

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

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

AGENDA December 7, 2017

Call to Order
Notification of Press
Roll Call

Approval of Minutes

1. Minutes from October 26, 2017 Regular KEDFA Board Meeting
2. Minutes from October 26, 2017 Executive KEDFA Board Meeting
3. Minutes from November 16, 2017 Special KEDFA Board Meeting

Reports

- | | |
|--|---------------|
| 4. Approved / Undisbursed Loan Report | Kylee Palmer |
| 5. Financial Statements and Monitoring Reports | Krista Harrod |

KEDFA Grant

- | | |
|---------------------|--|
| 6. WITHDRAWN | |
|---------------------|--|

TIF Project (Amendment)

- | | | |
|--|-----------|--------------|
| 7. Louisville Renaissance Zone Corporation | Jefferson | Kylee Palmer |
|--|-----------|--------------|

KEDFA IRB (Preliminary)

- | | | |
|--|--|-------------|
| 8. Baptist Healthcare System Obligated Group | | Katie Smith |
|--|--|-------------|

Local IRB Projects

- | | | |
|------------------------------|---------|----------------|
| 9. Jim Beam Brands Co. | Bullitt | Michelle Elder |
| 10. WhiteRock Pigments, Inc. | Hancock | |

Local IRB Project (Amendment)

- | | | |
|---------------|--------|----------------|
| 11. LFL, LLC. | Nelson | Bobby Aldridge |
|---------------|--------|----------------|

KBI Project (Amendment)

- | | | |
|---|-------|----------------|
| 12. Meggitt Aircraft Braking Systems KY Corp. | Boyle | Bobby Aldridge |
|---|-------|----------------|

KEIA Projects (Extension)

- | | | |
|------------------------------------|-----------|----------------|
| 13. 3M Company | Harrison | Bobby Aldridge |
| Asahi Forge of America Corporation | Madison | |
| Bluegrass Stockyards | Fayette | |
| Zoeller Company | Jefferson | |

Logan Aluminum Inc.	Logan
Central Motor Wheel of America, Inc.	Bourbon
Dr. Schneider Automotive Systems, Inc.	Russell
Kindred Healthcare Operating, Inc.	Jefferson
Performance Feeds, LLC	Warren
Piramal Pharma Solutions, Inc.	Fayette
fka Coldstream Laboratories	
QSR Automations, Inc.	Jefferson
United Parcel Service, Inc.	Fayette

KEIA Projects

14. **WITHDRAWN**

15. MGPI of Indiana, LLC	Grant	Lindsey Russell / Michelle Elder
--------------------------	-------	----------------------------------

KBI Projects (Preliminary) & KEIA Projects

16. **WITHDRAWN**

17. **WITHDRAWN**

18. DAE-IL USA Incorporated	Calloway	Corky Peek / Michelle Elder
19. DAE-IL USA Incorporated	Calloway	
20. Ironton Enterprises, LLC	McCracken	Corky Peek / Michelle Elder
21. Ironton Enterprises, LLC	McCracken	
22. Toyota Tsusho America, Inc.	Scott	Anna Beth Bobbitt / Debbie Phillips
23. Toyota Tsusho America, Inc.	Scott	

KBI Projects (Preliminary)

24. NX Development Corp.	Fayette	Anna Beth Bobbitt / Debbie Phillips
25. Resolve Packaging, LLC	Boone	Tess Simon / Debbie Phillips
26. Tru-Tone Finishing Inc.	Fayette	Tess Simon / Debbie Phillips
27. ABB/CON-CISE Optical Group LLC	Boone	Kristina Slattery / Lynda Cunningham
28. Kentuckiana Curb Company, Inc.	Jefferson	Taylor Sears / Lynda Cunningham
29. Takigawa Corporation America	Nelson	Kristina Slattery / Lynda Cunningham
30. EnerBlu, Inc.	Fayette	Lindsey Ransdell / Michelle Elder
31. EnerBlu, Inc.	Pike	Lindsey Ransdell / Michelle Elder
32. Federal-Mogul Motorparts LLC	Barren	Corky Peek / Michelle Elder
33. Homecare Products, Inc. dba EZ-Access	Union	Corky Peek / Michelle Elder
34. Lynx Labeling, Inc.	Barren	Corky Peek / Michelle Elder
35. WITHDRAWN		

