Start-up Costs	$800,000	$800,000
TOTAL	**$2,800,000**	**$38,600,000**

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	$24.86	
1	38	$24.86	$80,000
2	44	$24.86	$80,000
3	50	$24.86	$80,000
4	50	$24.86	$80,000
5	50	$24.86	$80,000
6	50	$24.86	$80,000
7	50	$24.86	$80,000
8	50	$24.86	$80,000
9	50	$24.86	$80,000
10	50	$24.86	$80,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$800,000**

Incentive Type:
Other

Statutory Minimum Wage Requirements:
Base hourly wage: $10.88
Total hourly compensation: $12.51

Ownership (20% or more):
Edward C. Levy Jr. Birmingham, MI
S. Evan and Gwen S. Weiner Franklin, MI

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:
State: 2.7%
Local: 1% Carroll County

Unemployment Rate:
County: 3.5%
Kentucky: 4.5%

Existing Presence in Kentucky:
Meade County

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

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT

Date:	August 31, 2023		
Approved Company:	Levy Environmental Services Company		
City:	Ghent	**County:**	Carroll
Activity:	Manufacturing	**Resolution #:**	KEIA-24-117991
Bus. Dev. Contact:	C. Dodd	**DFS Staff:**	R. Aiken

Project Description: Levy Environmental Services Company specializes in the manufacture of product for construction, cement, glass, and agricultural markets. The company is considering locating in a new facility in Carroll County to provide services such as truck scale service, steel scrap processing, barge loading and unloading, and mill scale handling.

Facility Details: Locating in a new facility

Anticipated Project Investment	**Eligible Costs**	**Total Investment**
Land	$0	$0
Building Construction	$1,800,000	$1,800,000
Electronic Processing Equipment	$0	$0
Research & Development Equipment	$0	$0
Flight Simulation Equipment	$0	$0
Other Equipment	$0	$36,000,000
Other Start-up Costs	$0	$800,000
TOTAL	**$1,800,000**	**$38,600,000**

Approved Recovery Amount:

Construction Materials and Building Fixtures: $50,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$50,000**

See KBI file (KBI-IL-23-117990) for Ownership, Other State Participation and Unemployment Rate.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

KBI REPORT - PRELIMINARY APPROVAL

Date:	August 31, 2023		
Approved Company:	Washington Penn Plastic Co., Inc.		
Approved Affiliate(s):	Audia USA LLC		
City:	Winchester	**County:**	Clark
Activity:	Manufacturing	**Prelim Resolution #:**	KBI-I-23-118031
Bus. Dev. Contact:	A. Chilton	**DFS Staff:**	B. Combs

Project Description: Washington Penn Plastic Co., Inc. is a leading provider of polypropylene and polyethylene compounds that supply the automotive, appliance, construction, consumer, packaging, and industrial markets. The company is considering opening a manufacturing facility in the Winchester Industrial Park.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned	**Eligible Costs**	**Total Investment**
Land	$6,915,000	$6,915,000
Building/Improvements	$42,405,250	$42,405,250
Equipment	$760,000	$54,366,386
Other Start-up Costs	$1,250,000	$1,250,000
TOTAL	**$51,330,250**	**$104,936,636**

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	**Job Target**	**Average Hourly Wage Target (Including Employee Benefits)**	**Annual Approved Cost Limitation**
As of Activation Date	38	$37.39	
1	47	$37.39	$390,000
2	72	$37.39	$410,000
3	83	$37.39	$300,000
4	88	$37.39	$200,000
5	88	$37.39	$200,000
6	88	$37.39	$200,000
7	88	$37.39	$200,000
8	88	$37.39	$200,000
9	88	$37.39	$200,000
10	88	$37.39	$200,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$2,500,000**

Incentive Type:
Other

Statutory Minimum Wage Requirements:
Base hourly wage: $10.88
Total hourly compensation: $12.51

Ownership (20% or more):
Audia Plastics Holdings, Inc. Washington, PA.

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:
State: 2.7%
Local: 1% City of Winchester

Unemployment Rate:
County: 4.0% Kentucky: 4.5%

Existing Presence in Kentucky:
Franklin County

Special Conditions:

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

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(s).

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT

Date: August 31, 2023
Approved Company: Washington Penn Plastic Co., Inc.
City: Winchester **County:** Clark
Activity: Manufacturing **Resolution #:** KEIA-24-118030
Bus. Dev. Contact: A. Chilton **DFS Staff:** B. Combs

Project Description: Washington Penn Plastic Co., Inc. is a leading provider of polypropylene and polyethylene compounds that supply the automotive, appliance, construction, consumer, packaging, and industrial markets. The company is considering opening a manufacturing facility in the Winchester Industrial Park.

