



CABINET FOR ECONOMIC DEVELOPMENT

Matthew G. Bevin
Governor

Old Capitol Annex
300 West Broadway
Frankfort, Kentucky 40601
ThinkKentucky.com

Terry R. Gill, Jr.
Secretary

MEMORANDUM

TO: KEDFA Members

FROM: Katie Smith, Executive Director
Office of Financial Services 

DATE: July 19, 2017

SUBJECT: KEDFA Board Meeting

The Kentucky Economic Development Finance Authority's next regular board meeting is scheduled for **Thursday, July 27, 2017** at the Cabinet for Economic Development, Old Capitol Annex, 300 West Broadway in Frankfort. The meeting will convene at 10:00 a.m. (EDT) in the Board of Directors Conference Room.

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

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

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

AGENDA July 27, 2017

Call to Order
Notification of Press
Roll Call

Approval of Minutes

1. Minutes from June 29, 2017 Regular KEDFA Board Meeting

Reports

- | | |
|--|--------------|
| 2. Approved / Undisbursed Loan Report | Kylee Palmer |
| 3. Financial Statements and Monitoring Reports | Katie Smith |

4. WITHDRAWN

EDB Project (Amendment)

Bobby Aldridge

- | | |
|---|-----------|
| 5. UACJ Automotive Whitehall Industries, Inc. | McCracken |
|---|-----------|

KIDA Project (Amendment)

Bobby Aldridge

- | | |
|---|-------|
| ■ Halperns' Steak and Seafood Company LLC | Boone |
|---|-------|

KBI Project (Amendment)

Bobby Aldridge

- | | |
|---------------------------|---------|
| 6. SQS North America, LLC | Fayette |
|---------------------------|---------|

KEIA Projects (Extension)

Bobby Aldridge

- | | |
|----------------------------------|-----------|
| 7. American Stave Company L.L.C. | Marshall |
| Thai Summit Kentucky Corporation | Nelson |
| Custom Resins, Inc. | Henderson |
| Kentucky Building Systems, LLC | Daviess |

KEIA Projects

- | | | |
|--|--------|-------------------------------------|
| 8. Heaven Hill Distilleries, Inc. | Nelson | Kristina Slattery / Debbie Phillips |
| 9. Murakami Manufacturing U.S.A., Inc. | Taylor | Corky Peek / Michelle Elder |

KBI Projects (Preliminary) & KEIA Projects

- | | | |
|----------------------------------|----------|--------------------------------------|
| 10. Carter Lumber Company | Warren | Corky Peek / Michelle Elder |
| 11. Carter Lumber Company | Warren | |
| 12. The Hillshire Brands Company | Campbell | Kristina Slattery / Lynda Cunningham |
| 13. The Hillshire Brands Company | Campbell | |

14. Audubon Metals LLC	Henderson	Corky Peek / Michelle Elder
15. Audubon Metals LLC	Henderson	
16. ORBIS Corporation	Nelson	Tess Simon / Debbie Phillips
17. ORBIS Corporation	Nelson	

KBI Projects (Preliminary)

18. Southeast Solutions, Inc.	Laurel	Joan Ward / Debbie Phillips
19. Whitehall Inc.	Boone	Tess Simon / Debbie Phillips
20. Beam Technologies LLC	Boone	Lucas Witt / Michelle Elder

KBI Projects (Extension)

Michelle Elder

21. Century Aluminum Seebree LLC	Henderson
A. Kayser Automotive Systems USA, LP	Fulton
Angell-Demmel North America Corporation	Marion
Jacobs & Thompson Ltd.	Greenup
Kentucky Dairy Product Innovations, LLC	Laurel
PDCI Automotive, LLC	Marion
PMC Organometallics, Inc.	Carroll
Structures USA, LLC (SUSA)	Hardin
Zotefoams Inc.	Kenton

KBI Projects (Final)

Debbie Phillips

22. Accentfx LLC	Jefferson
23. Green Tokai Limited Co.	Mason
24. Harbor Steel & Supply Corporation	Fayette
25. Hendrickson USA, LLC	Marion
dba Hendrickson Truck Commercial Vehicle Systems	
26. Homecare Homebase, LLC	Jefferson
27. Strong Tower Construction, LLC dba Koch Corporation	Jefferson
28. Generation Tux, Inc.	Jefferson

KSBTC

Tim Back

29. Carabello Coffee Company	Campbell
Crist Propane Services, LLC	Breckinridge
EndoProtech, Inc.	Jefferson
Huffman & Huffman, P.S.C.	Laurel
SuperFanU, Inc.	Jefferson
The Door Store of Louisville, LLC	Jefferson

KSBCI Collateral Support Project

Kylee Palmer

■ Marikka's Restaurant, Inc.	Fayette
------------------------------	---------

Quarterly KSBCI Funding Report

Kylee Palmer

30. KSBCI Quarterly Funding Report as of June 30, 2017	
--	--

KEDFA Funding

Katie Smith

31. KEDFA Grant	
-----------------	--

KEDFA Grant

Katie Smith

32. Louisville/Jefferson County Metro Government Jefferson
 Louisville Regional Airlift Development, Inc.

Quarterly Amendment Report

Reid Glass

33. Quarterly Amendment Report as of June 30, 2017

Closed Session

34.

Adjournment

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

BOARD MEETING JUNE 29, 2017

MINUTES

Call to Order

The Kentucky Economic Development Finance Authority (KEDFA) convened at 10:04 a.m. EDT on June 29, 2017, at the Cabinet for Economic Development, Old Capitol Annex, Board of Directors Conference Room, 300 West Broadway in Frankfort, Kentucky.

Notification of Press

Jean Hale, Chairman, received verification that the media had been notified of the KEDFA regular monthly board meeting.

Roll Call

Members Present: Jean Hale, Secretary William M. Landrum, III, Tucker Ballinger, Dorsey Hall, Joe Kelly and Mike Vogt

Staff Present: Bobby Aldridge, Tim Back, Caroline Baesler, Anna Beth Bobbitt, Sarah Butler, Lynda Cunningham, Michelle Elder, Alec Germond, Reid Glass, Robyn Lee, Brandon Mattingly, Kylee Palmer, Corky Peek, Debbie Phillips, Lindsey Ransdell, Tess Simon, Kristina Slattery, Katie Smith, Teresa Spreitzer and Joan Ward

Others Present: Jim Deckard, Hurt, Deckard & May PLLC; Mike Herrington, Stites & Harbison; Jamie Brodsky, Stoll Keenon Ogden; Dennis Griffin, Franklin-Simpson Industrial Authority; Jim Parsons, KMK Law; Tim Gibbs, Ashland Alliance; Joe Berry and Helen Mountjoy, Greater Owensboro; Ben Moore, Louisville Metro and Dennis Horlander, State Representative, 40th District.

Approval of Minutes

Chairman Hale entertained a motion to approve the minutes from the May 25, 2017 regular KEDFA board meeting.

Joe Kelly moved to approve the minutes, as presented; Dorsey Hall seconded the motion. Motion passed; unanimous.

Approved/Undisbursed Loan Report

Chairman Hale called on Kylee Palmer to review the approved/undisbursed loan 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 monthly monitoring reports as of May 31, 2017.

After review, the Authority accepted the statements and reports as presented.

Tax Increment Financing (TIF) Project (Amendment)

Chairman Hale called on Ms. Palmer to present a TIF project amendment to the Authority.

Oak Grove Village at Fort Campbell, LLC

Christian County

Ms. Palmer stated The City of Oak Grove requested an amendment to the Oak Grove Village at Fort Campbell Mixed-Use Tax Increment Financing Project. The project received final approval by KEDFA on February 29, 2013 for an eligible tax incentive amount of \$66,475,000 based on a 20-year impact of the completed project. Due to delays with the construction project, the applicant has requested to change the minimum capital investment date from January 1, 2017 to January 1, 2022 and a reduction in the eligible tax incentive amount from \$66,475,000 to \$54,000,000.

Staff recommended approval of the amendment request.

Ms. Palmer introduced Jim Parsons, counsel for the project, and invited him to address the board and answer any questions the board may have.

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

Incentive for Energy Independence Act (IEIA) Project (Extensions)

Chairman Hale called on Ms. Palmer to present an IEIA project extension request to the Authority.

Secure Energy Kentucky, LLC

McCracken County

Ms. Palmer stated Secure Energy Kentucky, LLC requested a 12 month extension in order to complete the project.

Staff recommended approval of extension request.

Mr. Vogt moved to approve the staff recommendation, as presented; Mr. Hall seconded the motion. Motion passed; unanimous.

Kentucky Business Incentives (KBI) Project (Amendment)

Chairman Hale called on Bobby Aldridge to present a KBI project amendment to the Authority.

Payment Alliance International, Inc.

Jefferson County

Mr. Aldridge stated Payment Alliance International, Inc. received final approval on October 31, 2013 for a KBI project assisting with the company's expansion and relocation of its existing headquarters operation in Louisville. The project activated on January 1, 2014. The company has now outgrown the original expansion site and has moved to a larger leased space with more room for growth, located at High Wickham Place in Louisville. This amendment documents the change of the project site and incorporates the new lease in the Tax Incentive Agreement. All other aspects of the project remain the same.

Staff recommended approval of the KBI amendment request.

Mr. Ballinger moved to approve the staff recommendation, as presented; Mr. Kelly seconded the motion. Motion passed; unanimous.

Kentucky Enterprise Initiative Act (KEIA) Projects (Extension)

Chairman Hale called on Mr. Aldridge to present the KEIA project extension requests to the Authority.

Mr. Aldridge stated 7 companies requested additional time to complete the projects. Mr. Aldridge asked that all 7 be presented as one motion.

Company	County	Extension
Tyson Chicken, Inc.	Henderson	2 Month
Paducah Riverfront Hotel LP	McCracken	3 Month
Kentucky Fresh Harvest, LLC	Lincoln	12 Month
Altec Industries, Inc.	Hardin	12 Month
Butts Foods Incorporated	Simpson	12 Month
nGimat, LLC	Fayette	12 Month
United Parcel Service, Inc.	Jefferson	12 Month

Staff recommended approval of extension requests.

Mr. Hall moved to approve the staff recommendation, as presented; Mr. Kelly seconded the motion. Motion passed; unanimous.

KEIA Projects

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

Braidy Industries Inc. Greenup County

**Tess Simon
Debbie Phillips**

Tess Simon stated Braidy Industries Inc. has plans to establish an eco-friendly and technically advanced aluminum mill, and is considering locating the facility in Greenup County. The company hopes to use the project to spearhead revitalization efforts in Eastern Kentucky. The company will serve OEM automotive and aerospace industries. The mill is expected to have the lowest conversion costs and highest operating margins among its North American competition. This request pertains to the first phase of a \$1.3 billion investment.

Debbie Phillips stated the project investment is \$607,750,000 of which \$245,000,000 qualifies as KEIA eligible costs.

Staff recommended approval of the KEIA approved recovery amount of \$2,500,000 for construction materials and building fixtures.

Mr. Ballinger moved to approve the staff recommendation, as presented; Mr. Vogt seconded the motion. Motion passed; Chairman Hale abstained.

Amazon Fulfillment Services, Inc. Boone County

**Anna Beth Bobbitt
Debbie Phillips**

Anna Beth Bobbitt stated Amazon has a long, rich history in Kentucky and employs over 10,000 full-time associates in eleven fulfillment centers. As the company's capacity demand continues to grow, the need to invest in infrastructure is necessary in order to meet and exceed the needs of its customers. The company is considering developing a centralized air hub at the CVG Airport to serve the growing fleet of Prime Air cargo planes. The project has the potential to create over 2,700 new jobs and a significant capital investment over several years. This request pertains to the first phase of a \$1.5 billion investment.

Ms. Phillips stated the project investment is \$175,000,000 of which \$90,000,000 qualifies as KEIA eligible costs. The approved recovery amount for construction materials and building fixtures is \$2,400,000 and \$3,000,000 for research and development and/or electronic processing equipment.

Staff recommended approval of the KEIA approved recovery amount of \$5,400,000.

Mr. Hall moved to approve the staff recommendation, as presented; Mr. Ballinger seconded the motion. Motion passed; unanimous.

Kentucky Business Investment (KBI) Project (Preliminary) and KEIA Project

Chairman Hale called on staff to present a KBI preliminary project and KEIA project to the Authority.

Distilled Spirits Epicenter, LLC Jefferson County

**Anna Beth Bobbitt
Debbie Phillips**

Ms. Bobbitt stated Distilled Spirits Epicenter, LLC, founded in 2012, is an international distilling center. The company's sister company, Pro-Liquitech International (DBA Flavorman) is a custom beverage development company and is directly related to the growth of Distilled Spirits Epicenter. The company needs additional production space to move the bulk of its blending and bottling operation which includes custom flavor concentrates that will then be bottled. They are considering an adjacent property to construct a new facility to house the additional growth.

Ms. Phillips stated the project investment is \$2,000,000 of which \$1,700,000 qualifies as KBI eligible costs and \$600,000 qualifies as KEIA eligible costs. The highest jobs target over the term of the agreement is 20 with average hourly wages of \$20.00 including benefits. The state wage assessment participation is 1.5% and Louisville/Jefferson County Metro Government will participate at 0.5%.

The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval. Only investment costs incurred by the approved company will be considered toward 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, Pro-Liquitech, LLC, for KBI. The project will include multiple locations within Jefferson County/Louisville. Only investment costs incurred at 827 South 8th Street will be considered toward calculating eligible costs. Employees and their respective wages at the locations included in the project definition will be eligible for compliance.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$130,000 and the KEIA approved recovery amount of \$30,000 for construction materials and building fixtures.

Mr. Ballinger moved to approve the staff recommendation, as presented; Mr. Vogt seconded the motion. Motion passed; unanimous.

KBI Projects (Preliminary)

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

**Adkev, Inc.
Boyle County**

**Alec Germond
Lynda Cunningham**

Alec Germond stated in 1987, Adkev, Inc. opened for business in Goodland, IN as a custom injection molding company. Since that time, the company expanded to a second Indiana facility and employment grew from 2 to over 350. Adkev is considering opening a third facility in Danville to allow them closer access to its Tennessee customers and new market demands.

Lynda Cunningham stated the project investment is \$15,650,000 all of which qualifies as KBI eligible costs. The highest jobs target over the term of the agreement is 70 with average hourly wages of \$19.00 including benefits. The state wage assessment participation is 5.0%.

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

Mr. Vogt moved to approve the staff recommendation, as presented; Mr. Hall seconded the motion. Motion passed; unanimous.

**Worldwide Technologies, LLC
Simpson County**

**Kristina Slattery
Lynda Cunningham**

Kristina Slattery stated Worldwide Technologies, LLC has been manufacturing in Franklin, Kentucky for approximately 7 years. The company provides parts and services to over 50 customers, including Bendix, Magna, Danfoss, New Mather, and many more. Products manufactured include heavy truck parts, gun parts, medical parts, and job shop services. The proposed expansion would include two to three additional machines that would allow the company to accept additional work.