KBI Projects (Extension)

Michelle Elder

36. Corrosion Resistant Reinforcing	Boone
FreshChoice Complete Diet Products, LLC	Gallatin
Louisville Plate Glass Company, Inc.	Jefferson
Archer-Daniels-Midland Company	Kenton
Bilstein Cold Rolled Steel, LP	Warren
Kelley Beekeeping Company	Grayson
TMM (USA), Inc.	Simpson

KBI Projects (Final)

Debbie Phillips

37. Best Sanitizers, Inc.	Boone
38. Credit Bureau Systems, Inc.	McCracken

39. Elovations Services Group, LLC	Boone
40. Framebridge, Inc.	Madison
41. Rut 'N Strut Distillery, LLC	Shelby
42. UACJ Automotive Whitehall Industries, Inc.	McCracken
43. Facilities Management Services, P.B.C.	Jefferson
44. Lincoln Manufacturing USA, LLC	Lincoln

KRA Projects (Preliminary)

45. Tarter Gate Wood Products, LLC	Casey	Tess Simon / Debbie Phillips
46. TOPY America, Inc.	Franklin	Tess Simon / Debbie Phillips

IEIA Projects (Extension)

47. Delta Natural Gas Company, Inc.	Clark	Kylee Palmer
Jefferson AD I, LLC	Jefferson	

KSBTC

48. Abbie Jones Consulting, PSC	Fayette	Tim Back
Alarm 1 Protective Services, LLC	Jefferson	
All Clear Restoration, LLC	McCracken	
Allstate Ready Mix, Inc.	Oldham	
Ashbaugh Roby Trucking LLC	Nelson	
Automated Cutting Technologies, Inc.	Jessamine	
Barnett Benvenuti & Butler PLLC	Fayette	
Barnhill Enterprises, LLC	Fayette	
Block & Lot Real Estate, LLC	Fayette	
Blue Moon Port-A-Pot, LLC	Allen	
Bootleg Bar-B-Q Co.	Jefferson	
Broccoli Hugger LLC	Boyle	
BryMak & Associates, Inc.	Christian	
Burkman Industries, Inc.	Boyle	
C & D Kentucky Enterprises, Inc.	Jefferson	
Chuck's Auto Body, Inc.	Campbell	
Cliff Buzick, Inc.	Nelson	
Climate Conditioning Co., Inc.	Jefferson	
Commonweath Eye Clinic, Inc.	Fayette	
Cui Liu Designs, LLC	Calloway	
Danville Medical Investors, LLC	Boyle	
Don Franklin Bardstown, Inc.	Nelson	
Dukes A&W Enterprises, LLC	Jefferson	
EDJ, Inc.	Boone	
Ehrlers, Inc.	Jefferson	
Family EyeCare Associates, P.S.C.	Woodford	
FieldTrip LLC	Jefferson	
Franklin Management, Inc.	Adair	
Franklin Nissan, LTD. Co.	Adair	
Green Motors, LLC	Fayette	
Hamilton, Inc.	Rowan	
Hans G. Poppe, Jr.	Jefferson	
Hinkle Environmental Services, LLC	Madison	
Jack Riley Investments LLC	Warren	

J Michael's Spa & Salon, LLC	Jefferson
Kentucky Machinery Company, LLC	Madison
Kertis Creative, LLC	Jefferson
Kinhead & Stilz, PLLC	Fayette
Lance S. Ferguson, M.D., P.S.C.	Fayette
Legacy Financial, LLC	Fayette
Logan Bethel Veterinary Services, LLC	Logan
Long Construction Management LLC	Fayette
Louisville Cabinets and Countertops LLC	Oldham
Louisville Medical Investors, LLC	Jefferson
Mainstream, Inc.	Bullitt
Manoochehr Mazloomdoost, P.S.C.	Fayette
Map Enterprises Inc.	Graves
McDaniel Financial Services, PLLC	Boyle
MEMStim LLC	Jefferson
Miranda Construction, LLC	Jefferson
Nationwide Construction, Inc.	Bullitt
New Vitalis, LLC	Jefferson
NM-Louisville, Inc.	Jefferson
Paladin, Inc.	Fayette
Quantum Enterprises, Inc.	Jefferson
Russtech Admixtures, Inc.	Jefferson
S.B. Chiropractic, PSC	Jefferson
Service Specialties, LLC	Clark
Shannon Hudson	McLean
Six Sigma, Inc.	Jefferson
SKY Property Management, LLC	Warren
Stephen D. Prater Builder, Inc.	Fayette
Sunergos Coffee, LTD. Co.	Jefferson
The Cubero Group, Inc.	Jefferson
The Oliver Group, Inc.	Jefferson
Thermal Equipment Service, Inc.	Fayette
The Roberts Group, P.S.C.	Fayette
The Weekly Juicery, LLC	Fayette
Three Family, LLC	Clark
Traughber Mechanical Services, Inc.	Simpson
TSC, LLC	Rowan
Volta Inc.	Franklin
Winner's Circle Painting, LLC	Jessamine