Facility Details: Locating in a new facility

Anticipated Project Investment	**Eligible Costs**	**Total Investment**
Land	$0	$6,915,000
Building Construction	$18,961,390	$42,405,250
Other Equipment	$0	$54,366,386
Other Start-up Costs	$0	$1,250,000
TOTAL	**$18,961,390**	**$104,936,636**

Existing Presence in Kentucky:
Franklin County

Approved Recovery Amount:
Construction Materials and Building Fixtures: $300,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$300,000**

See KBI file (KBI-I-23-118031) for Ownership, Other State Participation and Unemployment Rate.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

KBI REPORT - PRELIMINARY APPROVAL

Date: August 31, 2023
Approved Company: Allstate Tower, Inc.
City: Henderson
County: Henderson
Activity: Manufacturing
Prelim Resolution #: KBI-I-23-117994
Bus. Dev. Contact: C. Peek
DFS Staff: M. Elder

Project Description: Allstate Tower, Inc. manufactures and installs communication towers that provide paths for all forms of communication across the United States and abroad including cell phone paths, point to point broadband data transfer and television. The company is considering installing a CLOOS Robotic Welder to increase its output.

Facility Details: Expanding existing operations

Anticipated Project Investment - Owned	**Eligible Costs**	**Total Investment**
Land	$0	$0
Building/Improvements	$130,000	$130,000
Equipment	$200,000	$700,000
Other Start-up Costs	$20,000	$20,000
TOTAL	**$350,000**	**$850,000**

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	$30.00	
1	10	$30.00	$15,000
2	10	$30.00	$15,000
3	10	$30.00	$15,000
4	10	$30.00	$15,000
5	10	$30.00	$15,000
6	10	$30.00	$15,000
7	10	$30.00	$15,000
8	10	$30.00	$15,000
9	10	$30.00	$15,000
10	10	$30.00	$15,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$150,000**

Incentive Type:
Other

Statutory Minimum Wage Requirements:
Base hourly wage: $10.88
Total hourly compensation: $12.51

Ownership (20% or more):
Pittsburg Tank & Tower Group, Inc. Minneapolis, MN

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:
State: 2.7%
Local: 1.0% Henderson County Fiscal Court

Unemployment Rate:
County: 4.4% Kentucky: 4.5%

Existing Presence in Kentucky:
Henderson County

Special Conditions:
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 company reported 109 full-time employees subject to Kentucky income tax as of the application date.

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.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

KBI REPORT - PRELIMINARY APPROVAL

Date: August 31, 2023
Approved Company: HVAC Distributing LLC
City: Hickory
County: Graves
Activity: Non-Retail Service or Technology
Prelim Resolution #: KBI-I-23-117993
Bus. Dev. Contact: C. Peek
DFS Staff: M. Elder

Project Description: HVAC Distributing LLC is a national wholesale distributor of heating and air conditioning equipment. The company carries top brands including Amana, ClimateMaster, GeoCool and Mr. Cool. The company is considering adding additional space to the Graves County location to accommodate recent and future growth.

Facility Details: Expanding existing operations

Anticipated Project Investment - Owned	**Eligible Costs**	**Total Investment**
Land	$0	$0
Building/Improvements	$4,375,208	$4,375,208
Equipment	$664,432	$664,432
Other Start-up Costs	$313,685	$313,685
TOTAL	**$5,353,325**	**$5,353,325**

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	$26.00	
1	12	$26.00	$20,000
2	14	$26.00	$20,000
3	16	$26.00	$25,000
4	18	$26.00	$25,000
5	20	$26.00	$25,000
6	22	$26.00	$35,000
7	25	$26.00	$35,000
8	27	$26.00	$35,000
9	29	$26.00	$35,000
10	31	$26.00	$35,000
11	33	$26.00	$40,000
12	34	$26.00	$40,000
13	36	$26.00	$40,000
14	38	$26.00	$45,000
15	40	$26.00	$45,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$500,000**

Incentive Type:
Enhanced

Statutory Minimum Wage Requirements:
Base hourly wage: $9.06
Total hourly compensation: $10.42

Ownership (20% or more):
Jason O. Ingram Boaz, KY

Active State Participation at the project site:

Date	Program	Status / Jobs Required	Amount
Aug 27, 2022	KBI	Approve-Prelim/286	$1,750,000

Requested Wage Assessment / Local Participation:
State: 4.5%

Unemployment Rate:
County: 4.5% Kentucky: 4.5%

Existing Presence in Kentucky:
Graves County

Special Conditions:
The project will include multiple locations within Hickory/Graves County. Only investment costs incurred at 50 Remington Way 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.