Ms. Cunningham stated the project investment is \$475,000 of which \$300,000 qualifies as KBI eligible costs. The highest jobs target over the term of the agreement is 14 with average hourly wages of \$18.00 including benefits. The state wage assessment participation is 3.0% and the City of Franklin will participate at 1.0%. The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$200,000.

Mr. Ballinger moved to approve the staff recommendation, as presented; Mr. Vogt seconded the motion. Motion passed; unanimous.

**Wright-Mix Material Solutions, LLC
Greenup County**

**Robyn Lee
Lynda Cunningham**

Robyn Lee stated Wright-Mix Material Solutions, LLC has been in operation since 2011. Due to the rapid market growth, the company is considering opening a new facility in Greenup County that will serve the Tri-State region. This new operation will specialize in Product Development and Toll Blending for cementitious and powder based products.

Ms. Cunningham stated the project investment is \$8,500,000 all of which qualifies as KBI eligible costs. The highest jobs target over the term of the agreement is 130 with average hourly wages of \$16.00 including benefits. The state wage assessment participation is 5.0%. The company will be required to maintain 95% of the total statewide full-time, Kentucky resident employees 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 toward 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 affiliates, Wright Block & Precast, LLC and Wrightway Ready-Mix, LLC.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$1,500,000.

Mr. Hall moved to approve the staff recommendation, as presented; Mr. Vogt seconded the motion. Motion passed; Chairman Hale abstained.

**IDEXX Distribution Inc.
Jefferson County**

**Tess Simon
Debbie Phillips**

Ms. Simon stated IDEXX Distribution Inc. is a worldwide leader in the development and commercialization of innovative biotechnology products and services for veterinary, food and water applications. The company is considering opening a new regional lab to serve the Ohio Valley, Great Lakes and Upper Midwest with standard testing and the entire U.S. with certain specialty testing. The company is considering Louisville for this possible facility to help support continued growth of its business.

Ms. Phillips stated the project investment is \$6,050,000 of which \$2,350,000 qualifies as KBI eligible costs. The highest jobs target over the term of the agreement is 100 with average hourly wages of \$30.00 including benefits. The state wage assessment participation is 3.0% and Louisville/Jefferson County Metro Government will participate at 1.0%.

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

Mr. Vogt moved to approve the staff recommendation, as presented; Mr. Ballinger seconded the motion. Motion passed; unanimous.

**ShellTech LLC
Pulaski County**

**Joan Ward
Debbie Phillips**

Joan Ward stated ShellTech LLC is a supplier of assembly, quality control, inventory management and shipping and receiving services. The company is considering establishing an assembly operations in Eubank to assemble and distribute NAS³ cases under a long-term contract and perpetual license from Shell Shock Technologies, LLC and will distribute assembled cases to its customers.

Ms. Phillips stated the project investment is \$3,229,500 all of which qualifies as KBI eligible costs. The highest jobs target over the term of the agreement is 50 with average hourly wages of \$17.00 including benefits. The state wage assessment participation is 5.0%.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$800,000.

Mr. Ballinger moved to approve the staff recommendation, as presented; Mr. Hall seconded the motion. Motion passed; unanimous.

**The Dow Chemical Company
Carroll County**

**Lindsey Ransdell
Michelle Elder**

Lindsey Ransdell stated Dow Corning Corporation has operated two manufacturing facilities in Kentucky, 53 years in Elizabethtown and 50 years in Carrollton. In 2016, The Dow Chemical Company became the sole owner of Dow Corning Corporation. With the already existing Dow

site in Louisville, the company has three thriving manufacturing locations in Kentucky. Dow Chemical is in the process of closing an existing facility in the US outside of Kentucky and is considering dividing those manufacturing processes and moving them to existing Dow locations. One of the potential locations is in Carrollton. If Carrollton is selected for part of this consolidation, this project will support the relocation of these processes into a vacant building within Dow's existing footprint, including road and access upgrades, building improvements and the relocation and purchase of equipment. This project will also support work to prepare ground for the recently announced fence line silica plant with Cabot Corp.

Michelle Elder stated the project investment is \$9,500,000 all of which qualifies as KBI eligible costs. The highest jobs target over the term of the agreement is 20 with average hourly wages of \$32.00 including benefits. The state wage assessment participation is 5.0%. The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval. The company will be required to maintain 90% of the total statewide full-time, Kentucky resident employees at all company locations, excluding the site of the project, as of the date of preliminary approval.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$300,000.

Mr. Ballinger moved to approve the staff recommendation, as presented; Mr. Kelly seconded the motion. Motion passed; unanimous.

**Metalsa Structural Products, Inc.
Daviness County**

**Corky Peek
Michelle Elder**

Corky Peek stated Metalsa Structural Products, Inc., headquartered in Mexico, is one of the leading suppliers of passenger and commercial vehicle automotive frames and structural components. The company is considering expanding the Owensboro operation to help meet the needs of its customers.

Ms. Elder stated the project investment is \$36,495,189 of which \$6,855,661 qualifies as KBI eligible costs. The highest jobs target over the term of the agreement is 113 with average hourly wages of \$18.00 including benefits. The state wage assessment participation is 3.0% and the City of Owensboro will participate at 1.0%. The company will be required to maintain 90% of the total statewide full-time, Kentucky resident employees at all company locations, excluding the site of the project, as of the date of preliminary approval. The company will be required to maintain a base employment equal to the greater of the number of full-time, Kentucky resident employees as of the date of preliminary approval or 240 full-time, Kentucky resident employees.

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

Mr. Hall moved to approve the staff recommendation, as presented; Mr. Vogt seconded the motion. Motion passed; unanimous.

**Stratus Plastics KY, LLC
Butler County**

**Corky Peek
Michelle Elder**

Mr. Peek stated Stratus Plastics International is a TS16949 and ISO 9001:2008 certified automotive and consumer goods supplier. The company specializes in mold tryouts and injection molding production runs. Stratus is considering purchasing a building in Morgantown to begin its first Kentucky operation to focus on supplying the automotive industry in the Southeast and Midwest.

Ms. Elder stated the project investment is \$4,000,000 all of which qualifies as KBI eligible costs. The highest jobs target over the term of the agreement is 29 with average hourly wages of \$18.00 including benefits. The state wage assessment participation is 5.0%.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$480,000.

Mr. Ballinger moved to approve the staff recommendation, as presented; Mr. Kelly seconded the motion. Motion passed; unanimous.

KBI Projects (Extension)

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

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

Company	County	Extension
First State Investments International, Inc.	Jefferson	2 Month
L'Oreal USA Products, Inc.	Kenton	3 Month
zTux, Inc.	Jefferson	3 Month
Elovations Services Group LLC	Boone	6 Month
Challenger Lifts, Inc.	Jefferson	12 Month
DecoArt, Inc.	Lincoln	12 Month
iHealth Solutions LLC	Jefferson	12 Month

Staff recommended approval of the KBI extension requests.

Mr. Ballinger moved to approve the staff recommendation, as presented; Secretary William R. Landrum, III seconded the motion. Motion passed; unanimous.

KBI Projects (Final)

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

Ms. Phillips stated 21 companies requested KBI final approval, 3 of which have modifications since preliminary approval. Ms. Phillips asked that all 21 be presented as one motion.

No Modifications:

Project Name	County	Type Project
Alliance Entertainment, LLC	Bullitt	Service & Technology
Clariant Corporation	Jefferson	Manufacturing
CLARK Material Handling Company	Fayette	Manufacturing
Curtis-Maruyasu America, Inc.	Marion	Manufacturing
Enviroflight LLC	Mason	Manufacturing
Dana Light Axle Manufacturing, LLC	Grant	Manufacturing
Four Roses Distillery LLC	Bullitt	Manufacturing
HAHN Automation Inc.	Boone	Manufacturing
INOAC Group North America, LLC	Washington	Manufacturing
Magna Seating of America, Inc. dba Louisville Seating	Bullitt	Manufacturing
Meggitt Aircraft Braking Systems Kentucky Corporation	Boyle	Manufacturing

Retail Convergence.com, LP
Riken Elastomers Corporation
Sabert Corporation
Speyside Cooperage Kentucky, Inc.
The Bardstown Bourbon Company, LLC
T.RAD North America, Inc.
Wolf Steel U.S.A. Inc. *

Bullitt	Service & Technology
Christian	Manufacturing
Bullitt	Manufacturing
Bullitt	Manufacturing
Nelson	Manufacturing
Christian	Manufacturing
Grant	Manufacturing

* Final approval is contingent upon the company resolving outstanding issues with the Kentucky Department of Revenue.

Modifications:

Bluegrass Supply Chain Services, LLC Warren Service & Technology
 Ms. Phillips stated Bluegrass Supply Chain Services, LLC received preliminary approval with multiple locations. Since preliminary approval, these locations have moved into the project location. All other aspects of the project remain the same.

Eby-Brown Company, LLC Bullitt Service & Technology
 Ms. Phillips stated rent is no longer an eligible expense. All other aspects of the project remain the same.

Lux Row Distillers LLC Nelson Manufacturing
 Ms. Phillips stated the company name changed from Luxco Inc. to Lux Row Distillers LLC. An affiliate, LFL LLC, has been added. All other aspects of the project remain the same.

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

Mr. Kelly moved to approve the staff recommendation, as presented; Mr. Ballinger seconded the motion. Motion passed, unanimous.

Kentucky Reinvestment Act (KRA) Project (Preliminary)

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

Tarter Tube, LLC
Casey County

Tess Simon
Debbie Phillips

Ms. Simon stated Tarter Tube, LLC manufactures various types of tubing for a wide array of applications. The operation at the Dunnville facility has grown over the years and the facility is operating at full capacity. The company's manufacturing process is labor intensive and its equipment is dated. The company is considering an investment in automated equipment to streamline the manufacturing process, which would produce a more consistent product and shift existing laborers to other areas of the facility. Without the incentives, the company states it would have to delay the building improvements and equipment acquisitions until a later date. The company has an aggressive timeline and hopes to be completed with this project by December 2017.

Ms. Phillips stated the project investment is \$3,209,467 of which \$1,604,734 qualifies as KRA eligible costs. The job retention requirement over the term of the agreement is 90% of the number of full-time jobs at the project location as of preliminary approval. The company will be required to withdraw its previously approved KREDA project prior to final approval of this project.

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

Mr. Hall moved to approve the staff recommendation, as presented; Mr. Kelly seconded the motion. Motion passed; unanimous.

KRA Project (Final)

Chairman Hale called on Ms. Elder to present a KRA final project to the Authority.

Kellogg USA Inc.

Pike County

Ms. Elder stated Kellogg USA Inc. requested final approval. There were no modifications to the project since preliminary approval.

The company currently has 355 full-time, Kentucky resident employees and has expended approximately \$15,577,626 in equipment and related costs of which \$7,788,813 are eligible costs. Kellogg USA Inc. is eligible to receive the \$2,000,000 negotiated tax incentive amount as preliminarily approved.

Staff recommended approval of the KRA final resolution and reinvestment agreement and the authorization to execute and deliver the documents.

Mr. Kelly moved to approve the staff recommendation, as presented; Mr. Vogt seconded the motion. Motion passed; unanimous.

Kentucky Small Business Tax Credit (KSBTC) Projects

Chairman Hale called on Tim Back to present the KSBTC projects to the Authority.

Mr. Back stated there are 9 Kentucky small businesses from 7 counties with qualifying tax credits of \$86,600. The 9 businesses created 27 jobs and invested \$318,323 in qualifying equipment or technology. Mr. Back requested the following tax credits be presented as one motion:

Qualified Small Business	County	Beg. Emp.	Elig. Pos.	Average Hourly Wage	Qualifying Equipment or Technology	Tax Credit
Elizabethtown Motors, Inc.	Hardin	42	7	\$ 17.26	\$ 19,953	\$ 19,900
Enderle Besten Dieruf, PLLC	Fayette	12	3	\$ 20.67	\$ 7,246	\$ 7,200
Inside Out Design, LLC	Franklin	3	1	\$ 15.00	\$ 14,710	\$ 3,500
Jewell Engineering and Manufacturing Company, Inc.	Jefferson	13	1	\$ 18.00	\$167,386	\$ 3,500
Marshall County Soil Improvement Association	Marshall	7	1	\$ 14.50	\$ 52,500	\$ 3,500
MSK Fitness LLC	McCracken	0	1	\$ 10.88	\$ 5,558	\$ 3,500
Polaris of Benton, Inc.	Marshall	15	7	\$ 20.92	\$ 27,090	\$ 24,500
PTX Food Corporation	Jefferson	20	4	\$ 27.81	\$ 14,380	\$ 14,000
Wilderness Trace Solar, Inc.	Boyle	2	2	\$ 17.50	\$ 9,500	\$ 7,000

Staff recommended approval of the tax credits.

Chairman Hale moved to approve the staff recommendation, as presented; Mr. Hall seconded the motion. Motion passed; unanimous.

Other Business

KBI Enhanced Incentive Counties for FY 2017-2018

Chairman Hale called on Sarah Butler to present the KBI Enhanced Incentive Counties for 2017-2018 to the Authority.

Ms. Butler stated the counties of Boyle, Carroll and Meade, previously certified as enhanced no longer meet the criteria and will be decertified as of June 30, 2017. All preliminary approved projects in these counties must complete final approval by June 30, 2020. The counties of Gallatin, Garrard, Harrison and Metcalfe, which were decertified last year, are in the second year of decertification and projects must complete final approval by June 30, 2019. The counties of Allen and Marshall are in the third year of decertification and projects must complete final approval by June 30, 2018.

Carlisle County meets the criteria for certification and is designated as a KBI Enhanced County as of June 30, 2017.

Staff recommended adoption of the resolution certifying the KBI Program Enhanced Incentive Counties for FY 2017-2018

Mr. Ballinger moved to adopt the resolution, as presented; Mr. Vogt seconded the motion. Motion passed; unanimous.

Resolution of Recognition

Chairman Hale read and presented a Resolution of Recognition to Caroline Baesler who will resign on June 30, 2017, after 5 years of service to the Cabinet.

Secretary Landrum moved to adopt the resolution, as presented; Mr. Ballinger seconded the motion. Motion passed; unanimous.

Adjournment

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

Mr. Ballinger moved to adjourn the June KEDFA board meeting; Mr. Kelly seconded the motion. Motion passed; unanimous.

The meeting adjourned at 10:50 a.m.