Closed Session

49.

Other Business

50. Election of Officers

51. 2018 KEDFA Board Meeting Schedule

Adjournment

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

BOARD MEETING October 26, 2017

MINUTES

Call to Order

The Kentucky Economic Development Finance Authority (KEDFA) convened at 10:00 a.m. EDT on October 26, 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, Pamela Trautner, Proxy for Secretary William M. Landrum, III, Tucker Ballinger and Joe Kelly

Staff Present: Bobby Aldridge, Tim Back, Jessica Burke, Sarah Butler, Lynda Cunningham, Michelle Elder, Alec Germond, Kimberly Gester, Reid Glass, Krista Harrod, Brandon Mattingly, Kylee Palmer, Debbie Phillips, Lindsey Ransdell, Taylor Sears, Tess Simon, Kristina Slattery, Katie Smith and Lucas Witt

Others Present: Michael Kalinyak, Hurt, Deckard & May; Mike Herrington, Stites & Harbison; Alex Stafferini, Stoll Keenon Ogden; Chris Brewer, AECOM; Michael Brandy and Jerry Royce, Brandicorp LLC; Sharmili Reddy, City of Ft. Mitchell; Casey Bolton, Commonwealth Economics; Mike Baker, Hancock County Industrial Foundation; Jim Parsons, Keating Meuthing & Klekamp; Rebecca Fleischaker, Louisville Forward; Sandy Williams, Office of Financial Management, Finance & Administration Cabinet; Darrin Nunley, P-K Tool & Mfg. Co.; David Stipes, Richmond Industrial Development Corporation; Justin Hartfiel and Debbie Hayes, The Christ Hospital Health Network; Robert Meyer, Frank Nagorney and Leon Polott, WhiteRock Pigments, Inc.; Barry Lendrum, Paladin; and Jay Hall, Tourism, Arts and Heritage Cabinet

Approval of Minutes

Chairman Hale entertained a motion to approve the minutes from the September 28, 2017 regular KEDFA board meeting.

Joe Kelly moved to approve the minutes, as presented; Tucker Ballinger 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 Krista Harrod to review the financial statements and monthly monitoring reports as of September 30, 2017. After review, the Authority accepted the statements and reports as presented.

Kentucky Business Incentives (KBI) Projects (Amendment)

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

Sabert Corporation

Bullitt County

Mr. Aldridge stated due to growth at a faster pace than expected and increased investment from \$8,000,000 to \$18,000,000, Sabert Corporation requested a First Amendment to Tax Incentive Agreement to increase the approved costs from \$500,000 to \$1,000,000, to increase the job target at activation from 10 to 60 full-time Kentucky resident employees and to increase the job targets for the following 10 years to an annual average of 65 full-time Kentucky resident employees.

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.

Trilogy Management Services, LLC - #18511

Jefferson County

Mr. Aldridge stated Trilogy Investors, LLC is a provider of senior living and long-term health care services. The company originally received approval for a KBI project to assist with the expansion of its headquarters at 303 N. Hurstbourne Parkway in Louisville. Following approval, Trilogy Investors, LLC transferred the project to its wholly-owned subsidiary, Trilogy Health Services, LLC. Trilogy Investors, LLC was the 100% owner of Trilogy Health Services, LLC and Trilogy Management Services, LLC. Effective January 1, 2013, Trilogy Management Services, LLC became the employer of the project employees and was added to the project as an approved affiliate. The project activated May 31, 2014.