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 286 full-time employees subject to Kentucky income tax, which number is based on the job requirement for the Company's previous KBI project #23129.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

KBI REPORT - PRELIMINARY APPROVAL

Date: August 31, 2023
Approved Company: Kroger Limited Partnership II dba Kenlake Foods
City: Murray **County:** Calloway
Activity: Manufacturing **Prelim Resolution #:** KBI-I-23-117997
Bus. Dev. Contact: C. Peek **DFS Staff:** M. Elder

Project Description: Kenlake Foods has been providing snack, baking and produce nuts to all Kroger retail divisions since 1982. This project would allow the company the capacity to produce dry roasted and PET jar packaged nuts for all retail divisions currently supplied by its vendors.

Facility Details: Expanding existing operations

Anticipated Project Investment - Owned	**Eligible Costs**	**Total Investment**
Land	$0	$0
Building/Improvements	$5,000,000	$5,000,000
Equipment	$300,000	$19,000,000
Other Start-up Costs	$0	$0
TOTAL	**$5,300,000**	**$24,000,000**

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	15	$36.00	
1	15	$36.00	$15,000
2	15	$36.00	$15,000
3	15	$36.00	$15,000
4	15	$36.00	$15,000
5	15	$36.00	$15,000
6	15	$36.00	$15,000
7	15	$36.00	$15,000
8	15	$36.00	$15,000
9	15	$36.00	$15,000
10	15	$36.00	$15,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$150,000**

Incentive Type:
Other

Statutory Minimum Wage Requirements:
Base hourly wage: $10.88
Total hourly compensation: $12.51

Ownership (20% or more):
Publicly Traded

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:
State: 1.50%
Local: .50% City of Murray

Unemployment Rate:
County: 5.2%
Kentucky: 4.5%

Existing Presence in Kentucky:
Boone, Calloway, Clark, Jefferson and Warren Counties

Special Conditions:
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 company reported 343 full-time employees subject to Kentucky income tax as of the application date.

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.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

KBI REPORT - PRELIMINARY APPROVAL

Date: August 31, 2023
Approved Company: Safran Landing Systems Kentucky, LLC
City: Walton **County:** Boone
Activity: Manufacturing **Prelim Resolution #:** KBI-I-23-118028
Bus. Dev. Contact: C. Dodd **DFS Staff:** R. Aiken

Project Description: Safran Landing Systems is a French company involved in the design, development, manufacturing and customer support of all types of aircraft landing gear, wheels and brakes.The company is considering expanding existing operations to meet the increased demand for carbon composite brakes due to the rise in airline traffic.

Facility Details: Expanding existing operations

Anticipated Project Investment - Owned	**Eligible Costs**	**Total Investment**
Land	$0	$0
Building/Improvements	$11,466,300	$11,466,300
Equipment	$1,340,000	$53,715,240
Other Start-up Costs	$0	$0
TOTAL	**$12,806,300**	**$65,181,540**

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	67	$44.34	
1	78	$44.34	$149,500
2	78	$44.34	$149,500
3	85	$44.34	$149,500
4	85	$44.34	$149,500
5	92	$44.34	$149,500
6	92	$44.34	$149,500
7	92	$44.34	$149,500
8	92	$44.34	$149,500
9	92	$44.34	$149,500
10	92	$44.34	$149,500

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$1,495,000**

Incentive Type:
Other

Statutory Minimum Wage Requirements:
Base hourly wage: $10.88
Total hourly compensation: $12.51

Ownership (20% or more):
Safran USA, Inc. Irving, TX

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:
State: 1.8%
Local: 0.6% Boone County

Unemployment Rate:
County: 3.8% Kentucky: 4.5%

Existing Presence in Kentucky:
Boone County

Special Conditions:
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 company reported 266 full-time employees subject to Kentucky income tax as of the application date.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

KBI REPORT - PRELIMINARY APPROVAL

Date: August 31, 2023
Approved Company: Bespoken Spirits, Inc.
City: Lexington
County: Fayette
Activity: Manufacturing
Prelim Resolution #: KBI-IL-23-118032
Bus. Dev. Contact: C. Dodd
DFS Staff: R. Aiken

Project Description: Bespoken Spirits, Inc. is a rectifier and distributor of distilled spirits. The company is considering moving all manufacturing operations to Kentucky to make supply chain improvements and enable on site distillation of spirits.