PRESIDING OFFICER:



Jean Hale, Chairman

KEDFA APPROVED AND NOT DISBURSED

6/30/2017

Approved and Undisbursed KEDFA Projects

Applicant	Form #	County	Date Approved	Commitment Expires	Project Amount
-----------	--------	--------	---------------	--------------------	----------------

KEDFA LOANS

None

KEDFA GRANTS

Louisville/Jefferson County Metro Government (Restaurant Supply Chain Solutions)		Jefferson	May-17	Jun-20	\$500,000
---	--	-----------	--------	--------	-----------

Tri-County Economic Development Corporation		Kenton	Feb-17	Jun-23	\$2,000,000
---	--	--------	--------	--------	-------------

SMALL BUSINESS LOANS

None

TOTAL APPROVED AND UNDISBURSED KEDFA PROJECT(S)**\$2,500,000****Approved and Partially Disbursed KEDFA Projects**

Applicant	Form #	County	Date Approved	Closing Date	Project Amount	Disbursed to Date	Remaining Balance
-----------	--------	--------	---------------	--------------	----------------	-------------------	-------------------

KEDFA GRANTS

Louisville/Jefferson County Metro Government (Louisville Waterfront Park)	21597	Jefferson	Apr-17	Jun-18	\$376,073	(\$67,840)	\$308,233
--	-------	-----------	--------	--------	-----------	------------	-----------

TOTAL APPROVED AND PARTIALLY DISBURSED KEDFA PROJECT(S)**\$308,233****TOTAL KEDFA APPROVED AND NOT DISBURSED****\$2,808,233**

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
STATEMENT OF NET POSITION
6/30/2017

	FUND A	BOND FUND	Small Bus. Loan Pool	KEDFA 6/30/17	OOE 6/30/17	COMBINED 6/30/17
<u>ASSETS</u>						
Cash & Accounts Receivable						
Operating Account	271,930.60	0.00	0.00	271,930.60	0.00	271,930.60
Cash	2,820,739.54	14,429,465.55	397,097.81	17,647,302.90	0.00	17,647,302.90
High Tech Construction Pool	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	2,882,504.97	2,882,504.97
High Tech LGEDF Pool	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
Accounts Receivable	35.00	0.00	0.00	35.00	0.00	35.00
Intergovernment Receivable	0.00	2,808,233.00	0.00	2,808,233.00	1,340,448.69	4,148,681.69
Total Cash & Accounts Receivable	3,092,705.14	17,237,698.55	397,097.81	20,727,501.50	4,364,497.54	25,091,999.04
Accrued Interest Receivable						
Loans	29,228.52	7,963.65	0.00	37,192.17	(900.30)	36,291.87
Investments	1,199.81	5,811.04	160.28	7,171.13	0.00	7,171.13
Total Accrued Interest Receivable	30,428.33	13,774.69	160.28	44,363.30	(900.30)	43,463.00
Notes Receivable						
Loans Receivable	18,813,773.84	3,517,127.71	0.00	22,330,901.55	20,817.00	22,351,718.55
(Allowance for Doubtful Accounts)	0.00	0.00	0.00	(1,237,948.61)	0.00	(1,237,948.61)
Total Notes Receivable	18,813,773.84	3,517,127.71	0.00	21,092,952.94	20,817.00	21,113,769.94
TOTAL ASSETS	21,936,907.31	20,768,600.95	397,258.09	41,864,817.74	4,384,414.24	46,249,231.98
DEFERRED OUTFLOWS OF RESOURCES				980,000.00	0.00	980,000.00
<u>LIABILITIES</u>						
Accrued Salaries & Compensated Absences				325,453.00	0.00	325,453.00
Accounts Payable				595.00	0.00	595.00
Intergovernment Payable				0.00	20,294.46	20,294.46
Grants Payable				0.00	0.00	0.00
Pension Liability				9,341,000.00	0.00	9,341,000.00
TOTAL LIABILITIES				9,667,048.00	20,294.46	9,687,342.46
DEFERRED INFLOWS OF RESOURCES				0.00	0.00	0.00
<u>NET POSITION</u>						
Beginning Balance				34,062,296.85	4,395,900.70	38,458,197.55
Current Year Undivided Profits				(884,527.11)	(31,780.92)	(916,308.03)
TOTAL NET POSITION				33,177,769.74	4,364,119.78	37,541,889.52

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 JUNE 30, 2017

	FUND A	BOND FUND	Small Bus Loan Pool	OOE FUND	FY 2016-2017 YEAR TO DATE	FY 2015-2016 YEAR TO DATE
Operating Revenues - KEDFA						
Interest Income/Loans	19,382.58	5,830.83	0.00	0.00	249,028.36	217,282.42
Interest Income/ Investments	1,199.81	5,811.04	160.28	0.00	30,727.14	1,832.90
Late Fees	0.00	1,402.22	0.00	0.00	1,875.60	853.68
Application Fees	117,238.36	0.00	0.00	0.00	737,337.62	538,287.38
Miscellaneous Income	75.17	0.00	0.00	0.00	407.00	339.09
Total Operating Revenues - KEDFA	137,895.92	13,044.09	160.28	0.00	1,019,375.72	758,595.47
Operating Expenses - KEDFA						
Salaries	11,127.49				1,045,239.10	995,598.18
Employee benefits	24,285.51				718,398.95	646,379.78
Pension Liability Adjustment	1,312,000.00				1,312,000.00	2,664,000.00
Other Personnel Costs	0.00				300.00	0.00
Contracted Personal Services	9,081.97				130,787.83	141,726.02
Utilities and Heating Fuels	0.00				0.00	0.00
Rentals	0.00				0.00	0.00
Maintenance and Repairs	0.00				0.00	0.00
Postage and Related Services	1.98				20.04	17.09
Telecommunications	0.00				0.00	0.00
Computer Services	0.00				0.00	0.00
Supplies	1,050.00				1,050.00	0.00
Miscellaneous Services	0.00				0.00	16.00
Travel	520.80				3,101.91	3,262.62
Miscellaneous Commodities	595.00				1,238.00	651.75
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	1,368,662.75	0.00	0.00	0.00	3,212,135.83	4,451,651.44
Income (Loss) from Operations - KEDFA	(1,220,766.83)	13,044.09	160.28	0.00	(2,192,760.11)	(3,693,055.97)
Non-Operating Revenues (Expenses) - KEDFA						
Operating Transfer Out - General Fund	0.00				0.00	0.00
Transfer Due from Bonds	0.00				1,376,073.00	4,600,000.00
Grants Disbursed	(56,940.00)				(67,840.00)	0.00
Operating Transfer In - Economic Dev	0.00				0.00	22,775.04
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 (Expense)	(56,940.00)	0.00	0.00	0.00	1,308,233.00	4,622,775.04
CHANGE IN NET POSITION - KEDFA	(1,277,706.83)	13,044.09	160.28	0.00	(884,527.11)	929,719.07
Operating Revenues (Expenses) - OOE						
Interest Income - Loans				56.10	1,082.79	1,695.26
Misc Income				0.00	0.00	0.00
Disbursements: Projects (Note 1)				0.00	(15,654,004.67)	(709,963.69)
Repayments received from Projects				0.00	405,723.04	315,110.00
Non-Operating Revenues (Expenses) - OOE						
Operating Transfer in - OOE				0.00	15,000,000.00	0.00
Transfer Due from Bonds				0.00	700,000.00	(350,000.00)
Operating Transfer Out - OOE				(20,294.46)	(484,582.08)	(405,243.89)
CHANGE IN NET POSITION - OOE	0.00	0.00	0.00	(20,238.36)	(31,780.92)	(1,148,402.32)
CHANGE IN NET POSITION - COMBINED	(1,277,706.83)	13,044.09	160.28	(20,238.36)	(916,308.03)	(218,683.25)

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
6/30/2017

	<u>6/30/2016</u>	<u>6/30/2017</u>
Fund A Cash Balance	\$3,358,515.64	\$2,820,739.54
Less: Approved/Undisbursed	<u>0.00</u>	<u>0.00</u>
Total Unobligated Balance	\$3,358,515.64	\$2,820,739.54
2003 Bond Fund Cash Balance	\$14,165,467.47	\$14,429,465.55
Less: Approved/Undisbursed	<u>(4,600,000.00)</u>	<u>(2,808,233.00)</u>
Total Unobligated Balance	\$9,565,467.47	\$11,621,232.55
Small Business Loan Fund Cash Balance	\$393,998.61	\$397,097.81
Less: Approved/Undisbursed	<u>0.00</u>	<u>0.00</u>
Total Unobligated Balance	\$393,998.61	\$397,097.81
Bond Funds to be Provided for Loans	\$0.00	\$0.00
Less: Approved/Undisbursed	<u>0.00</u>	<u>0.00</u>
Total Unobligated Balance	\$0.00	\$0.00
Budget: Cash to be Transferred to Other CED Programs for	<u>\$0.00</u>	<u>\$0.00</u>
CASH AVAILABLE	<u>\$13,317,981.72</u>	<u>\$14,839,069.90</u>
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	\$3,126,293.93	\$2,862,210.51
Less: Approved/Undisbursed	(\$1,670,372.00)	(\$1,916,367.00)
LGEDF Pool	\$4,043.88	\$4,043.88
Less: Approved/Undisbursed	\$0.00	\$0.00
Bond Funds to be Provided for Approved Projects	\$1,030,370.00	\$1,340,448.69
Bond Funds Available for Projects	<u>\$0.00</u>	<u>\$0.00</u>
Total Unobligated Balance	\$2,627,835.81	\$2,427,836.08
TOTAL ALL FUNDS	<u>\$15,945,817.53</u>	<u>\$17,266,905.98</u>

Office of Compliance, Financial and Administrative Services
 Monthly Monitoring Report as of June 30, 2017

Financial Incentives Programs

Program	Projects Contacted	Projects Monitored	Defaults	Repayments	Completed Exhibits
KBI	70	78	0	0	20
IELA	0	0	0	0	0
KEIA	27	3	0	0	3
KIDA	14	2	0	0	2
KJDA	13	8	0	0	6
KREDA	11	18	0	0	16
KIRA	2	8	0	0	5
KJRA	0	0	0	0	0
KIFA	4	6	0	0	2
KESA	0	0	0	0	0
KRA	1	3	0	0	4
KAIA	7	8	0	0	0
TIF	8	2	0	0	0
Totals	157	136	0	0	58

Cash Based Programs

Program	Projects Contacted	Projects Monitored	Defaults	Repayments	Completed Exhibits
HTP	24	0	0	0	0
Direct Loans	0	0	0	0	0
EDB	52	15	0	0	0
Totals	76	15	0	0	0

Projects Contacted - This category reflects phone calls, e-mails, or other less involved questions.

Projects Monitored - This category includes review of specific aspects of a project which requires research of a file or a more in-depth examination.

Completed Exhibits - Project's Fiscal Year End exhibits have been monitored for the year.

Project Update Report

July 2017

<u>Project</u>	<u>County</u>	<u>Approval Date</u>	<u>Exit Date</u>	<u>Program</u>
Premier Fire Protection Explanation: Company decided not to move forward with KBI Incentives due to not meeting employee requirement.	McCracken	06/26/2014	06/30/2017	KBI
Stantec Consulting Services, Inc. Explanation: Company decided not to move forward with KBI Incentives due to not meeting employee requirement.	Fayette	06/27/2013	06/30/2017	KBI
Boyd Company, LLC Explanation: Per email dated 3/6/2017, the company requested to let the incentives expire.	Jefferson	06/28/2012	06/30/2017	KBI
Mitsuba Bardstown, Inc. Explanation: Several attempts to contact the company with no response. Project expired 6/30/2017.	Nelson	12/11/2014	06/30/2017	KBI
J.M. Smucker, LLC Explanation: Received letter dated 7/5/2017 from company that they had used all available KREDA incentives under this project as of 6/30/2015 and was withdrawing from the KREDA program.	Allen	10/30/2003	06/30/2015	KREDA

**Kentucky Enterprise Initiative Act (KEIA) Projects
Fiscal 2018**

KEDFA Meeting date 7/27/2017

Total Projects Approved Fiscal Year-to-Date 0

Number of Proposed Projects for Current Month 6

Construction Materials and Building Fixtures

Fiscal Year Cap \$20,000,000

Approved Fiscal Year-to-Date \$0

Committed Amount \$0

Balance Available for Current Month \$20,000,000

Proposed Approval for Current Month \$790,000

Balance Available for Remainder of Fiscal Year \$19,210,000

Research & Development and Electronic Processing 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

MEMORANDUM

TO: KEDFA Board Members

FROM: Robert Aldridge, Assistant Director 
Compliance Division

DATE: June 29, 2017


SUBJECT: EDB Amendment
UACJ Automotive Whitehall Industries Inc. (McCracken County)
EDB Project # 19757

On April 24, 2014, KEDFA granted Final Approval to SRS Industries LLC, a Michigan corporation, d/b/a Whitehall Industries (SRS) to assist with the acquiring, expanding, constructing, installing and equipping of a new manufacturing facility in Paducah, McCracken County. Following execution of the EDB Grant Agreement and effective June 28, 2016, SRS merged with and into UACJ Automotive Whitehall Industries Inc. a Delaware corporation (UACJ) and has requested that UACJ be designated as the Approved Company under the Program. All other aspects of the project remain the same.

