

MEMORANDUM

TO: KEDFA Board Members

FROM: Jean R. Hale, Chairman
Kentucky Economic Development Finance Authority



DATE: August 13, 2018

SUBJECT: KEDFA Special Board Meeting

A special meeting of the Kentucky Economic Development Finance Authority is called for 9:30 a.m. (EDT) on Thursday, August 16, 2018 via video conference.

Meeting locations are as follows:

- **Frankfort**
Kentucky Cabinet for Economic Development, Old Capitol Annex, 300 West Broadway,
Board of Directors Conference Room
- **Pikeville**
Community Trust Bank, Inc. 346 North Mayo Trail, 5th Floor Conference Room
- **Nicholasville**
LockNet, LLC, 800 John C. Watts Drive, Bay 3 Conference Room

The purpose of the meeting is to consider a Kentucky Business Investment (KBI) project in Ballard County.

Attachment

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

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

SPECIAL BOARD MEETING

AGENDA
August 16, 2018

Call to Order
Notification of Press
Roll Call

KBI Project (Preliminary) – Ballard County

Presented by:
Kristina Slattery & Kate Greenwell

Adjournment

Video Conference Sites:

Cabinet for Economic Development
Board of Directors Conference Room
Old Capitol Annex
300 West Broadway
Frankfort, Kentucky

Community Trust Bank, Inc.
5th Floor Conference Room
346 North Mayo Trail
Pikeville, Kentucky

LockNet, LLC
Bay 3 Conference Room
800 John C. Watts Drive
Nicholasville, Kentucky

to be a function of the number of individuals in the population. The model is based on the following assumptions:

1. The population is well mixed.
2. The population is closed, i.e. there is no immigration or emigration.
3. The population is large enough to ignore stochastic effects.
4. The population is at equilibrium.
5. The population is at equilibrium with respect to the number of individuals in the population.
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KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

KBI REPORT - PRELIMINARY APPROVAL

Date: August 16, 2018
Approved Company: Global Win Wickliffe, LLC
City: Wickliffe **County:** Ballard
Activity: Manufacturing **Prelim Resolution #:** KBI-I-18-22196
Bus. Dev. Contact: K. Slattery **DFS Staff:** K. Greenwell

Project Description: Global Win Wickliffe, LLC is a wholly owned subsidiary of Shanying International, a publicly traded company on the Shanghai Stock Exchange and headquartered in Shanghai, China. The company is considering restarting a mill in Wickliffe and converting it to a pulp and brown paper packaging facility.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

Land
 Building/Improvements
 Equipment
 Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$10,000,000	\$10,000,000
\$15,000,000	\$15,000,000
\$95,000,000	\$95,000,000
\$30,000,000	\$30,000,000
\$150,000,000	\$150,000,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	250	\$33.00	
1	250	\$33.00	\$1,666,667
2	250	\$33.00	\$1,666,667
3	300	\$33.00	\$1,666,667
4	400	\$33.00	\$1,666,667
5	500	\$33.00	\$1,666,667
6	500	\$33.00	\$1,666,667
7	500	\$33.00	\$1,666,667
8	500	\$33.00	\$1,666,667
9	500	\$33.00	\$1,666,667
10	500	\$33.00	\$1,666,667
11	500	\$33.00	\$1,666,667
12	500	\$33.00	\$1,666,667
13	500	\$33.00	\$1,666,667
14	500	\$33.00	\$1,666,667
15	500	\$33.00	\$1,666,662

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$25,000,000

County Type:
Enhanced

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

Ownership (20% or more):
Shanying International - Shanghai, China

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:
State: 5.0%

Unemployment Rate:
County: 7.7% Kentucky: 5.0%

Existing Presence in Kentucky: None

Special Conditions: None