Facility Details: Locating in a new facility

Anticipated Project Investment - Leased	**Eligible Costs**	**Total Investment**
Rent	$1,186,380	$2,372,760
Building/Improvements	$129,000	$129,000
Equipment	$200,000	$639,644
Other Start-up Costs	$70,000	$70,000
TOTAL	**$1,585,380**	**$3,211,404**

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	$70.77	
1	11	$70.77	$50,000
2	12	$70.77	$50,000
3	13	$70.77	$50,000
4	14	$70.77	$50,000
5	15	$70.77	$50,000
6	16	$70.77	$50,000
7	16	$70.77	$50,000
8	16	$70.77	$50,000
9	16	$70.77	$50,000
10	16	$70.77	$50,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$500,000**

Incentive Type:
Other

Statutory Minimum Wage Requirements:
Base hourly wage: $10.88
Total hourly compensation: $12.51

Ownership (20% or more):
Rodgers Massey Revocable Trust Woodside, CA

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:
State: 2.7%
Local: 1% Fayette County

Unemployment Rate:
County: 3.7% Kentucky: 4.5%

Existing Presence in Kentucky:
Fayette County

Special Conditions:
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 company reported one full-time employee subject to Kentucky income tax as of the application date.

The project will include multiple locations within Fayette County/Lexington. Only investment costs incurred at 109 W. Loudon Ave. 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.

MEMORANDUM

TO: KEDFA Board Members

FROM: Michelle Elder
Incentive Administration Division

DATE: August 31, 2023

SUBJECT: KBI Extensions

The following companies have previously received KBI preliminary approval and are requesting approval of a time extension:

Company	County	Extension
Setco Sales Company	Boone	3 Month
Faurecia Automotive Seating LLC	Shelby	12 Month
HVAC Distributing LLC	Graves	12 Month
Joe Leasure & Sons, Inc.	Hopkins	12 Month
Smiley Monroe Inc.	Simpson	12 Month

Staff recommends approval.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - FINAL APPROVAL

Date: August 31, 2023
Preliminary Approval: June 27, 2019
Approved Company: Itsuwa KY, LLC
City: Bardstown
County: Nelson
Activity: Manufacturing
Final Resolution #: KBI-F-23-22586
Bus. Dev. Contact: M. Jollie
DFS Staff: M. Elder

Project Description: Itsuwa KY, LLC specializes in electro-coating of automotive parts. The company expanded its coating and painting operation in Bardstown to supply the growing demands of the automotive industry.

	Eligible Costs	Total Investment
Anticipated Project Investment - Owned	$1,064,900	$1,064,900

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	18	$18.00	
1	20	$18.00	$14,500
2	20	$18.00	$14,500
3	20	$18.00	$14,500
4	20	$18.00	$14,500
5	20	$18.00	$14,500
6	20	$18.00	$14,500
7	20	$18.00	$14,500
8	20	$18.00	$14,500
9	20	$18.00	$14,500
10	20	$18.00	$14,500

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$145,000**

County Type:
Other

Statutory Minimum Wage Requirements:
Base hourly wage: $10.88
Total hourly compensation: $12.51

Special Conditions:
Maintain Base Employment: 47

Modifications since preliminary approval? No

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - FINAL APPROVAL

Date: August 31, 2023
Preliminary Approval: December 9, 2021
Approved Company: Consumer Cellular, Incorporated
City: Louisville
County: Jefferson
Activity: Service or Technology
Final Resolution #: KBI-FL-23-23663
Bus. Dev. Contact: M. Jollie
DFS Staff: M. Elder

Project Description: Consumer Cellular, Incorporated is an American postpaid mobile virtual network operator offering cellphones, no-contract cellphone plans and accessories with a focus on users over age 50. The company expanded to meet growth and better serve a national scale customer base.

	Eligible Costs	Total Investment
Anticipated Project Investment - Leased	$8,510,000	$15,510,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	25	$20.00	
1	405	$20.00	$550,000
2	486	$20.00	$550,000
3	486	$20.00	$550,000
4	486	$20.00	$550,000
5	486	$20.00	$550,000
6	486	$20.00	$550,000
7	486	$20.00	$550,000
8	486	$20.00	$550,000
9	486	$20.00	$550,000
10	486	$20.00	$550,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$5,500,000**

County Type:
Other

Statutory Minimum Wage Requirements:
Base hourly wage: $10.88
Total hourly compensation: $12.51

Special Conditions: None

Modifications since preliminary approval? Yes
State wage assessment has been updated to reflect the current rate. All other aspects of the project remain the same.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - FINAL APPROVAL

Date: August 31, 2023
Preliminary Approval: March 31, 2022
Approved Company: Legacy Metals, LLC
City: Hopkinsville
County: Christian
Activity: Manufacturing
Final Resolution #: KBI-F-23-23809
Bus. Dev. Contact: C. Peek
DFS Staff: M. Elder

Project Description: Legacy Metals, LLC is a family owned company that opened in 2017 with only 2 employees when the founder saw a need for a building materials supplier in the area. The company expanding its facility to help meet customer demand.