Pursuant to a Management Agreement dated December 1, 2015, Trilogy Investors, LLC was restructured into three separate legal entities. Trilogy Management Services, LLC is now independently owned, occupies the project site and provides headquarters services to the other entities. The purpose of this amendment is to transfer and assign the project to Trilogy Management Services, LLC as the approved company with no approved affiliates.

Staff recommended approval of the KBI amendment request.

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

Trilogy Management Services, LLC - #19648

Jefferson County

Mr. Aldridge stated Trilogy Health Services, LLC received final approval on August 27, 2015 for a second KBI project to further expand its headquarters in Louisville. The project was approved with Trilogy Health Services, LLC as the approved company and Trilogy Management Services, LLC as an approved affiliate. Pursuant to a restructuring effective December 1, 2015, the project was transferred and assigned to Trilogy Management Services, LLC. The purpose of this amendment is to transfer and assign the project to Trilogy Management Services, LLC as the approved company with no approved affiliates.

Staff recommended approval of the KBI amendment request.

Mr. Ballinger moved to approve the staff recommendation, as presented; Ms. Trautner 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 6 companies requested additional time to complete the projects. Mr. Aldridge asked that all 6 be presented as one motion.

Company	County	Extension
Toyota Tsusho America, Inc.	Scott	3 Month
Carl Zeiss Vision Inc.	Boone	5 Month
Lakeshore Equipment Company dba Lakeshore Learning Materials	Woodford	5 Month
Brown-Forman Corporation #19943	Jefferson	12 Month
Brown-Forman Corporation #19944	Jefferson	12 Month
Corning Incorporated	Boyle	12 Month

Staff recommended approval of the KEIA extension requests.

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

KEIA Project (Modification)

Chairman Hale called on Lynda Cunningham to present a KEIA project modification request to the Authority.

DCL Logistics Jefferson County

Ms. Cunningham stated DCL Logistics received KEIA approval on September 28, 2017 for a service and technology project in Jefferson County. DCL Logistics is an assumed name and the legal name is DCL Fulfillment, Inc. The purpose of this modification is to correct the approved company name from DCL Logistics to DCL Fulfillment, Inc. dba DCL Logistics.

Staff recommended approval of the KEIA modification request.

Mr. Ballinger 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.

Churchill Downs Racetrack, LLC Jefferson County

**Lucas Witt
Michelle Elder**

Lucas Witt stated Churchill Downs Incorporated is an industry-leading racing, gaming and online entertainment company anchored by the iconic Kentucky Derby. Churchill Downs was organized as a Kentucky corporation in 1928 and is continuing to grow its operations in Louisville. The company is considering the development and construction of a new Historical Racing Machine facility at its old Tracksides property in Louisville to meet the growing demands of such entertainment. Mr. Witt announced that Jay Hall, Tourism, Arts and Heritage Cabinet, was present and that the Cabinet was in support of the project.

Michelle Elder stated the project investment is \$60,000,000 of which \$35,000,000 qualifies as KEIA eligible costs.

Staff recommended approval of the KEIA approved recovery amount of \$600,000 for construction materials and building fixtures.

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

Southern Recycling, LLC
Warren County

Alec Germond
Michelle Elder

Alec Germond stated Southern Recycling, LLC is a full-service recycling company. The company currently processes and ships 10,000 tons per month of metal scrap and recyclables from its Bowling Green facility. Due to the rapid growth in all business segments, the company has outgrown its present facility. The company is considering the development and construction of a new facility on its own land to allow for the installation of new, state-of-the-art processing equipment to better manage material flows more efficiently.

Ms. Elder stated the project investment is \$6,027,525 of which \$3,311,050 qualifies as KEIA eligible costs.

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

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

Pizza Wholesale of Lexington, Incorporated
Bourbon County

Lindsey Ransdell
Michelle Elder

Lindsey Ransdell stated Pizza Wholesale of Lexington, Incorporated (PWL), established in 1976, is a founding distributor for Hunt Brothers® brand of products that services 3,400 customers across 16 states. PWL and its affiliates distributes to 22 warehouse facilities in 16 states. The company is considering the construction of a new distribution and headquarters facility in Paris which will include office space, warehousing and an R&D kitchen. This additional space will allow for future growth.