Staff recommends approval

MEMORANDUM

TO: KEDFA Board Members

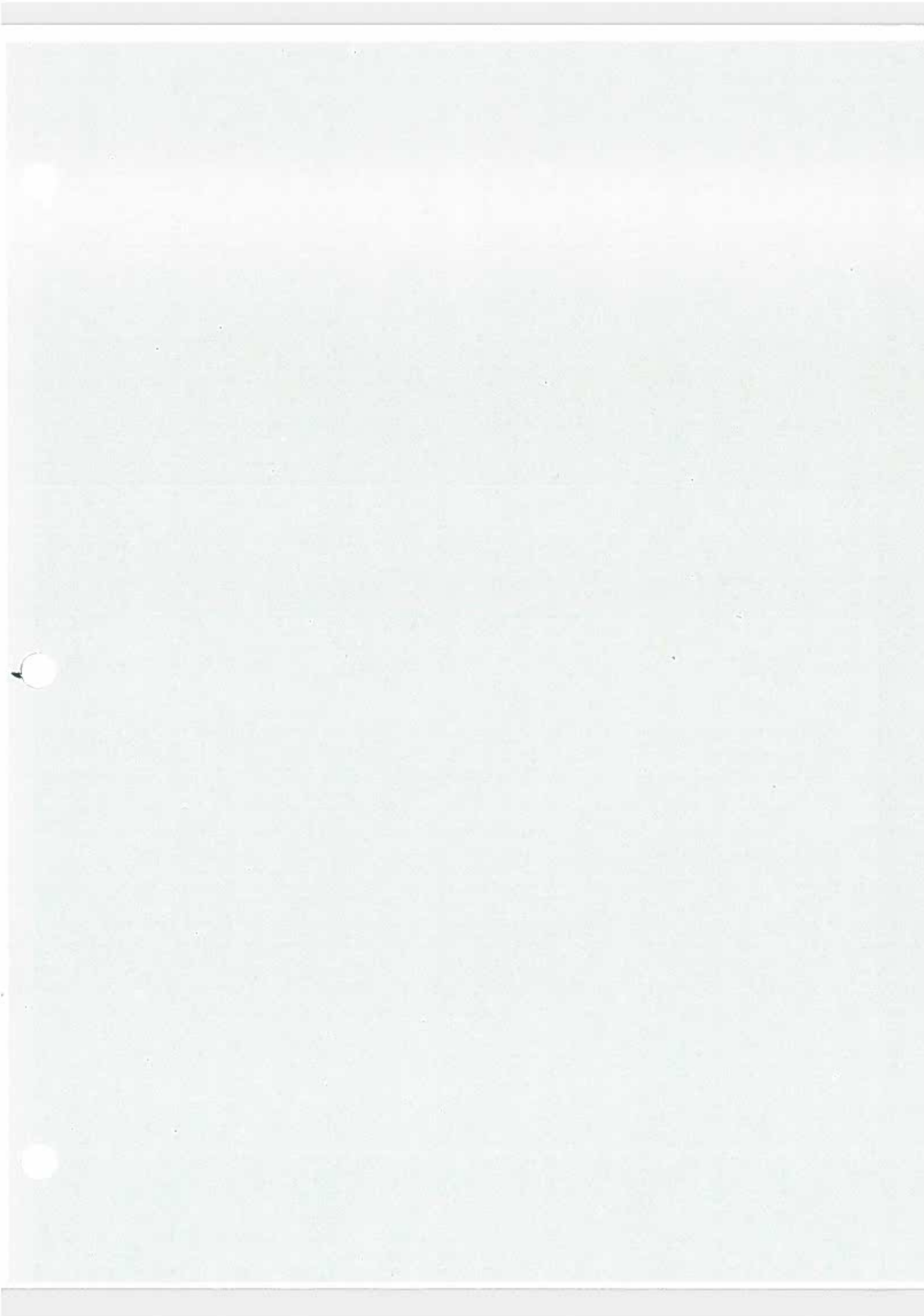
FROM: Robert Aldridge, Assistant Director 
Compliance Division

DATE: July 27, 2017

SUBJECT: KIDA Amendment
Halperns' Steak and Seafood Company LLC (Boone County)
Project #15503

Davis Creek Meats and Seafood-South, LLC received final approval for KIDA on October 26, 2006. On October 1, 2015, Davis-South merged with Halperns' Steak and Seafood Company LLC ("Halperns"), and, as a result of the merger, Halperns now seeks to assume all rights and obligations of Davis-South as the Approved Company under the Agreement effective retroactively to the date of the merger and is requesting an amendment to the Agreement designating Halperns as the Approved Company.

Staff recommends approval.



MEMORANDUM

TO: KEDFA Board

FROM: Robert Aldridge, Assistant Director
Compliance Division *RA*

DATE: July 27, 2017

SUBJECT: KBI Amendment
SQS North America, LLC (Fayette County)
KBI Project #17859

Galmont Consulting, L.L.C., a niche consulting firm that specializes in software testing for Fortune 500 companies, was approved for a KBI project to locate an expanded software testing center in Lexington. The project was amended on June 25, 2015 to add an additional campus site to accommodate growth. The Company has now leased additional space at the second site and relocated the entire project to the expanded site. Additionally, as a result of a purchase, effective September 15, 2016 the company name was changed from Galmont Consulting, L.L.C. to SQS North America, LLC.

This Second Amendment to Tax Incentive Agreement recognizes the change in the project site description, the new lease, and the new company name. All other aspects of the project remain the same.

Staff recommends approval.

MEMORANDUM

TO: KEDFA Board Members

FROM: Robert Aldridge, Assistant Director
Compliance Division

DATE: July 27, 2017

SUBJECT: KEIA Extensions



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

Company	County	Extension
American Stave Company L.L.C.	Marshall	3 Months
Thai Summit Kentucky Corporation	Nelson	3 Months
Custom Resins, Inc.	Henderson	12 Months
Kentucky Building Systems, LLC	Daviess	12 Months

Staff recommends approval.

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT**

Date: July 27, 2017
Approved Company: Heaven Hill Distilleries, Inc.
City: Cox's Creek
Activity: Manufacturing
Bus. Dev. Contact: K. Slattery

County: Nelson
Resolution #: KEIA-18-21704
OFS Staff: D. Phillips

Project Description: Heaven Hill Distilleries, Inc. is the nation's second largest family owned producer and marketer of distilled spirits. The company is considering the expansion of its barrel storage and aging operations to meet increasing demands.

Facility Details: Expanding existing operations

Anticipated Project Investment

Land
Building Construction
Electronic Processing Equipment
Research & Development Equipment
Other Equipment
Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$0	\$0
\$3,189,312	\$5,798,749
\$0	\$0
\$0	\$0
\$0	\$0
\$0	\$0
\$3,189,312	\$5,798,749

Ownership (20% or more):

Ellen S. Miller, Adam R. Shapira,
Judith F. Shapira, and Max L. Shapira Voting Trust

Other State Participation:

<u>Date</u>	<u>Program</u>	<u>Status</u>	<u>Amount</u>
Apr 26, 2012	KBI	Monitor	\$400,000
Jan 31, 2013	KBI	Monitor	\$300,000
Aug 27, 2015	KEIA	Approve-Final	\$150,000
Oct 29, 2015	KEIA	Approve-Final	\$400,000
Apr 28, 2016	KEIA	Approve-Final	\$685,000
Feb 23, 2017	KEIA	Approve-Final	\$150,000

Unemployment Rate:

County: 4.1%

Kentucky: 4.7%

Existing Presence in Kentucky:

Jefferson and Nelson Counties

Approved Recovery Amount:

Construction Materials and Building Fixtures: \$100,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$100,000

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT**

Date: July 27, 2017
Approved Company: Murakami Manufacturing U.S.A., Inc.
City: Campbellsville **County:** Taylor
Activity: Manufacturing **Resolution #:** KEIA-18-21706
Bus. Dev. Contact: C. Peek **OFS Staff:** M. Elder

Project Description: Murakami Manufacturing U.S.A., Inc. (MMUS) was established in Campbellsville in 2000. MMUS is a 100% wholly owned subsidiary of Murakami Corporation Japan, a rapidly growing, family-oriented company with over a one hundred thirty year history of business operations. The company is considering constructing a warehouse on its existing property to consolidate its storage, increase manufacturing capacity, and stream-line part flow throughout the facility. The warehouse would house receiving, sub-assembly, inspection, and shipping as well as freeing up space in the existing facility to allow for future growth of its manufacturing operations.

Facility Details: Expanding existing operations

Anticipated Project Investment

Land
Building Construction
Electronic Processing Equipment
Research & Development Equipment
Other Equipment
Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$0	\$0
\$2,248,000	\$2,480,000
\$0	\$0
\$0	\$0
\$0	\$232,000
\$0	\$10,000
\$2,248,000	\$2,722,000

Ownership (20% or more):

Murakami Corporation Shizouka City, Japan

Other State Participation:

<u>Date</u>	<u>Program</u>	<u>Status</u>	<u>Amount</u>
Dec 07, 2006	KREDA	Monitor	\$2,320,347
Jul 30, 2015	KBI	Monitor	\$750,000

Unemployment Rate

County: 4.5%

Kentucky: 4.7%

Existing Presence in Kentucky:

Taylor County

Approved Recovery Amount:

Construction Materials and Building Fixtures: \$100,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$100,000

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: July 27, 2017
Approved Company: Carter Lumber Company
City: Bowling Green **County:** Warren
Activity: Manufacturing **Prelim Resolution #:** KBI-I-17-21708
Bus. Dev. Contact: C. Peek **OFS Staff:** M. Elder

Project Description: Carter Lumber Company, founded in 1932, is one of the nation's 5th largest lumberyards with over 150 locations across 12 states. Carter Lumber acquired the Kight Home Center brand in 2005 and this proposed Bowling Green location will operate under the Kight name. This new location will allow Carter to add manufacturing capabilities of roof and floor trusses, wall panels, and carry engineered wood products.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

	Eligible Costs	Total Investment
Land	\$3,350,000	\$3,350,000
Building/Improvements	\$3,000,000	\$3,000,000
Equipment	\$1,000,000	\$3,500,000
Other Start-up Costs	\$150,000	\$150,000
TOTAL	\$7,500,000	\$10,000,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	50	\$21.00	
1	50	\$21.00	\$60,000
2	50	\$21.00	\$60,000
3	50	\$21.00	\$60,000
4	50	\$21.00	\$60,000
5	50	\$21.00	\$60,000
6	50	\$21.00	\$60,000
7	50	\$21.00	\$60,000
8	50	\$21.00	\$60,000
9	50	\$21.00	\$60,000
10	50	\$21.00	\$60,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$600,000

County Type:
Other

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

Ownership (20% or more):

Carter-Jones Companies, Inc. Kent, OH

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 3.0%

Local: 1.0% City of Bowling Green

Unemployment Rate:

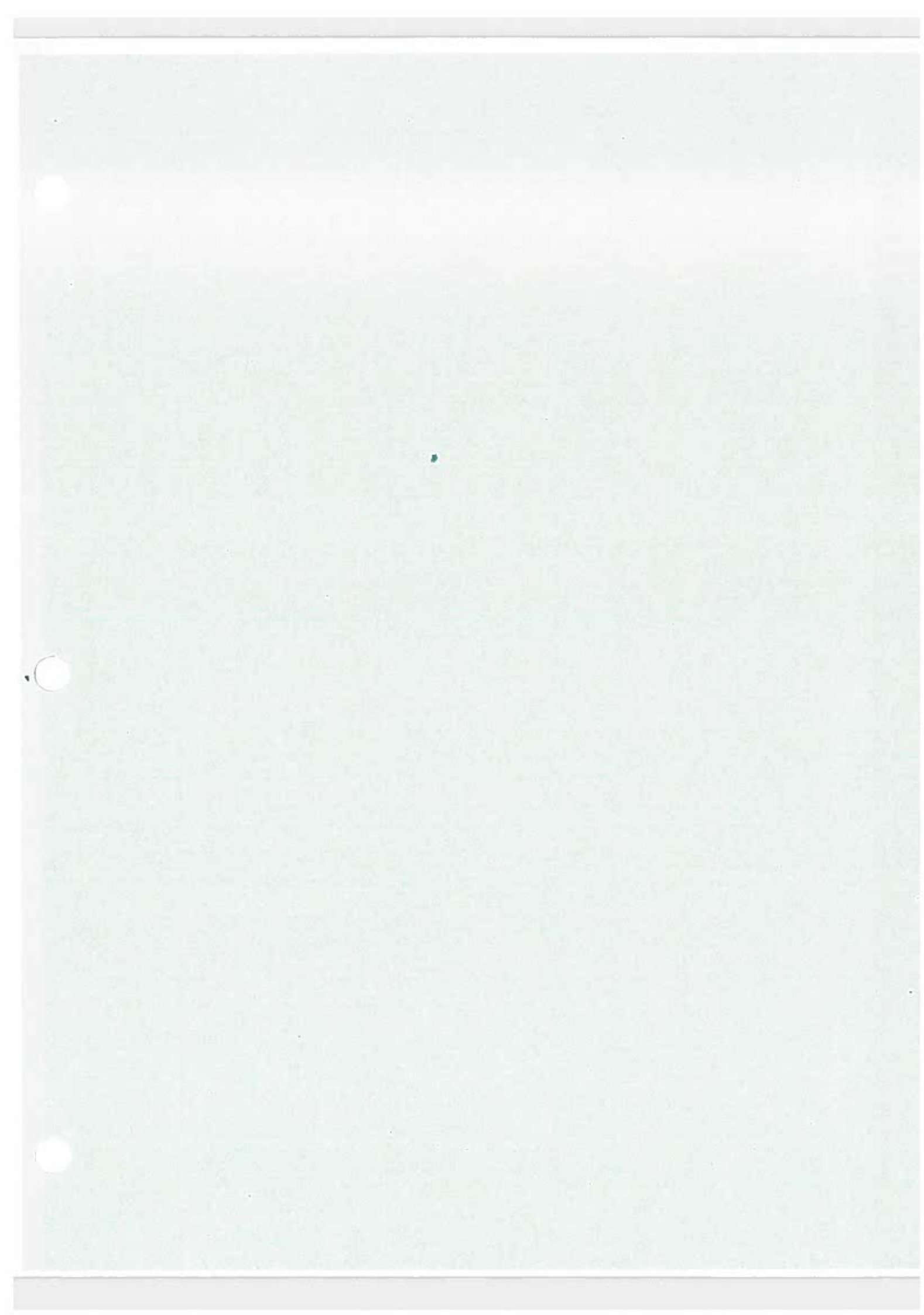
County: 3.6%

Kentucky: 4.7%

Existing Presence in Kentucky:

Boone, Christian, Daviess and Warren Counties

Special Conditions: None



**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT**

Date: July 27, 2017
Approved Company: Carter Lumber Company
City: Bowling Green **County:** Warren
Activity: Manufacturing **Resolution #:** KEIA-18-21709
Bus. Dev. Contact: C. Peek **OFS Staff:** M. Elder

Project Description: Carter Lumber Company, founded in 1932, is one of the nation's 5th largest lumberyards with over 150 locations across 12 states. Carter Lumber acquired the Kight Home Center brand in 2005 and this proposed Bowling Green location will operate under the Kight name. This new location will allow Carter to add manufacturing capabilities of roof and floor trusses, wall panels, and carry engineered wood products.

Facility Details: Locating in a new facility

Anticipated Project Investment

Land
Building Construction
Electronic Processing Equipment
Research & Development Equipment
Other Equipment
Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$0	\$3,350,000
\$2,250,000	\$3,000,000
\$0	\$0
\$0	\$0
\$0	\$3,500,000
\$0	\$150,000
\$2,250,000	\$10,000,000

Approved Recovery Amount:

Construction Materials and Building Fixtures: \$100,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$100,000

See KBI file (KBI-I-17-21708) for Ownership, Other State Participation and Unemployment Rate.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: July 27, 2017
Approved Company: The Hillshire Brands Company
City: Alexandria **County:** Campbell
Activity: Manufacturing **Prelim Resolution #:** KBI-I-17-21721
Bus. Dev. Contact: K. Slattery **OFS Staff:** L. Cunningham

Project Description: In 2014, Tyson Foods, Inc. acquired and consolidated The Hillshire Brands Company, a manufacturer and marketer of branded, convenient foods, which includes leading brands such as Tyson, Jimmy Dean, Hillshire Farm, Ball Park, and Wright. The Campbell County location has been in operation since 1984 as a distribution center and then as a manufacturer. This expansion would include a new wastewater treatment facility and warehouse cold storage addition to maintain a competitive strategy in the marketplace.