	Eligible Costs	Total Investment
Anticipated Project Investment - Owned	$2,679,452	$2,679,452

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	$17.00	
1	15	$17.00	$20,000
2	20	$17.00	$30,000
3	25	$17.00	$50,000
4	30	$17.00	$50,000
5	35	$17.00	$50,000
6	40	$17.00	$80,000
7	45	$17.00	$80,000
8	50	$17.00	$80,000
9	55	$17.00	$80,000
10	60	$17.00	$80,000
11	65	$17.00	$80,000
12	70	$17.00	$80,000
13	80	$17.00	$80,000
14	90	$17.00	$80,000
15	100	$17.00	$80,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$1,000,000**

County Type:
Enhanced

Statutory Minimum Wage Requirements:
Base hourly wage: $9.06
Total hourly compensation: $10.42

Special Conditions:
Maintain Base Employment: 28

Modifications since preliminary approval? Yes
Total investment and eligible costs have been updated based on the current projections. State wage assessment has been updated to reflect the current rate. All other aspects of the project remain the same.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - FINAL APPROVAL

Date: August 31, 2023
Preliminary Approval: October 28, 2021
Approved Company: Nemak USA Inc.
City: Glasgow
County: Barren
Activity: Manufacturing
Final Resolution #: KBI-F-23-23635
Bus. Dev. Contact: C. Peek
DFS Staff: M. Elder

Project Description: Nemak USA Inc. is a leading provider of innovative light weighting solutions for the global automotive industry, specializing in the development and manufacturing of aluminum components for powertrain and body structure applications. Nemak employs more than 22,000 people at 38 facilities worldwide. The company added additional equipment and completed building upgrades to support a potential EV client.

	Eligible Costs	Total Investment
Anticipated Project Investment - Owned	$3,000,000	$27,000,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	50	$35.00	
1	50	$35.00	$100,000
2	100	$35.00	$150,000
3	150	$35.00	$150,000
4	170	$35.00	$300,000
5	170	$35.00	$300,000
6	170	$35.00	$300,000
7	170	$35.00	$300,000
8	170	$35.00	$300,000
9	170	$35.00	$300,000
10	170	$35.00	$300,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$2,500,000**

County Type:
Other

Statutory Minimum Wage Requirements:
Base hourly wage: $10.88
Total hourly compensation: $12.51

Special Conditions:
Maintain Base Employment: 212

Modifications since preliminary approval? Yes
The project location is now 400 American Avenue and the campus location is now 20 Prestwick Drive. State wage assessment has been updated to reflect the current rate. All other aspects of the project remain the same.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - FINAL APPROVAL

Date: August 31, 2023
Preliminary Approval: June 24, 2021
Approved Company: Neogen Corporation
City: Mt. Sterling
Activity: Manufacturing
Bus. Dev. Contact: C. Dodd

County: Montgomery
Final Resolution #: KBI-FL-23-23325
DFS Staff: M. Elder

Project Description: Neogen Corporation develops, manufactures and markets products to provide solutions for animal and food safety. The company consolidated some of its manufacturing and distribution operations.

	Eligible Costs	Total Investment
Anticipated Project Investment - Leased	$10,324,730	$10,324,730

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	28	$24.00	
1	49	$24.00	$75,000
2	52	$24.00	$75,000
3	55	$24.00	$100,000
4	58	$24.00	$100,000
5	61	$24.00	$100,000
6	64	$24.00	$100,000
7	67	$24.00	$100,000
8	71	$24.00	$100,000
9	75	$24.00	$100,000
10	79	$24.00	$100,000
11	79	$24.00	$100,000
12	79	$24.00	$100,000
13	79	$24.00	$100,000
14	79	$24.00	$125,000
15	79	$24.00	$125,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$1,500,000**

County Type:
Enhanced

Statutory Minimum Wage Requirements:
Base hourly wage: $9.06
Total hourly compensation: $10.42

Special Conditions:
Maintain Statewide Employment: 152

Modifications since preliminary approval? Yes
Total investment and eligible costs have been updated based on the current projections. The project changed from an owned project to a leased project with no rent being considered as eligible costs. State wage assessment has been updated to reflect the current rate. All other aspects of the project remain the same.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KRA REPORT - PRELIMINARY APPROVAL

Date: August 31, 2023
Approved Company: Winston Industries, LLC
City: Louisville **County:** Jefferson
Prelim Resolution #: KRA-IL-23-118027
Activity: Manufacturing
Bus. Dev. Contact: A. Chilton **DFS Staff:** B. Combs
Project Description: Winston Industries, LLC is a foodservice product manufacturer with a broad portfolio of clients that range from school cafeterias to the world's finest dining restaurants. The company is growing and needs to invest in additional manufacturing equipment and infrastructure to meet demand. If approved for incentives, the company would start purchasing equipment in 2023. The project would not be economically feasible without the incentives, and the company considers the incentives important to grow its capacity in Kentucky.