Ms. Elder stated the project investment is \$9,325,000 of which \$5,550,000 qualifies as KEIA eligible costs.

Staff recommended approval of the KEIA approved recovery amount of \$330,000 for construction materials and building fixtures.

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

Strigiformes, LLC
Nelson County

Lindsey Ransdell
Michelle Elder

Ms. Ransdell stated SPI Group is an independent company headquartered in Luxembourg with production facilities in the US, Mexico, Argentina, Latvia and Spain. The company's mission is to build a portfolio of select premium drink brands by controlling and perfecting every stage of the process, from cultivation to distribution. The company, through its subsidiary Strigiformes, LLC, is considering property in Bardstown to establish a distillery, rickhouses, visitor's center and other related facilities for the production of bourbon.

Ms. Elder stated the project investment is \$149,750,000 of which \$70,000,000 qualifies as KEIA eligible costs.

Staff recommended approval of the KEIA approved recovery amount of \$1,200,000 for construction materials and building fixtures.

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

Kentucky Business Investment (KBI) Project (Preliminary) and KEIA Project
Chairman Hale called on staff to present the KBI preliminary project and KEIA project to the Authority.

**WhiteRock Pigments, Inc.
Hancock County**

**Kristina Slattery
Lynda Cunningham**

Kristina Slattery stated WhiteRock Pigments, Inc. is considering the acquisition and retrofit of a Hawesville facility as a new chemical process production plant. The plant will implement the first of its kind, environmentally clean production process. The product that will be produced at the facility has many uses across many diverse industries and end user applications. The company already holds supply contracts with prospective customers ready to purchase at least half of its projected output from the Hawesville site for 10 years.

Ms. Slattery introduced Robert Meyer, Frank Nagorney, Leon Polott and Mike Baker with an invitation to address the board regarding the project and answer any questions from the board.

Ms. Cunningham stated the project investment is \$179,626,333 of which \$16,099,333 qualifies as KBI eligible costs and \$9,059,333 qualifies as KEIA eligible costs. The highest job target over the term of the agreement is 124 with an average hourly wage of \$23.00 including benefits. The state wage assessment participation is 3.0% and Hancock County will participate at 1.0%.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$3,000,000 and the KEIA approved recovery amount of \$300,000 for construction materials and building fixtures.

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

KBI Projects (Preliminary)

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

**Altec Industries, Inc.
Hardin County**

**Alec Germond
Lynda Cunningham**

Mr. Germond stated Altec Industries, Inc. is a privately held company formed in 1929. The company is a leading provider of products and services to the electric utility, telecommunications, tree care, lights and signs, and contractor markets. The company is considering the expansion of its Elizabethtown facility to allow for continued growth by increasing production and the introduction of new product lines.

Ms. Cunningham stated the project investment is \$2,475,000 all of which qualifies as KBI eligible costs. The highest job target over the term of the agreement is 100 with an average hourly wage of \$24.00 including benefits. The state wage assessment participation is 3.0% and the City of Elizabethtown 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. The project will include multiple locations within Elizabethtown/Hardin County. Only investment costs incurred at 200 Altec Drive 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 \$1,200,000.

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

**Anderson Hardwood Pellets, LLC
Jefferson County**

**Tess Simon
Debbie Phillips**

Tess Simon stated Anderson Hardwood Pellets, LLC is a manufacturer of hardwood pellets used for home heating. The company is considering opening a finishing facility to support its sister company, Anderson Wood Products Company, which manufactures bed posts, headboards and rails out of hardwood lumber.

Debbie Phillips stated the project investment is \$1,104,000 of which \$676,000 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 14 with an average hourly wage of \$17.00 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 \$150,000.

After discussion, Mr. Ballinger moved to approve the staff recommendation, as presented; Ms. Trautner seconded the motion. Motion passed; unanimous.

**P-K Tool & Mfg. Co.
Madison County**

**Tess Simon
Debbie Phillips**

Ms. Simon stated P-K Tool & Mfg. Co. is a metal stamping company serving several industries with a focus on the automotive and ATV industry. The company is considering an expansion of its existing facility to accommodate additional growth.