Facility Details: Expanding existing operations

Anticipated Project Investment - Owned
Land
Building/Improvements
Equipment
Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$0	
\$17,869,000	\$17,869,000
\$240,000	\$29,549,000
\$3,032,000	\$3,032,000
\$21,141,000	\$50,450,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	12	\$28.30	
1	16	\$28.30	\$40,000
2	16	\$28.30	\$40,000
3	26	\$28.30	\$40,000
4	26	\$28.30	\$40,000
5	26	\$28.30	\$40,000
6	26	\$28.30	\$40,000
7	26	\$28.30	\$40,000
8	26	\$28.30	\$40,000
9	26	\$28.30	\$40,000
10	26	\$28.30	\$40,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$400,000

County Type:
Other

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

Ownership (20% or more):

Tyson Foods Inc. - Springdale, AR

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 3.0%

Local: 1.0% Campbell County

Unemployment Rate:

County: 3.7%

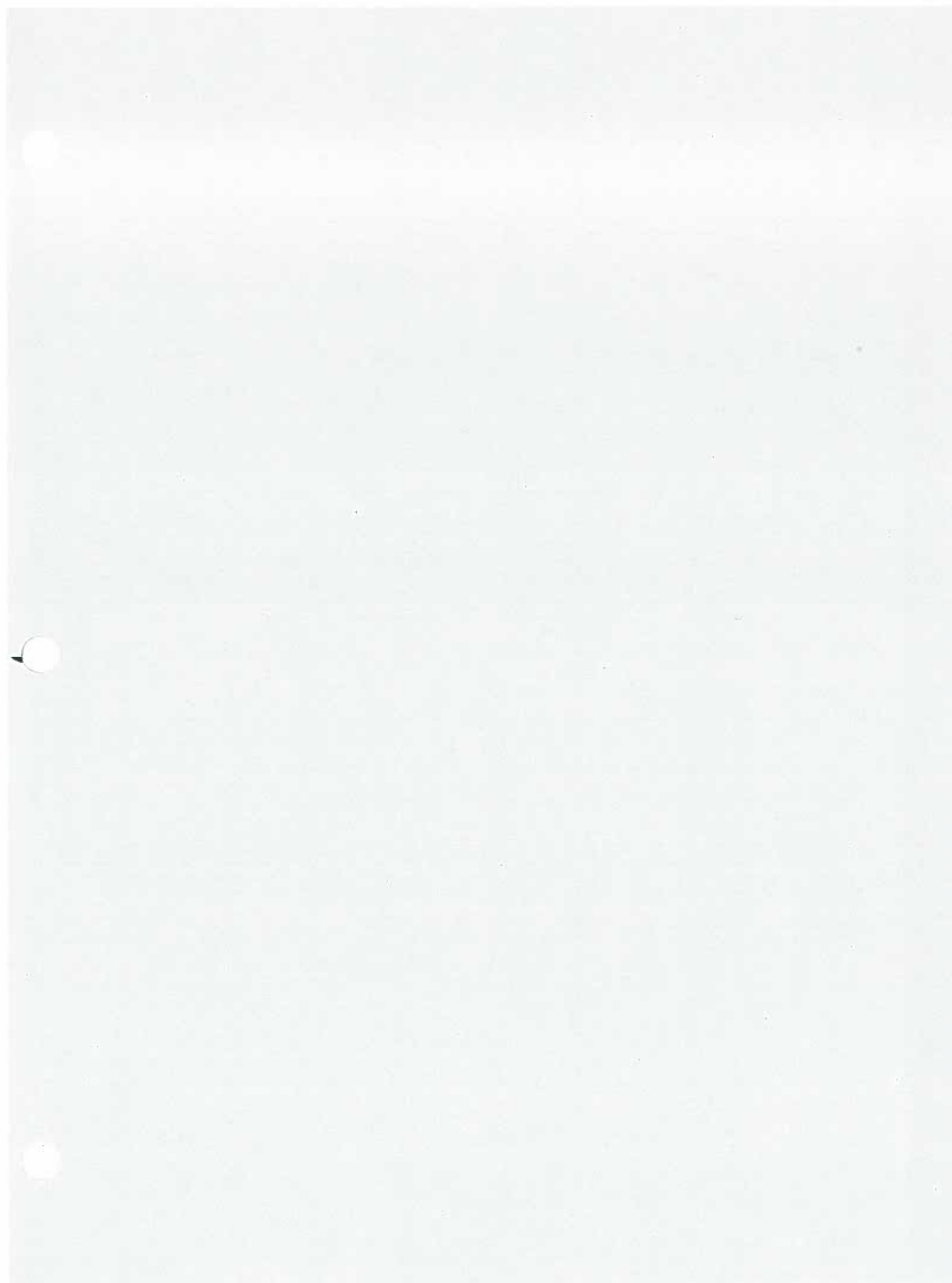
Kentucky: 4.7%

Existing Presence in Kentucky:

Campbell County

Special Conditions:

The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval. The company reported 435 full-time, Kentucky resident employees as of the application date.



**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT**

Date: July 27, 2017
Approved Company: The Hillshire Brands Company
City: Alexandria **County:** Campbell
Activity: Manufacturing **Resolution #:** KEIA-18-21722
Bus. Dev. Contact: K. Slattery **OFS Staff:** L. Cunningham

Project Description: In 2014, Tyson Foods, Inc. acquired and consolidated The Hillshire Brands Company, a manufacturer and marketer of branded, convenient foods, which includes leading brands such as Tyson, Jimmy Dean, Hillshire Farm, Ball Park, and Wright. The Campbell County location has been in operation since 1984 as a distribution center and then as a manufacturer. This expansion would include a new wastewater treatment facility and warehouse cold storage addition to maintain a competitive strategy in the marketplace.

Facility Details: Expanding existing operations

Anticipated Project Investment

Land
Building Construction
Electronic Processing Equipment
Research & Development Equipment
Other Equipment
Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$0	\$0
\$10,721,400	\$17,869,000
\$0	\$0
\$0	\$0
\$0	\$29,549,000
\$0	\$3,032,000
\$10,721,400	\$50,450,000

Approved Recovery Amount:

Construction Materials and Building Fixtures: \$200,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$200,000

See KBI file (KBI-I-17-21721) for Ownership, Other State Participation and Unemployment Rate.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: July 27, 2017
Approved Company: Audubon Metals LLC
City: Henderson **County:** Henderson
Activity: Manufacturing **Prelim Resolution #:** KBI-I-17-21710
Bus. Dev. Contact: C. Peek **OFS Staff:** M. Elder

Project Description: Audubon Metals LLC is a heavy-media separator of various scrap metals and secondary specification aluminum alloy producer. The company is considering constructing an addition to its existing building to house a new, reveratory furnace. This will be Audubon's fifth furnace and would add much needed capacity to its aluminum production to help meet sales demands.

Facility Details: Expanding existing operations

Anticipated Project Investment - Owned

Land
 Building/Improvements
 Equipment
 Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$0	
\$2,500,000	\$2,500,000
\$780,000	\$5,342,000
\$500,000	\$500,000
\$3,780,000	\$8,342,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	39	\$24.00	
1	39	\$24.00	\$101,000
2	39	\$24.00	\$101,000
3	39	\$24.00	\$101,000
4	39	\$24.00	\$101,000
5	39	\$24.00	\$101,000
6	39	\$24.00	\$101,000
7	39	\$24.00	\$101,000
8	39	\$24.00	\$101,000
9	39	\$24.00	\$101,000
10	39	\$24.00	\$101,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$1,010,000

County Type:
Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Ownership (20% or more):

Midwest Resources, L.P.

Evansville, IN

Koch Enterprises, Inc.

Evansville, IN

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 3.0%

Local: 1.0% Henderson County

Unemployment Rate:

County: 4.7%

Kentucky: 4.7%

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, Kentucky resident employees as of the date of preliminary approval. The company reported 221 full-time, Kentucky resident employees as of the application date.

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT**

Date: July 27, 2017
Approved Company: Audubon Metals LLC
City: Henderson
Activity: Manufacturing
Bus. Dev. Contact: C.Peek

County: Henderson
Resolution #: KEIA-18-21724
OFS Staff: M.Elder

Project Description: Audubon Metals LLC is a heavy-media separator of various scrap metals and secondary specification aluminum alloy producer. The company is considering constructing an addition to its existing building to house a new, reveratory furnace. This will be Audubon's fifth furnace and would add much needed capacity to its aluminum production to help meet sales demands.

Facility Details: Expanding existing operations

Anticipated Project Investment

Land
Building Construction
Electronic Processing Equipment
Research & Development Equipment
Other Equipment
Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$0	\$0
\$1,500,000	\$2,500,000
\$0	\$0
\$0	\$0
\$0	\$5,342,000
\$0	\$500,000
\$1,500,000	\$8,342,000

Approved Recovery Amount:

Construction Materials and Building Fixtures: \$90,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$90,000

See KBI file (KBI-I-17-21710) for Ownership, Other State Participation and Unemployment Rate.



KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: July 27, 2017
Approved Company: ORBIS Corporation
City: Bardstown **County:** Nelson
Activity: Manufacturing **Prelim Resolution #:** KBI-I-17-21718
Bus. Dev. Contact: T. Simon **OFS Staff:** D. Phillips

Project Description: ORBIS Corporation is the industrial leader in reusable packaging serving automotive, industrial, retail and food/beverage supply chains. The company is considering the expansion of its existing facility in Bardstown to increase production and warehouse space. The project will also include the purchase of additional equipment.

Facility Details: Expanding existing operations

Anticipated Project Investment - Owned

Land
 Building/Improvements
 Equipment
 Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$0	\$0
\$8,300,000	\$8,300,000
\$1,100,000	\$21,700,000
\$0	\$0
\$9,400,000	\$30,000,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	55	\$31.00	
1	55	\$31.00	\$90,000
2	55	\$31.00	\$90,000
3	55	\$31.00	\$90,000
4	55	\$31.00	\$90,000
5	55	\$31.00	\$90,000
6	55	\$31.00	\$90,000
7	55	\$31.00	\$90,000
8	55	\$31.00	\$90,000
9	55	\$31.00	\$90,000
10	55	\$31.00	\$90,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$900,000

County Type:
Other

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

Ownership (20% or more):

Menasha Corporation - Neenah, WI

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 1.5%

Local: .5% - The City of Bardstown

Unemployment Rate:

County: 4.1%

Kentucky: 4.7%

Existing Presence in Kentucky:

Nelson and Scott Counties

Special Conditions:

The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval. The company reported 181 full-time, Kentucky resident employees as of the application date.

The company will be required to maintain 90% of the total statewide full-time, Kentucky resident employees 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: July 27, 2017
Approved Company: ORBIS Corporation
City: Bardstown
Activity: Manufacturing
Bus. Dev. Contact: T. Simon

County: Nelson
Resolution #: KEIA-18-21719
OFS Staff: D. Phillips

Project Description: ORBIS Corporation is the industrial leader in reusable packaging serving automotive, industrial, retail and food/beverage supply chains. The company is considering the expansion of its existing facility in Bardstown to increase production and warehouse space. The project will also include the purchase of additional equipment.

Facility Details: Expanding existing operations

Anticipated Project Investment

Land
Building Construction
Electronic Processing Equipment
Research & Development Equipment
Other Equipment
Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$0	\$0
\$4,800,000	\$8,300,000
\$0	\$0
\$0	\$0
\$0	\$21,700,000
\$0	\$0
\$4,800,000	\$30,000,000

Existing Presence in Kentucky:

Scott and Nelson Counties

Approved Recovery Amount:

Construction Materials and Building Fixtures: \$200,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$200,000

See KBI file (KBI-I-17-21718) for Ownership, Other State Participation and Unemployment Rate.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: July 27, 2017
Approved Company: Southeast Solutions, Inc.
City: London **County:** Laurel
Activity: Manufacturing **Prelim Resolution #:** KBI-IL-17-21705
Bus. Dev. Contact: J. Ward **OFS Staff:** D. Phillips

Project Description: Southeast Solutions, Inc. is a recycling company that will take scrap polyester and polypropylene products and process it into plastic pellets. The pellets will be used in many different components for many different industries. The products include fiber, film, extrusion, sheet packaging and strapping industries. The company is considering a start up facility in London Kentucky to produce plastic pellets for a variety of products.

Facility Details: Locating in a new facility

Anticipated Project Investment - Leased

Rent
 Building/Improvements
 Equipment
 Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$1,500,000	\$3,000,000
\$0	\$0
\$1,900,000	\$1,900,000
\$250,000	\$250,000
\$3,650,000	\$5,150,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	\$16.00	
1	30	\$16.00	\$40,000
2	30	\$16.00	\$40,000
3	30	\$16.00	\$40,000
4	30	\$16.00	\$40,000
5	30	\$16.00	\$40,000
6	30	\$16.00	\$40,000
7	30	\$16.00	\$40,000
8	30	\$16.00	\$40,000
9	30	\$16.00	\$40,000
10	30	\$16.00	\$40,000
11	30	\$16.00	\$40,000
12	30	\$16.00	\$40,000
13	30	\$16.00	\$40,000
14	30	\$16.00	\$40,000
15	30	\$16.00	\$40,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$600,000

County Type:
Enhanced

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

Ownership (20% or more):
Russ Asher - London, KY
Michael Bargo - Longon, KY

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:
State: 5.0%

Unemployment Rate:
County: 5.7%
Kentucky: 4.7%

Existing Presence in Kentucky: None

Special Conditions: None

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: July 27, 2017
Approved Company: Whitehall Inc.
City: Hebron
Activity: Manufacturing
Bus. Dev. Contact: T. Simon

County: Boone
Prelim Resolution #: KBI-I-17-21727
OFS Staff: D. Phillips

Project Description: Whitehall Inc. is a manufacturer and national distributor of baked goods. The company is considering the construction of a new manufacturing facility to increase capacity for new regional and national contracts.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

Land
 Building/Improvements
 Equipment
 Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$1,200,000	\$1,200,000
\$6,481,240	\$6,481,240
\$1,400,000	\$30,807,453
\$1,511,307	\$1,511,307
\$10,592,547	\$40,000,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	70	\$22.00	
1	81	\$22.00	\$150,000
2	81	\$22.00	\$220,000
3	81	\$22.00	\$220,000
4	81	\$22.00	\$220,000
5	81	\$22.00	\$220,000
6	81	\$22.00	\$220,000
7			
8			
9			
10			

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$1,250,000

County Type:
Other

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

Ownership (20% or more):

Bernard Klosterman Irrevocable Trust - Cincinnati, OH

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 2.25%

Local: .6% - Boone County

Unemployment Rate:

County: 3.7%

Kentucky: 4.7%

Existing Presence in Kentucky:

Fayette and Jefferson Counties

Special Conditions:

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

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: July 27, 2017
Approved Company: Beam Technologies LLC
City: Erlanger
Activity: Manufacturing
Bus. Dev. Contact: L. Witt

County: Boone
Prelim Resolution #: KBI-IL-17-21720
OFS Staff: M. Elder

Project Description: In 2012, Beam Dental opened for business in Louisville, KY as a high-tech dental insurance/benefits company. Since that time, the company has grown and expanded into Ohio. Beam Technologies LLC is considering opening a manufacturing facility in Boone County to produce and distribute its own smart toothbrushes and respond to new market demands.