Number of full-time jobs at the project location as of the application date:	215
paying average hourly wages, excluding benefits, of:	$21.75

Negotiated job retention percentage: **90%**
(Required to be at least 85% of employment as of preliminary approval)

Anticipated Project Investment - Leased

Anticipated Equipment and Related Costs	**Maximum Recoverable (50% eligible)**	**Total Investment**
Land	$0	$0
Building (new construction/additions)	$0	$0
Improvements (existing buildings)	$0	$0
Equipment and related costs (including installation costs)	$602,000	$1,204,000
Other related costs	$0	$0
TOTAL	**$602,000**	**$1,204,000**

Maximum Amount of Eligible Costs: **$602,000**

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$350,000**

Financing:

Source	Amount
Bank Loan	$1,204,000
TOTAL	$1,204,000

Ownership (20% or more):
Christopher Shelton Louisville, KY

Active State Participation at the project site: None

Unemployment Rate
County: 4.0% Kentucky: 4.5%

Special Conditions: None

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KRA REPORT - FINAL APPROVAL

Date: August 31, 2023
Preliminary Approval: September 24, 2020
Approved Company: Tarter Gate Company, LLC
City: Dunnville **County:** Casey
Final Resolution #: KRA-F-23-23148
Activity: Manufacturing
Bus. Dev. Contact: C. Prather **OFS Staff:** M. Elder

Project Description: Tarter Gate Company, LLC is one of the largest manufacturers of farm gates and animal management equipment in North America with operations in Kentucky, Utah, and Indiana. Product demand reached unparalleled levels at the Dunnville facility and the need to invest significant capital in order to meet the growing demands of its customers.
The company renovated and expanded to accommodate additional manufacturing equipment. The proposed project includes two expansions to implement a robotic welding system, ColorMax 2 powder spray system to the paint operation, adding machines to manufacture needed hardware internally, installing overhead cranes and load lot expansion with new loading docks. With the acquisition of robotics, implementation of state-of-the-art equipment and construction of additional manufacturing and store space, the company increased production, minimized facility downtime, improved safety and decreased dependency on laborers.

Current number of full-time jobs at the project location: **569**

Required number of full-time jobs to retain at the project location: **329**

Project Investment - Owned

Preliminarily Approved Anticipated Costs	**Eligible Costs**	**Total Investment**
Equipment and Related Costs	$3,744,845	$7,489,690
TOTAL	**$3,744,845**	**$7,489,690**

Actual Costs Expended	**Eligible Costs**	**Total Investment**
Equipment and Related Costs	$8,251,660	$16,503,319
TOTAL	**$8,251,660**	**$16,503,319**

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$1,500,000**

Modifications since preliminary approval? No

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KENTUCKY RURAL HOSPITAL LOAN PROJECT REPORT

Date: August 31, 2023
Approved Borrower: ARC Health Systems, LLC d/b/a Bellefonte Hospital and Recovery Center
City: Ashland **County:** Lawrence
Activity: Hospital Operations
Bus. Dev. Contact: K. Slattery **DFS Staff:** M. Jordan

Project Description: ARC Health Systems, LLC d/b/a Bellefonte Hospital and Recovery Center will reopen in the footprint of the former Our Lady of Bellefonte Hospital. ARC Health Systems, LLC will establish a comprehensive mental and behavioral health treatment campus that includes psychiatric and chemical dependency hospital beds as well as inpatient and outpatient treatment services, ancillary treatment, vocational rehabilitation, and job training services. These psychiatric and chemical dependency treatment services are currently unavailable in the area.

ARC Health Systems, LLC d/b/a Bellefonte Hospital and Recovery Center is requesting loan proceeds from the Kentucky Rural Hospital Loan Program for working capital.

Proposed Project Costs and Financing

Total Project Costs		Proposed Financing	
Land	$0	KEDFA	$1,000,000
Building	$0	Bank	$0
Equipment	$0	Equity	$0
Other	$0	Other	$0
Operational Expenses	$1,000,000	Foundations	$0
TOTAL	$1,000,000	**TOTAL**	$1,000,000

Project Cost Requirement: 100% of project costs must be incurred by July 31, 2024 after date of KEDFA approval. All supporting documentation, including invoices and proof of payment will be submitted no later than August 31, 2024 after date of KEDFA approval.

Existing, Full-time Jobs: 0

Required number of full-time jobs to retain at the project location: 85% of FTE's as of one year after the date operations begin

Loan Term: 59 months **Interest Rate:** 1%

Loan Repayment: $17,376.29 principal plus interest payments monthly beginning the earlier of:
1) the last day of the month following the final reimbursement request or
2) August 31, 2024 after date of KEDFA approval

Disbursement: Funds may be drawn down one month after KEDFA approval on a reimbursement basis with 100% of project costs drawn by 11 months after KEDFA approval. Disbursement amount may not be more than 10% of the previous month's operational expenses. No more than one disbursement per month may be requested.