Ms. Simon introduced Darrin Nunley and David Stipes and invited them to address the board regarding the project and answer any questions the board may have.

Ms. Phillips stated the project investment is \$4,020,000 of which \$1,460,000 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 45 with an average hourly wage of \$15.50 including benefits. The state wage assessment participation is 3.0% and the City of Richmond 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 \$300,000.

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

**Appriss Inc.
Jefferson County**

**Lindsey Ransdell
Michelle Elder**

Ms. Ransdell stated Appriss Inc., founded in 1994, is a provider of solutions, delivering advanced data and analytics that solve difficult problems with the public safety, risk mitigation, public health and global retail markets. The company is considering leasing new space to improve operating efficiencies and to accommodate for future growth.

Ms. Elder stated the project investment is \$11,290,600 of which \$6,712,800 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 200 with an average hourly wage of \$40.00 including benefits. The state wage assessment participation is 3.0% and Louisville/Jefferson County Metro Government will participate at 1.0%. The company will be required to maintain a base employment equal to the 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 \$3,000,000.

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

**Kentucky Microfoodery, LLC
Rockcastle County**

**Lucas Witt
Michelle Elder**

Mr. Witt stated Kentucky Microfoodery, LLC, a new company, is proposing to occupy an existing plant facility in Rockcastle County. The occupancy will include a retrofit to accommodate food production. The company will be the new manufacturer of Hall's Beer Cheese and the line of Hall's Dips & Spreads.

Ms. Elder stated the project investment is \$3,740,000 of which \$3,320,000 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 45 with an average hourly wage of \$15.00 including benefits. The state wage assessment participation is 5.0%.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$700,000.

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 6 companies requested additional time to complete the projects. Ms. Elder asked that all 6 be presented as one motion.

Company	County	Extension
Amazon.com.kydc LLC	Taylor	6 Month
Best Sanitizers, Inc.	Boone	6 Month
Ticona Polymers, Inc.	Boone	6 Month
Xact Associates, LLC dba Xact Communications	Fayette	6 Month
Bemis Packaging, LLC	Shelby	12 Month
Sumitomo Electric Wiring Systems, Inc.	Fayette	12 Month

Staff recommended approval of the KBI extension requests.

Mr. Ballinger moved to approve the staff recommendation, as presented; Ms. Trautner 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 5 companies requested KBI final approval, 2 of which have modifications since preliminary approval. Ms. Phillips asked that all 5 be presented as one motion.

No Modifications:

Project Name	County	Type Project
El Toro.com, LLC	Jefferson	Service & Technology
Nifco America Corporation	Shelby	Manufacturing
Superior Composites Co., LLC	Lewis	Manufacturing

Modifications:

OncoMed Specialty L.L.C. Jefferson Headquarters
The total investment increased from \$2,000,000 to \$4,200,000. Eligible costs increased from \$1,600,000 to \$2,550,000. Addition of the following affiliates: Pharmacy Corporation of America, CareMed Specialty, LLC, Sorkins Rx, Ltd. and Sina Drug LLC. Project has changed from an owned project to a leased project. The total negotiated tax incentive amount increased from \$1,600,000 to \$2,500,000. All other aspects of the project remain the same.

RXC Acquisition Company
dba RxCrossroads Jefferson Service & Technology
The total investment increased from \$4,300,000 to \$5,473,750. The eligible costs increased from \$2,800,000 to \$3,486,875. The job target increased from 80 to 248. The total negotiated tax incentive amount increased from \$1,100,000 to \$3,000,000. 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 (Final)

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

Estron Chemicals, Inc. Marshall County

Ms. Elder stated Estron Chemicals, Inc. requested final approval with no modifications since preliminary approval. The company currently has 53 full-time, Kentucky resident employees and has expended \$5,474,908 in equipment and related costs of which \$2,737,454 are eligible costs. Estron Chemicals, Inc. is eligible to receive the \$800,000 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. Ballinger 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 20 Kentucky small businesses from 9 counties with qualifying tax credits of \$223,100. The 20 businesses created 66 jobs and invested \$957,280 in qualifying equipment and/or technology.