Facility Details: Locating in a new facility

Anticipated Project Investment - Leased

Rent
 Building/Improvements
 Equipment
 Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$576,000	\$1,152,000
\$15,000	\$15,000
\$56,000	\$56,000
\$25,000	\$25,000
\$672,000	\$1,248,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	15	\$19.50	
1	15	\$19.50	\$30,000
2	20	\$19.50	\$30,000
3	25	\$19.50	\$30,000
4	30	\$19.50	\$30,000
5	35	\$19.50	\$30,000
6	35	\$19.50	\$30,000
7	35	\$19.50	\$30,000
8	40	\$19.50	\$30,000
9	40	\$19.50	\$30,000
10	40	\$19.50	\$30,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$300,000

County Type:
Other

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

Ownership (20% or more):
Drive Capital Columbus, OH

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:
State: 1.5%
Local: 0.4% Boone County

Unemployment Rate:
County: 3.7%
Kentucky: 4.7%

Existing Presence in Kentucky: None

Special Conditions: None

MEMORANDUM

TO: KEDFA Board Members
FROM: Michelle Elder *ME*
Incentive Assistance Division
DATE: July 27, 2017
SUBJECT: KBI Extensions

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

Company	County	Extension
Century Aluminum Sebree LLC	Henderson	6 month
A. Kayser Automotive Systems USA, LP	Fulton	12 month
Angell-Demmel North America Corporation	Marion	12 month
Jacobs & Thompson Ltd.	Greenup	12 month
Kentucky Dairy Product Innovations, LLC	Laurel	12 month
PDCI Automotive, LLC	Marion	12 month
PMC Organometallix, Inc.	Carroll	12 month
Structures USA, LLC (SUSA)	Hardin	12 month
Zotefoams Inc.	Kenton	12 month

Staff recommends approval.

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - FINAL APPROVAL**

Date: July 27, 2017
Preliminary Approval: February 28, 2013
Approved Company: Accentfx LLC
City: Louisville
Activity: Headquarters
Bus. Dev. Contact: A. Bobbitt

County: Jefferson
Final Resolution #: KBI-FL-17-19423
OFS Staff: M. Elder

Project Description: Accentfx LLC is the result of a buyout from two employees of ACCENT Marketing Services LLC. The company's focus is on direct marketing programs and extended service plans to manufacturers and retailers. Accentfx LLC established its corporate headquarters in Louisville.

Anticipated Project Investment - Leased

Eligible Costs	Total Investment
\$390,000	\$630,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	\$51.00	
1	10	\$51.00	\$21,000
2	12	\$51.00	\$21,000
3	13	\$51.00	\$21,000
4	13	\$51.00	\$21,000
5	14	\$51.00	\$21,000
6	14	\$51.00	\$21,000
7	14	\$51.00	\$21,000
8	14	\$51.00	\$21,000
9	14	\$51.00	\$21,000
10	14	\$51.00	\$21,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$210,000

County Type:
Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88
Total hourly compensation: \$12.51

Special Conditions: None

Modifications since preliminary approval? No

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - FINAL APPROVAL**

Date: July 27, 2017
Preliminary Approval: July 31, 2014
Approved Company: Green Tokai Limited Co.
City: Maysville
Activity: Manufacturing
Bus. Dev. Contact: R. Lee

County: Mason
Final Resolution #: KBI-F-17-20053
OFS Staff: D. Phillips

Project Description: Green Tokai Limited Co. is a supplier of rubber extruded, plastic extruded and injection-molded parts for the automotive industry. The project included an expansion of the weather stripping and auto trim facility in Maysville to accommodate customer demand.

Anticipated Project Investment - Owned

Eligible Costs	Total Investment
\$4,350,000	\$4,350,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	24	\$18.00	
1	24	\$18.00	\$30,000
2	24	\$18.00	\$30,000
3	24	\$18.00	\$30,000
4	24	\$18.00	\$30,000
5	24	\$18.00	\$30,000
6	24	\$18.00	\$30,000
7	24	\$18.00	\$30,000
8	24	\$18.00	\$30,000
9	24	\$18.00	\$30,000
10	24	\$18.00	\$30,000
11	24	\$18.00	\$30,000
12	24	\$18.00	\$30,000
13	24	\$18.00	\$40,000
14	24	\$18.00	\$50,000
15	24	\$18.00	\$50,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$500,000

County Type:
Enhanced

Statutory Minimum Wage Requirements:

Base hourly wage: \$9.06
Total hourly compensation: \$10.42

Special Conditions:

Maintain Base Employment: 203

Modifications since preliminary approval? No

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - FINAL APPROVAL**

Date: July 27, 2017
Preliminary Approval: July 25, 2013
Approved Company: Harbor Steel & Supply Corporation
City: Lexington **County:** Fayette
Activity: Manufacturing **Final Resolution #:** KBI-F-17-19614
Bus. Dev. Contact: K. Slattery **OFS Staff:** M. Elder

Project Description: Harbor Steel & Supply Corporation is a Michigan-based manufacturer of fabricated steel products, specializing in processed sheet and plate for a variety of markets. It began operations in Lexington, KY in 1993. The company expanded by purchasing state-of-the-art laser cutting equipment.

Anticipated Project Investment - Owned	Eligible Costs	Total Investment
	\$1,050,000	\$2,250,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	40	\$22.00	
1	40	\$22.00	\$60,000
2	40	\$22.00	\$60,000
3	40	\$22.00	\$60,000
4	40	\$22.00	\$60,000
5	40	\$22.00	\$60,000
6	40	\$22.00	\$60,000
7	40	\$22.00	\$60,000
8	40	\$22.00	\$60,000
9	40	\$22.00	\$60,000
10	40	\$22.00	\$60,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$600,000

County Type:
Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88
Total hourly compensation: \$12.51

Special Conditions:

Maintain Base Employment: 46

Modifications since preliminary approval? No

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - FINAL APPROVAL**

Date: July 27, 2017
Preliminary Approval: July 31, 2014
Approved Company: Hendrickson USA, LLC dba Hendrickson Truck Commercial Vehicle Systems
City: Lebanon **County:** Marion
Activity: Manufacturing **Final Resolution #:** KBI-F-17-20052
Bus. Dev. Contact: J. Ward **OFS Staff:** M. Elder

Project Description: Hendrickson USA, LLC is a manufacturer of heavy duty commercial truck and trailer suspensions and related components. This project consisted of the company making improvements to its existing facility and the purchase of new equipment.

Anticipated Project Investment - Owned	Eligible Costs	Total Investment
	\$11,856,322	\$11,856,322

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	\$21.00	
1	10	\$21.00	\$100,000
2	38	\$21.00	\$100,000
3	48	\$21.00	\$100,000
4	60	\$21.00	\$100,000
5	60	\$21.00	\$100,000
6	60	\$21.00	\$100,000
7	60	\$21.00	\$100,000
8	60	\$21.00	\$100,000
9	60	\$21.00	\$100,000
10	60	\$21.00	\$100,000
11	60	\$21.00	\$100,000
12	60	\$21.00	\$100,000
13	60	\$21.00	\$100,000
14	60	\$21.00	\$100,000
15	60	\$21.00	\$100,000

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 Base Employment: 123
Maintain Statewide Employment: 298

Modifications since preliminary approval? No

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - FINAL APPROVAL**

Date: July 27, 2017
Preliminary Approval: July 30, 2015
Approved Company: Homecare Homebase, LLC
City: Louisville **County:** Jefferson
Activity: Service & Technology **Final Resolution #:** KBI-FL-17-20537
Bus. Dev. Contact: L. Ransdell **OFS Staff:** M. Elder
Project Description: Homecare Homebase, LLC (HCHB) is a leading provider of comprehensive software solutions to the homecare and hospice market. The company's significant growth over the past several years has reached a maximum headcount at its existing office. To accommodate this growth, HCHB moved into a larger office space as well as transferring some employees from its headquarters operation in Dallas.

	Eligible Costs	Total Investment
Anticipated Project Investment - Leased	\$4,200,000	\$7,800,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	30	\$49.00	
1	40	\$49.00	\$150,000
2	55	\$49.00	\$150,000
3	71	\$49.00	\$150,000
4	71	\$49.00	\$150,000
5	71	\$49.00	\$150,000
6	71	\$49.00	\$150,000
7	71	\$49.00	\$150,000
8	71	\$49.00	\$150,000
9	71	\$49.00	\$150,000
10	71	\$49.00	\$150,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$1,500,000

County Type:
 Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88
 Total hourly compensation: \$12.51

Special Conditions:

Maintain Base Employment: 129

Modifications since preliminary approval? No

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - FINAL APPROVAL**

Date: July 27, 2017
Preliminary Approval: July 31, 2014
Approved Company: Strong Tower Construction, LLC dba Koch Corporation
City: Louisville **County:** Jefferson
Activity: Manufacturing **Final Resolution #:** KBI-F-17-20029
Bus. Dev. Contact: L. Ransdell **OFS Staff:** D. Phillips

Project Description: Strong Tower Construction, LLC dba Koch Corporation, is a multi-generation family-owned specialty contractor performing work in all aspects of exterior building renovation and security systems projects. Koch specializes in glass window manufacturing, fabrication and installation for commercial buildings throughout North America. The project consisted of the relocation and expansion of its current operation to include more self-fabrication capabilities for its existing processes.

	Eligible Costs	Total Investment
Anticipated Project Investment - Owned	\$1,650,000	\$1,775,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	\$22.00	
1	10	\$22.00	\$25,000
2	11	\$22.00	\$25,000
3	11	\$22.00	\$25,000
4	12	\$22.00	\$25,000
5	13	\$22.00	\$25,000
6	14	\$22.00	\$25,000
7	15	\$22.00	\$25,000
8	15	\$22.00	\$25,000
9	15	\$22.00	\$25,000
10	15	\$22.00	\$25,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$250,000

County Type:
Other

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

Special Conditions:

Maintain Base Employment: 27

Modifications since preliminary approval? No

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - FINAL APPROVAL**

Date: July 27, 2017
Preliminary Approval: June 26, 2014
Approved Company: Generation Tux, Inc.
City: Louisville **County:** Jefferson
Activity: Service & Technology **Final Resolution #:** KBI-FL-17-19959
Bus. Dev. Contact: L. Ransdell **OFS Staff:** M. Elder

Project Description: Generation Tux, Inc. is a recently established men's apparel company focusing on Men's Tailored Apparel. The company's focus is on wholesale and retail apparel. The company has leased a distribution facility in Louisville.

Anticipated Project Investment - Leased	Eligible Costs	Total Investment
	\$3,500,000	\$7,500,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	50	\$20.00	
1	80	\$20.00	\$100,000
2	80	\$20.00	\$100,000
3	80	\$20.00	\$100,000
4	80	\$20.00	\$100,000
5	80	\$20.00	\$100,000
6	80	\$20.00	\$100,000
7	80	\$20.00	\$100,000
8	80	\$20.00	\$100,000
9	80	\$20.00	\$100,000
10	80	\$20.00	\$100,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$1,000,000

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

The company name changed from zTux, Inc. to Generation Tux, Inc. All other aspects of the project remain the same.

Kentucky Small Business Tax Credit Projects July 2017

Small Business	County	Beginning Employment	Eligible Positions	Average Hourly Wage	Qualifying Equipment	Tax Credit Amount
Carabello Coffee Company	Campbell	0	1	\$12.02	\$29,142	\$3,500
Crist Propane Services, LLC	Breckinridge	20	1	\$23.01	\$32,000	\$3,500
EndoProtech, Inc.	Jefferson	0	1	\$22.12	\$11,413	\$3,500
Huffman & Huffman, P.S.C.	Laurel	38	8	\$17.65	\$49,450	\$25,000
SuperFanU, Inc.	Jefferson	7	5	\$18.29	\$17,641	\$17,500
The Door Store of Louisville, LLC	Jefferson	12	5	\$22.57	\$20,374	\$17,500
6	4		21	Total	\$160,020	\$70,500

Note: The tax credit amount will be equal to \$3,500 per eligible position, not to exceed the purchase price of qualifying equipment or technology, with a maximum income tax credit of \$25,000 per company for each calendar year. Per KRS 154.60-020, the maximum amount of credits that may be committed in each state fiscal year shall be capped at \$3,000,000.

Credit Limit	\$3,000,000
Current FY Projected/ Approved Credits	\$70,500
Remaining Credits	\$2,929,500

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KENTUCKY SMALL BUSINESS CREDIT INITIATIVE (KSBCI)**

Date: July 27, 2017

Bank: Traditional Bank, Inc.

Borrower: Marikka's Restaurant, Inc.

Co-Borrower: Steel Curtain Holdings, LLC

Guarantors: Douglas E Tackett and Douglas E Tackett, Jr.

Location: 411 Southland Drive, Lexington, KY 40503

Program Type: Kentucky Collateral Support Program (KYCSP)

Total Loan: \$ 2,305,700.00 **Collateral Assistance:** \$ 461,140.00

Loan Term: 24 months **OFS Staff:** Kylee Palmer

Project Description: Traditional Bank, Inc. has requested approval for the use of the KSBCI Collateral Support Program to enroll a \$2,305,700 loan for new construction and equipment. Marikka's Restaurant, Inc. is a German restaurant located on Southland Drive in Lexington. The restaurant offers over 700 types of beer, authentic German cuisine, pool tables, dart boards and volleyball courts. The owners will build a new restaurant with expanded seating area, a pub/bar area and volleyball courts on Southland Drive to replace the previous restaurant that was demolished.

Impact: The restaurant previously had 8 employees. After re-opening, the restaurant anticipates employing between 20-30 employees.

Traditional Bank, Inc. has requested collateral assistance on its \$2,305,700 loan to the company. The project will have additional financing of \$515,065 and the Borrower is putting up an additional \$820,800. The bank has requested KEDFA approval for \$461,140 from the Kentucky Collateral Support Program, which is 20% support.

The loan will serve as an interim loan for 24 months, then SBA 504 support will be the primary source of repayment.

The bank will be secured with a second mortgage on the property.

Approval: Staff recommends approval of the bank request for up to \$461,140 in support from the KSBCI Kentucky Collateral Support Program.