Collateral Required: 1st Mortgage

Guarantor(s): Corporate Guarantee from Addiction Recovery Care, LLC and Shelton Robinson Properties, LLC. Personal Guarantee from Tim Robinson.

RECOMMENDED KEDFA LOAN AMOUNT: **$1,000,000**

Ownership (20% or more): Addiction Recovery Care, LLC 100%

Active State Participation at the Project Site: N/A

Unemployment Rate: County: 5.2% Kentucky: 3.8%

Recommendation: Staff recommends approval.

MEMORANDUM

TO: KEDFA Board Members

FROM: Dan Wood
Compliance Division

DATE: August 31, 2023

SUBJECT: KEDFA Loan Modification Kentucky Rural Hospital Loan Program (KRHLP)
Deaconess Union County Hospital, Inc.
Union County, KY

On January 26, 2023, KEDFA approved a loan to Deaconess Union County Hospital, Inc. for a Kentucky Rural Hospital Loan. The loan was to be used to renovate the existing surgery space and all required support space to meet code requirements. The original loan was $1,000,000 with a 1% interest rate. No advances on this loan are permitted after December 31, 2023, and payments are scheduled to begin January 31, 2024. KEDFA security is an Irrevocable Standby Letter of Credit dated December 22, 2022 for $1,010,000.

Due to a much longer bidding process and lead times on construction materials, Deaconess Union County Hospital, Inc. is requesting to extend the allowable draw period one year, from December 31, 2023 to December 31, 2024, and commence payments the earlier of the end of the month following final disbursement of the loan or January 31, 2025. All other terms and conditions remain the same. This would allow them to re-evaluate their existing renovation plan to better fit their proposed budget.

Staff recommends approval to extend the allowable draw date to December 31, 2024.

MEMORANDUM

TO: KEDFA Board Members

FROM: Dan Wood, Director
Compliance Division

DATE: August 31, 2023

SUBJECT: KREDA Resolution
Kellogg USA, Inc. f/k/a/ Mountaintop Baking Company (Pike)
KREDA Project # 3847

In 1991, KEDFA approved a Kentucky Rural Economic Development (KREDA) revenue bond for the Consolidated Biscuit Co. (Consolidated). In 1996, Consolidated assigned that Lease to Mountaintop Baking Company which in turn merged into Kellogg USA, Inc. (Company) in 2002. The Company desires to have the property subject to the Lease conveyed from KEDFA to the Company because of the expiration of the term of the Lease and the payment in full of the Bonds and related obligations. The resolution authorizes KEDFA to execute and deliver the deed upon receipt of documentation from the Trustee certifying the bonds have been paid in full.

Staff recommends approval of the KREDA resolution and the authorization to execute and deliver the documents upon receipt of the Trustee certification.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEI REPORT

Date: August 31, 2023
Approved Company: Kentucky Hustler LLC
Project Name: Kentucky Hustler Pilot
Counties Where Filming or Production Will Occur: Fayette, Jessamine, Woodford
Activity: Television Program **DFS Staff:** Tim Bates

Project Description: Kentucky Hustler LLC is a single purpose entity created for the production of "Kentucky Hustler."

Kentucky Hustler is a family drama/comedy set in the early '90s in Lexington, Kentucky based on the true story of two Mormon brothers who befriend street thugs and corrupt sports executives to build a cash empire by hustling tickets to international sporting events with the help of their friends from church.

Production is set to begin as early as September 1, 2023 and is anticipated to end by March 1, 2024.

Anticipated Qualifying Project Expenditures:

	Enhanced Incentive County Expenditures	Other County Expenditures	Total Expenditures
KY Resident, Above-the-line Production Crew		$470,000	$470,000
Non-KY Resident, Above-the-line Production Crew		$265,000	$265,000
KY Resident, Below-the-line Production Crew		$794,500	$794,500
Non-KY Resident, Below-the-line Production Crew		$0	$0
Total Qualifying Payroll Expenditures	$0	$1,529,500	$1,529,500
Total Qualifying Non-payroll Expenditures		$976,000	$976,000
TOTAL	**$0**	**$2,505,500**	**$2,505,500**

Minimum Required Qualifying Project Expenditures: $125,000

Anticipated Production Crew:

	Kentucky Resident Crew Members	Non-Kentucky Resident Crew Members	Total Production Crew Members
Above-the-line Production Crew	35	10	45
Below-the-line Production Crew	38	10	48
Total Production Crew Members	**73**	**20**	**93**

Ownership (20% or more):

Terry Hatton 100%

Other State Participation:

Date	Program	Status	Amount
None			

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **$814,875**

Kentucky Small Business Tax Credit (KSBTC) Projects Report
August 2023

Small Business	County	Beginning Employment	Eligible Positions	Average Hourly Wage	Qualifying Equipment/ Technology	Tax Credit Amount
3-Springs, LLC	Warren	0	2	$21.52	$9,995	$7,000
B & H Butcher Block, LLC	Caldwell	3	1	$15.00	$32,500	$3,500
Ballast, Inc.	Fayette	9	2	$31.49	$10,365	$7,000
BEH Physical Therapy, LLC	Madison	1	1	$31.39	$5,297	$3,500
Bowling/Herald Construction, LLC	Campbell	0	5	$26.90	$67,609	$17,500
Busy Bee Occupational Therapy, PLLC	Madison	14	4	$22.81	$14,221	$14,000
Caliber Armor, LLC	Jefferson	0	2	$25.25	$32,694	$7,000
Collier Electrical Service, Inc.	Marshall	38	4	$30.49	$57,494	$14,000
Four Seasons Landscape Management, LLC	Oldham	4	2	$22.50	$13,999	$7,000
Hometown Concrete, LLC	Boone	19	2	$23.00	$24,540	$7,000
Kinemetrix Industrial Design, Inc.	Fayette	22	2	$38.75	$10,499	$7,000
Precision Medical Billing, LLC	Fayette	16	3	$19.17	$10,685	$10,500
Robert Harrod Electric, Inc.	Jefferson	1	1	$15.00	$37,724	$3,500
Rudler, Professional Service Corporation	Kenton	31	1	$25.96	$8,413	$3,500
Scott Endodontics, PLC	Jefferson	5	1	$19.00	$27,742	$3,500
Silver Fern Group Services, LLC	Fayette	3	6	$36.66	$22,299	$21,000
The Wright Legacy Group, LLC	Hardin	5	1	$28.85	$6,497	$3,500
West Sixth Brewing Company, LLC	Fayette	40	5	$21.72	$35,000	$17,500
18	**11**		**45**	**Total**	**$427,573**	**$157,500**

Note: The tax credit amount will be equal to the lesser of $3,500 per eligible position or the total eligible qualifying equipment/technology amount, with a maximum tax credit of $25,000 per applicant for each calendar year. Per KRS 154.60-020, the total sum of tax credits awarded for Kentucky Small Business Tax Credit (KSBTC) and Kentucky Selling Farmer Tax Credit (KSFTC) projects in each state fiscal year shall be capped at $3,000,000.

Fiscal Year Credit Limit	$3,000,000
FYTD KSBTC Approvals	$14,000
FYTD KSFTC Approvals	$0
Current KSBTC Request	$157,500
Current KSFTC Request	$16,250
Remaining FY Credits	**$2,812,250**

Kentucky Selling Farmer Tax Credit (KSFTC) Projects Report
August 2023

Selling Farmer	County	Qualifying Agricultural Assets	Tax Credit Amount
Randy C. Ensley Trust No. 1	Boyle	$162,500	$8,125
Vina L. Ensley Trust No. 1	Boyle	$162,500	$8,125
2	**1**	**$325,000**	**$16,250**

Note: The tax credit amount will be equal to 5% of the total qualifying agricultural assets amount, with a maximum tax credit of $25,000 per applicant for each calendar year and $100,000 lifetime. Per KRS 154.60-020, the total sum of tax credits awarded for Kentucky Small Business Tax Credit (KSBTC) and Kentucky Selling Farmer Tax Credit (KSFTC) projects in each state fiscal year shall be capped at $3,000,000.

Fiscal Year Credit Limit	$3,000,000
FYTD KSBTC Approvals	$14,000
FYTD KSFTC Approvals	$0
Current KSBTC Request	$157,500
Current KSFTC Request	$16,250
Remaining FY Credits	**$2,812,250**

Kentucky Angel Investment Tax Credit Projects Report
August 2023

Qualified Investor	Qualified Small Business	County	Projected Investment	Potential Tax Credit
William Edward Kent, III	Experience Tech, LLC	Jefferson	$10,000	$2,500
Brad W. Hansman	ToddCares, Inc	Kenton	$50,000	$12,500
2 Projects	**2**	**2**	**$60,000**	**$15,000**
2 Investors				

Note: For each calendar year, the total amount of tax credits available for the Kentucky Angel Investment Act program shall not exceed $3,000,000. The total amount of tax credits approved for an individual Qualified Investor in a calendar year shall not exceed $200,000 in aggregate.

Projected Credits - To Date	($984,574)
Reclaimed Credits	$68,760
Net Obligated Credits	($915,814)

Credit Limit	$3,000,000
Net Obligated Credits	($915,814)
Remaining Credits	**$2,084,186**