KSBCI Quarterly Funding Report

June 30, 2017

Closed

Participating Bank	KSBCI Program	Total Project Amount	KSBCI Support Amount
H.B. Molding	KYCSP	\$ 40,000.00	\$ 1,200.00
Women's First PLLC	KYCSP	\$ 335,000.00	\$ 67,000.00
M&M Partners Proj #1	KYCSP	\$ 95,612.00	\$ 18,800.00
HC Matthews	KYCSP	\$ 444,900.00	\$ 69,101.00
Ruby Concrete, Inc.	KYLPP	\$ 5,675,000.00	\$ 80,000.00
Clark County Veterinary Clinic, Inc.	KYCSP	\$ 680,823.58	\$ 24,800.00
Godi Corporation / Louisville	KYCSP	\$ 908,000.00	\$ 60,000.00
CKW Physical Therapy, Inc.	KYCSP	\$ 272,900.92	\$ 54,580.00
AU Associates, Inc.	KYCSP	\$ 471,919.11	\$ 45,855.00
Skiddaddles, Inc.	KYCSP	\$ 65,306.12	\$ 1,902.12
Beaver Creek Vet.	KYLPP	\$ 410,000.00	\$ 68,000.00
J & H McGlone, LLC - Proj #1	KYCSP	\$ 366,000.00	\$ 26,700.00
J & H McGlone, LLC - Proj #2	KYCSP	\$ 50,000.00	\$ 10,000.00
Burgess Steel Services, Inc.	KYCSP	\$ 75,173.47	\$ 14,000.00
Casey's Foods, Inc. dba Happy IGA	KYCSP	\$ 176,610.00	\$ 34,800.00
LaFontaine Preparatory School, LLC	KYCSP	\$ 355,000.00	\$ 69,000.00
JAKLAK LLC	KYLPP	\$ 550,147.16	\$ 106,029.40
ROR, LLC/Stepping Stones For Children, Inc.	KYCSP	\$ 1,300,000.00	\$ 98,030.89
Stardust Holdings, LLC & Stardust Ventures, LLC	KYCSP	\$ 1,800,000.00	\$ 250,000.00
Nicholas D. Ring & Maren B. Ring / Rotolamento Fomo LLC	KYCSP	\$ 95,000.00	\$ 10,500.00
Purley Enterprises, Inc./Purley Associates, LLC/Mills Express, Inc. Proj #1	KYCSP	\$ 147,500.00	\$ 29,500.00
Purley Enterprises, Inc./Purley Associates, LLC/Mills Express, Inc. Proj #2	KYCSP	\$ 317,355.00	\$ 57,471.00
DC Logistics, Inc.	KYCSP	\$ 350,000.00	\$ 18,750.00
Geoffrey & Angela Knight / Knights Transportation Services	KYCSP	\$ 225,000.00	\$ 45,000.00
Miller Insulation, LLC / Andrew & Eli Miller	KYLPP	\$ 85,000.00	\$ 17,000.00
Durbin Super Bowl, LLC	KYCSP	\$ 2,125,000.00	\$ 285,000.00
Arnett Dental Practice, PLLC/Shelia's Property, LLC	KYCSP	\$ 580,000.00	\$ 104,400.00
Prosigns LLC	KYCSP	\$ 150,000.00	\$ 30,000.00
D & M Contracting, Inc.	KYCSP	\$ 100,000.00	\$ 16,000.00
Print My Threads, LLC	KYCSP	\$ 230,000.00	\$ 40,000.00
Marshall T. West d/b/a West & Jones Funeral Home	KYCSP	\$ 225,000.00	\$ 40,000.00
Against The Grain, LLC	KYCSP	\$ 1,100,000.00	\$ 200,000.00
Mountain Music Exchange, LLC	KYCSP	\$ 50,000.00	\$ 10,000.00
Shooting Star Properties, LLC/Paladin, Inc.	KYCSP	\$ 705,000.00	\$ 40,125.00
Best Tyler, LLC	KYCSP	\$ 279,000.00	\$ 48,000.00
Miles Exterminating Co., Inc.	KYCSP	\$ 80,000.00	\$ 16,000.00
Phillips Diversified Manufacturing, Inc.	KYCSP	\$ 1,200,000.00	\$ 240,000.00



breathe, LLC	Community Ventures Corporation	KYCSP	\$	57,000.00	\$	10,000.00
S & K Farms LLC/S & K Powder Coating, LLC	Franklin Bank & Trust Company	KYCSP	\$	203,133.00	\$	40,000.00
Grace Community Health Center	Forcht Bank	KYCSP	\$	600,000.00	\$	120,000.00
Trackside Butcher Shoppe - Request #1	United Citizens Bank & Trust	KYCSP	\$	50,000.00	\$	10,000.00
Trackside Butcher Shoppe - Request #2	United Citizens Bank & Trust	KYCSP	\$	376,000.00	\$	75,200.00
Land Shark Shredding, LLC	Franklin Bank & Trust Company	KYCSP	\$	455,000.00	\$	91,000.00
Land Shark Shredding, LLC	Franklin Bank & Trust Company	KYCSP	\$	120,000.00	\$	24,000.00
Starlite, LLC	Kentucky Bank	KYCSP	\$	1,777,000.00	\$	250,000.00
Invictus 2468, LLC	Fifth Third Bank	KYCSP	\$	875,000.00	\$	175,000.00
Bader's Food Mart, Inc.	MainSource Bank	KYCSP	\$	286,000.00	\$	57,200.00
Bradley Ebelhar and Angela Ebelhar dba The Crowne	Community Ventures Corporation	KYCSP	\$	435,000.00	\$	27,000.00
Tilted Tulip, LLC	MACED	KYCSP	\$	305,000.00	\$	49,000.00
Heritage Millworks, LLC d/b/a Powell Valley Millwork	MACED	KYCSP	\$	425,000.00	\$	80,000.00
Heritage Millworks, LLC	MACED	KYCSP	\$	4,500,000.00	\$	150,000.00
Atlas Development Group, LLC	First Citizens Bank	KYCSP	\$	2,590,000.00	\$	440,000.00
Whitaker Group, LLC	MACED	KYCSP	\$	175,000.00	\$	35,000.00
Whitaker Group II, LLC	MACED	KYCSP	\$	175,000.00	\$	35,000.00
Carey Technologies, Inc. dba Pine Mountain Canopy Tours	Kentucky Highlands	KYCSP	\$	550,000.00	\$	50,000.00
Frontier Veterinary Services, LLC	United Southern Bank	KYCSP	\$	300,000.00	\$	37,498.55
Gaunce's Café and Deli LLC	Kentucky Bank	KYCSP	\$	200,000.00	\$	28,000.00
Christian Academy of Lawrenceburg, Kentucky, Inc.	MainSource Bank	KYCSP	\$	707,000.00	\$	131,400.00
Steamer Seaford Bowling Green LLC	Franklin Bank & Trust Company	KYCSP	\$	700,000.00	\$	100,000.00
All Type Supply	Citizens Deposit Bank	KYCSP	\$	181,868.00	\$	36,000.00
JC Brewer Construction, Inc.	Citizens First Bank	KYCSP	\$	251,200.00	\$	50,000.00
Austin Enterprises Incorporated	Kentucky Bank	KYCSP	\$	242,000.00	\$	48,400.00
Posh Academy, LLC	Paducah Bank & Trust	KYCSP	\$	358,250.00	\$	49,000.00
Eastman Law Office, PSC	MainSource Bank	KYCSP	\$	91,000.00	\$	18,200.00
LES Workout, LLC	Citizens First Bank	KYCSP	\$	1,098,920.00	\$	49,672.00
Stapleton Holdings, LLC	MainSource Bank	KYCSP	\$	457,000.00	\$	91,400.00
Steamer Seaford Concessions & Catering, LLC	Franklin Bank & Trust Company	KYCSP	\$	148,000.00	\$	20,000.00
CFO Advantage, LLC - Travel Guide-Kentucky	MainSource Bank	KYCSP	\$	99,086.76	\$	19,817.35
Bluegrass Tool & Industrial, LLC	First Security Bank	KYCSP	\$	1,250,000.00	\$	250,000.00
Lee's Ford Wine and Spirit Shoppe, LLC	Community Trust Bank	KYCSP	\$	350,000.00	\$	70,000.00
Latonia Star, LLC	MainSource Bank	KYCSP	\$	548,000.00	\$	45,000.00
Julep Pets, Inc.	Kentucky Bank	KYCSP	\$	155,000.00	\$	23,250.00
Miles Away, Inc.	Community Ventures Corporation	KYCSP	\$	290,000.00	\$	10,000.00
CGS Machine & Tool, Inc.	Franklin Bank & Trust Company	KYCSP	\$	1,440,000.00	\$	248,000.00
Quality Tire & Access, Inc.	SKED	KYCSP	\$	150,000.00	\$	22,500.00
Whitaker Group, LLC	Kentucky Highlands	KYCSP	\$	270,000.00	\$	54,000.00
Whitaker Group II, LLC	Kentucky Highlands	KYCSP	\$	5,535,000.00	\$	108,000.00
Wellness Care, LLC	Fifth Third Bank	KYCSP	\$	470,000.00	\$	70,500.00
Malibu Jack's 2, LLC	Community Ventures Corporation	KYCSP	\$	1,604,500.00	\$	60,000.00
Parkview Pharmacy, Inc.	Citizens National Bank of Paintsville	KYCSP	\$	260,000.00	\$	52,000.00
M & M Newspapers, LLC	Traditional Bank	KYCSP	\$	500,000.00	\$	90,000.00
Cane Run Properties, LLC	MainSource Bank	KYCSP	\$	285,000.00	\$	57,000.00

Two Martini's LLC	Community Ventures Corporation	KYCSP	\$	540,027.00	\$	37,801.00
Taylor Tot Child Center, Inc.	Community Ventures Corporation	KYCSP	\$	177,110.00	\$	15,750.00
Canewood Homeowners Association, Inc. & Canewood HOA GC, LLC	Kentucky Bank	KYCSP	\$	1,230,000.00	\$	184,500.00
B & B Contracting, LLC	MACE	KYCSP	\$	100,000.00	\$	20,000.00
RuffleGirl Inc.	First Harrison Bank	KYCSP	\$	1,450,000.00	\$	290,000.00
Downtown Fitness Paducah, LLC	Community Financial Services Bank	KYCSP	\$	468,230.78	\$	88,000.00
Critchfield Meats, Inc.	Traditional Bank	KYCSP	\$	1,607,905.79	\$	211,543.20
Latonia Star, LLC	MainSource Bank	KYCSP	\$	40,000.00	\$	8,000.00
Cunningham Golf Car Co., Inc.	MainSource Bank	KYCSP	\$	700,000.00	\$	140,000.00
Michael A. Green and Vipavee T. Green (Crank and Boom	Community Ventures Corporation	KYCSP	\$	410,500.00	\$	33,656.00
Kentucky River Community Care, Inc.	Citizens National Bank of Paintsville	KYCSP	\$	525,000.00	\$	105,000.00
Empress Properties, LLC	Republic Bank & Trust	KYCSP	\$	1,200,000.00	\$	150,000.00
America's Finest Filters, Inc.	MainSource Bank	KYCSP	\$	170,500.00	\$	34,100.00
Discernity, LLC	MainSource Bank	KYCSP	\$	100,000.00	\$	20,000.00
HRS Brooks, Inc.	First Citizens Bank	KYCSP	\$	4,364,000.00	\$	450,000.00
Library Holdings, LLC	Fifth Third Bank	KYCSP	\$	2,530,000.00	\$	249,000.00
Howard Law Firm, PLC	Kentucky Highlands	KYCSP	\$	250,000.00	\$	10,000.00
Eddie Eugene Shelton and Charlotte Shelton	Citizens National Bank of Paintsville	KYCSP	\$	149,000.00	\$	29,800.00
FireFresh Bar-B-Q, Blankenbaker, LLC	MainSource Bank	KYCSP	\$	175,000.00	\$	26,250.00
G&M Investments, LLC	Paducah Bank & Trust	KYCSP	\$	350,000.00	\$	35,000.00
Miracle Lawn and Landscaping, Inc.	Kentucky Highlands	KYCSP	\$	150,000.00	\$	25,600.00
PMAC, LLC	Fifth Third Bank	KYCSP	\$	725,000.00	\$	72,500.00
Country Boy Brewing, LLC & CBB Properties, LLC (equipment loan)	Traditional Bank	KYCSP	\$	2,997,438.00	\$	346,716.00
Country Boy Brewing, LLC & CBB Properties, LLC (construction loan)	Traditional Bank	KYCSP	\$	2,950,000.00	\$	250,000.00
Superior Expeditors, LLC	SKED	KYCSP	\$	75,000.00	\$	13,800.00
Kenneth A. Bell, Inc.	Fifth Third Bank	KYCSP	\$	334,988.36	\$	66,997.00
KJKJ, LLC	Fifth Third Bank	KYCSP	\$	578,106.63	\$	91,306.00
Hildreth Brothers, LLC	Franklin Bank & Trust Company	KYCSP	\$	400,000.00	\$	80,000.00
Mahalaaxmi Host, LLC and Radha Ventures, LLC	Traditional Bank	KYCSP	\$	1,250,000.00	\$	250,000.00
Kentucky River Community Care, Inc.	Citizens National Bank of Paintsville	KYCSP	\$	673,000.00	\$	134,600.00
Sterling Physical Therapy & Associates, P.S.C.	The Citizens Bank	KYCSP	\$	467,000.00	\$	75,000.00
Great Flood Holdings, LLC	Republic Bank & Trust	KYCSP	\$	500,000.00	\$	100,000.00
Hicks-Blaydes Farm, LLC	Kentucky Bank	KYCSP	\$	600,913.40	\$	58,930.00
Affordable Signs & Apparel, LLC	United Citizens Bank & Trust	KYCSP	\$	48,000.00	\$	9,000.00
Christon Enterprises, Inc. d/b/a Isom IGA	MACE	KYCSP	\$	468,000.00	\$	83,600.00
Whitaker Group, LLC	MACE	KYCSP	\$	655,000.00	\$	105,000.00
Whitaker Group II, LLC	MACE	KYCSP	\$	262,000.00	\$	52,400.00
McClure's Auto Parts, Inc.	MACE	KYCSP	\$	560,000.00	\$	112,000.00
Palate Restaurant Group, LLC	Traditional Bank	KYCSP	\$	1,175,000.00	\$	120,000.00
High Performance Computer Services LLC	Citizens National Bank of Paintsville	KYCSP	\$	338,080.00	\$	62,500.00



Mirissia Duncil and Miles Duncil	First National Bank of Grayson	KYCSP	\$	205,000.00	\$	41,000.00
Hillview Property Management, LLC	Citizens First Bank	KYCSP	\$	488,000.00	\$	96,000.00
Hospitality Resources, LLC	United Cumberland Bank	KYCSP	\$	5,705,000.00	\$	342,300.00
Paducah Pizza Bakers, LLC	Paducah Bank & Trust	KYCSP	\$	1,660,000.00	\$	132,800.00
RHLasher/BGC Properties, LLC (The Big Green Cow, Inc.)	Traditional Bank	KYCSP	\$	1,322,840.00	\$	132,284.00
DHN Midland, LLC	First Harrison Bank	KYCSP	\$	1,167,500.00	\$	225,000.00
Auto Wash USA, LLC	Whitaker Bank	KYCSP	\$	1,331,688.00	\$	60,000.00
Optimum Fitness, LLC	United Citizens Bank & Trust	KYCSP	\$	50,000.00	\$	10,000.00
Kentucky River Community Care, Inc.	Citizens Bank of Kentucky, Inc.	KYCSP	\$	1,000,000.00	\$	200,000.00
Logan Corporation	SKED	KYCSP	\$	575,000.00	\$	80,000.00
Lee's Ford Dock, Inc.	Community Trust Bank	KYCSP	\$	974,000.00	\$	194,800.00
Tackett Enterprises, LLC	Citizens Bank of Kentucky, Inc.	KYCSP	\$	232,000.00	\$	46,400.00
B&D Cleaning, LLC	Community Ventures Corporation	KYCSP	\$	37,500.00	\$	7,500.00
The Law Offices of John Thompson, PLLC	Citizens Bank of Kentucky, Inc.	KYCSP	\$	78,662.00	\$	15,732.00
GBC Enterprises, LLC	Republic Bank & Trust	KYCSP	\$	2,822,500.00	\$	360,000.00
Mike Comb, Inc. dba Concrete Craft of Lexington	Community Ventures Corporation	KYCSP	\$	20,000.00	\$	4,000.00
Dalton Development Company Limited Liability Company (Project #1)	Fifth Third Bank	KYCSP	\$	243,000.00	\$	27,000.00
Addiction Recovery Care LLC	MACED	KYCSP	\$	150,000.00	\$	16,000.00
Dalton Development Company Limited Liability Company (Project #2)	Fifth Third Bank	KYCSP	\$	375,208.00	\$	75,041.60
5454 LLC	First Harrison Bank	KYCSP	\$	144,100.00	\$	15,851.00
Faith Holdings LLC	First Harrison Bank	KYCSP	\$	3,120,000.00	\$	456,000.00
SNEAK Properties, LLC	Stock Yards Bank	KYCSP	\$	4,200,000.00	\$	798,000.00
	TOTAL CLOSED FUNDS		\$	111,659,003.08	\$	13,489,640.11

Paid Off/Recyclable Funds

NucSafe, Inc. / NucSafe Instruments, Inc.	SKED	KYCSP	\$	2,000,000.00	\$	100,000.00
M&M Partners Proj #2	Community Trust Bank	KYCSP	\$	51,442.00	\$	10,000.00
Eastern Telephone	MACED	KYCSP	\$	275,000.00	\$	9,500.00
OB Holdings, LLC (Ocean Breeze)	Community Trust Bank	KYCSP	\$	386,086.50	\$	47,250.00
The RF Group, LLC DBA Simply the Best Sports Bar & Grill	The Commercial Bank of Grayson	KYCSP	\$	151,274.27	\$	30,000.00
Indatus	PNC Bank	KYCSP	\$	8,700,000.00	\$	1,000,000.00
Sunny Deals, LLC	MainSource Bank	KYCSP	\$	25,000.00	\$	5,000.00
Wreck-A-Mend Auto Restoration, LLC	United Southern Bank	KYCSP	\$	94,500.00	\$	14,250.00
Vest Fabrication & Certified Welding, LLC	Kentucky Bank	KYCSP	\$	40,000.00	\$	4,000.00
Grace Coffee, Café, Bakery, LLC	Community Ventures Corporation	KYCSP	\$	75,000.00	\$	15,000.00
Land of Tomorrow Productions, LLC	South Central Bank	KYCSP	\$	-	\$	326.05
Lincoln Manufacturing USA, LLC	Commercial Bank	KYCSP	\$	7,245,000.00	\$	449,000.00
Lincoln Manufacturing USA, LLC	Commercial Bank	KYCSP	\$	2,800,000.00	\$	280,000.00
H & S Distributing, LLC	Wilson & Muir Bank & Trust Co.	KYCSP	\$	104,000.00	\$	19,400.00
BCM JR WR LLC/Elevation Management Group, LLC	United Southern Bank	KYCSP	\$	480,000.00	\$	96,000.00
J and L Lyle, Inc. Project #2	Kentucky Bank	KYCSP	\$	29,000.00	\$	5,220.00
Carnage Outdoor Gear, LLC	Paducah Bank & Trust	KYCSP	\$	90,522.00	\$	18,000.00



K&G Bear Creek Retreat/Montgomery Wildness/KY Antler
Tin and Bonita Butler
ROR, LLC/Stepping Stones For Children, Inc.
Maynard Studios
Benjamin Watts/William & Kathy Watts/Watts's House of Iron
J and L Lyle, Inc. Project #1
Fit Bodies, Inc.
Big Red Burritos, LLC
Walnut Specialists Incorporated
JSB Industrial Solutions, Inc.

Kentucky Farmers Bank	KYCSP	\$	-	\$	11,582.47
Citizens First Bank	KYCSP	\$	140,000.00	\$	26,000.00
Kentucky Bank	KYCSP	\$		\$	151,969.11
Community Trust Bank	KYCSP	\$	165,750.00	\$	24,862.50
United Citizens Bank & Trust	KYCSP	\$	50,000.00	\$	10,000.00
Kentucky Bank	KYCSP	\$	35,000.00	\$	6,300.00
Fifth Third Bank	KYCSP	\$	211,000.00	\$	26,954.00
Fifth Third Bank	KYCSP	\$	25,000.00	\$	5,000.00
Kentucky Highlands	KYCSP	\$	150,000.00	\$	30,000.00
MACED	KYCSP	\$	550,000.00	\$	50,000.00
TOTAL PAID OFF/RECYCLABLE FUNDS					2,445,614.13

Claims Paid

Land of Tomorrow Productions, LLC
K&G Bear Creek Retreat/Montgomery Wildness/KY Antler

South Central Bank	KYCSP	\$	250,000.00	\$	49,673.95
Kentucky Farmers Bank	KYCSP	\$	3,353,745.85	\$	388,417.53
TOTAL CLAIMS PAID					438,091.48

Approved

Hickory & Oak, LLC
Haney Enterprises LLC
AEK Transport Services LLC
East End Foot & Ankle, PSC
Fairview Eye Care Real Estate, LLC
The B Hive Child Care Academy Limited Liability Company
Drs. Burch, Renshaw, Wix & Associates, P.S.C.
Parker Lilly Holdings, LLC
SGCE LLC
Cosmic Cheer and Tumble LLC

Franklin Bank & Trust Company	KYCSP	\$	750,000.00	\$	150,000.00
Citizens Deposit Bank	KYCSP	\$	59,864.52	\$	11,972.00
Community Ventures Corporation	KYCSP	\$	85,000.00	\$	17,000.00
First Harrison Bank	KYCSP	\$	665,000.00	\$	120,000.00
Republic Bank & Trust	KYCSP	\$	2,500,000.00	\$	100,000.00
United Citizens Bank & Trust	KYCSP	\$	97,380.00	\$	9,738.00
Republic Bank & Trust	KYCSP	\$	1,907,637.00	\$	250,000.00
Fifth Third Bank	KYCSP	\$	690,000.00	\$	69,000.00
Fifth Third Bank	KYCSP	\$	162,000.00	\$	16,200.00
First National Bank of Grayson	KYCSP	\$	239,000.00	\$	29,850.00
TOTAL APPROVED FUNDS					773,760.00

TOTAL CLOSED, PAID OFF/RECYCLABLE, CLAIMS PAID & APPROVED \$ 146,292,205.22 \$ 17,147,105.72

Approved but Withdrawn

Cornith Christian Bookstore / Frankfort, KY
Champion Chevrolet/Oldham Co.
Carty-Vicars, Inc. dba Carty-Polly & Craft Funeral Home
E & R Enterprises, PLLC d/b/a Advantage Physical Therapy
Marrowbone Family Pharmacy, LLC
Brown's Fresh Meats and Produce, LLC
Bethlehem Fabrication, LLC
Walnut Specialists Incorporated
Cumberland Manor Rest Home, Inc.
Barnhill Enterprises - Request #2
PMAK, LLC

Community Trust Bank	KYCSP	\$	120,000.00	\$	20,750.00
The Bank - Oldham County	KYLPP	\$	1,264,934.00	\$	250,000.00
SKED	KYCSP	\$	790,000.00	\$	120,000.00
Community Trust Bank	KYCSP	\$	123,541.00	\$	24,708.20
MACED	KYCSP	\$	100,000.00	\$	20,000.00
Community Ventures Corporation	KYCSP	\$	20,000.00	\$	4,000.00
Traditional Bank	KYCSP	\$	48,000.00	\$	9,600.00
Kentucky Highlands	KYCSP	\$	980,000.00	\$	20,000.00
MACED	KYCSP	\$	250,000.00	\$	50,000.00
Kentucky Bank	KYCSP	\$	150,000.00	\$	30,000.00
Fifth Third Bank	KYCSP	\$	700,000.00	\$	63,000.00



Grassroots Pharmacy, PLLC - Project #2
Grassroots Pharmacy, PLLC - Project #1
Robby Shell and Renae Shell
2nd Star, LLC dba Something 2 Do
Melissa J Stamper and Thomas Stamper dba Got Roots Hair Salon



Central Bank & Trust	KYCSP	\$	75,000.00	\$	15,000.00
Central Bank & Trust	KYCSP	\$	170,000.00	\$	34,000.00
Community Ventures Corporation	KYCSP	\$	299,000.00	\$	12,000.00
Community Ventures Corporation	KYCSP	\$	50,000.00	\$	10,000.00
Community Ventures Corporation	KYCSP	\$	30,300.00	\$	4,000.00
TOTAL APPROVED BUT WITHDRAWN		\$	5,170,775.00	\$	687,058.20

Closed, Paid Off/Recyclable Funds, Claims Paid & Approved Projects By Program

		Total Project	
Fund Used By Program		Amounts	KSBCI Support Amount
KYLPP	\$	6,720,147.16	\$ 271,029.40
KYCSP	\$	139,466,751.94	\$ 16,872,974.20
KYCSP	\$	105,306.12	\$ 3,102.12
	\$	146,292,205.22	\$ 17,147,105.72

MEMORANDUM

TO: KEDFA Board Members

FROM: Terry Gill, Secretary 
Katie Smith, Executive Director 

DATE: July 27, 2017

RE: Resolution to Authorize Repaid Kentucky Small Business Credit Initiative (KSBCI) funds transferred to the KEDFA Grant Program

The Cabinet was previously approved by the United States Department of Treasury to receive the Commonwealth's allocation of State Small Business Credit Initiative funds for implementation of the KSBCI Program in the amount of \$15,558,050. On August 25, 2011, the Kentucky Economic Development Finance Authority approved guidelines for the Kentucky Small Business Credit Initiative (KSBCI).

The KSBCI programs have been successful in assisting small businesses since creation in 2011. Since inception of the program, over \$2,000,000 in funds have repaid the KSBCI Program. Staff is requesting approval to utilize \$1,330,000 of these unrestricted KSBCI replenished payments to assist projects under the KEDFA Grant program. Please note the Authority granted approval transferring \$5,000,000 in KEDFA Loan Pool funds in April 2017 to assist with KSBCI projects.

The Secretary of the Cabinet for Economic Development and staff recommend approval of the attached resolution authorizing \$1,330,000 of Repaid KSBCI Program funds for approved projects under the KEDFA Grant Program and transferring the funds to the appropriate accounts.

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEDFA GRANT PROJECT REPORT**

Date: July 27, 2017
Grantee: Louisville/Jefferson County Metro Government
Beneficiary: Louisville Regional Airlift Development, Inc.
City: Louisville **County:** Jefferson
Activity: Service & Technology
Bus. Dev. Contact: Sec. Terry Gill **OFS Staff:** Katie Smith

Project Description: The lack of nonstop commercial air service to key domestic and international markets from Louisville International Airport (SDF) has been an impediment to expansions by existing companies and the recruitment of new companies to the Commonwealth. Louisville Regional Airlift Development, Inc. (LRAD) is a recently established 501(c)(3) organization focused on developing new nonstop commercial air service from SDF to key domestic and international communities. LRAD is led by state and local business and government leaders and is positioned to achieve the goal of recruiting new air service to Louisville.

LRAD has requested funding from the Commonwealth, Louisville/Jefferson County Metro Government, other civic organizations and the local business community to support the development of new commercial air service by working through LRAD. The funding will be used to provide a minimum revenue guarantee for one year. The initial fundraising will be used to recruit two new non-stop domestic routes from SDF. The routes will be determined by a market study completed by a consultant commissioned by LRAD.

Funding Source	Status	Use of Proceeds	Amount
Kentucky Cabinet for Economic Development	Requested	Min Revenue Guarantee	\$ 1,330,000
Louisville/Jefferson County Metro Government and various civic partners	Requested	Min Revenue Guarantee	\$ 1,330,000
Private investors/companies	Requested	Min Revenue Guarantee	\$ 1,330,000
TOTAL			\$ 3,990,000

Disbursement: Funds may be disbursed for the minimum revenue guarantee when the following requirements are achieved:

- 1) at least 2/3 participation is committed and received from the local/civic and private partners
- 2) Agreement with airline service provider is finalized/signed

Additional Project Information:

Funding for each minimum revenue guarantee will be placed in an escrow account with the local/civic and private partners contributions. Over a 12 month period, revenue for each month will be confirmed with the participating airline service provider. Any shortfall for the month may be disbursed from the escrow account while any excess revenues will be carried forward to the next month for the revenue calculation. The specific amount of any disbursement shall not exceed \$665,000 per established route. At the end of the 12 months, KEDFA will receive a distribution from the escrow account equal to its proportionate share of the remaining balance.

Reporting Requirements:

Monthly reports detailing actual revenues generated and details of disbursement from escrow account.
Final report detailing the total distribution of the remaining balance from the escrow account.


RECOMMENDED KEDFA GRANT AMOUNT: **\$ 1,330,000**

Recommendation:

Staff recommends approval of this KEDFA grant subject to the terms set forth in this report.

MEMORANDUM

TO: Kentucky Economic Development Finance Authority

FROM: Reid Glass 
Assistant General Counsel

RE: Quarterly Amendment Resolution

DATE: July 27, 2017

The following companies are the subject of this quarter's quarterly amendment resolution:

KBI

Heartland Automation LLC	Letter Amendment	Name change
Bowling Green Metalforming LLC	Letter Amendment	Correction of base employment number & change of Company notification address

KEDFA

Southeast Kentucky Industrial Development Authority, Inc.	Letter Amendment	Amendment to Loan Agreement to Extend Deadline to Issue Loan Proceeds
---	------------------	---

KEIA

Safran Landing Systems Kentucky, LLC	Letter Amendment	Name change
--------------------------------------	------------------	-------------

KIDA

Safran Landing Systems Kentucky, LLC	Letter Amendment	Name change
--------------------------------------	------------------	-------------