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

Qualified Small Business	County	Beg. Emp.	Elig. Pos.	Average Hourly Wage	Qualifying Equipment and/or Technology	Tax Credit
ACCO, Inc.	Jefferson	14	1	\$ 15.14	\$ 29,930	\$ 3,500
Alistate Heating and Cooling, Incorporated	Fayette	32	7	\$ 22.79	\$ 35,100	\$ 24,500
Barnhill Enterprises, LLC	Fayette	17	1	\$ 14.86	\$ 9,549	\$ 3,500
Bluegrass Chiro, PLLC	Boyle	25	5	\$ 20.06	\$ 18,050	\$ 17,500
Corvin's Furniture & Carpet, LLC	Nelson	11	3	\$ 17.47	\$ 58,522	\$ 10,500
D & B Plumbing, LLC	Kenton	4	2	\$ 17.50	\$ 75,886	\$ 7,000
Deanna Ramsey, CPA, LLC	Woodford	4	1	\$ 13.00	\$ 5,944	\$ 3,500
Don Franklin Ford, Inc.	Adair	30	2	\$ 31.71	\$ 7,196	\$ 7,000
Elkins Waste Services, Inc.	Greenup	8	4	\$ 12.75	\$ 32,640	\$ 14,000
Exscien Corporation	Jefferson	0	3	\$ 49.95	\$ 31,930	\$ 10,500
foxdulaney LLC	Jefferson	0	3	\$ 13.33	\$ 14,899	\$ 10,500
Franklin Chevrolet Buick GMC, LLC	Adair	15	2	\$ 22.50	\$ 7,697	\$ 7,000
JR Buck Industries, LLC	Fayette	11	2	\$ 16.00	\$ 119,990	\$ 7,000
LoVo Systems, Inc.	Fayette	15	3	\$ 26.72	\$ 26,654	\$ 10,500
P & S Products, Inc.	Fayette	41	6	\$ 25.75	\$ 366,758	\$ 21,000
Paratechs Corp.	Fayette	5	1	\$ 21.63	\$ 6,696	\$ 3,500
PowerTech Water, LLC	Fayette	1	2	\$ 24.72	\$ 14,495	\$ 7,000
RuffleGirl Inc.	Hardin	2	8	\$ 25.23	\$ 36,376	\$ 25,000
Synergy Home LLC	Fayette	0	7	\$ 19.29	\$ 53,285	\$ 24,500
VeBridge Holdings, Inc.	Fayette	20	3	\$ 28.65	\$ 5,683	\$ 5,600

Staff recommended approval of the KSBTC tax credits.

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

Kentucky Small Business Credit Initiative (KSBCI) Quarterly Report

Chairman Hale called on Ms. Palmer to review the Quarterly KSBCI Report for the period ending September 30, 2017. After review, the Authority accepted the report as presented.

Executive Session

Pursuant to KRS Section 61.810 (1) (G), Chairman Hale entertained a motion to enter into executive session to discuss a specific business proposal, the open discussion of which would jeopardize the siting, retention, expansion or upgrading of the business.

Mr. Ballinger moved to enter into executive session; Mr. Kelly seconded the motion. Motion passed; unanimous.

The board entered into executive session at 10:39 a.m.

Regular Session

Chairman Hale entertained a motion to return to regular session.

Mr. Ballinger moved to return to regular session; Ms. Trautner seconded the motion. Motion passed; unanimous.

The board returned to regular session 11:07 a.m.

Other Business

Katie Smith informed the board that the Partnership Board met on Friday, October 20, 2017 and voted on the following KEDFA Board appointments and reappointments:

Appointments:

Don Goodin, Owner
Lebanon Oak Flooring Company, LLC

Chad Miller, CEO
LockNet, LLC

Reappointments:

Jean Hale, President & CEO
Community Trust Bancorp, Inc.

Tucker Ballinger, President & CEO
Forcht Bank

Joe Kelly, Retired President
Columbia Gas of Kentucky

Dorsey Hall, President & CEO
South Central Bancshares of Kentucky, Inc.

Adjournment

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

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

The meeting adjourned at 11:08 a.m.

PRESIDING OFFICER:



Jean Hale, Chairman

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

SPECIAL MEETING November 16, 2017

MINUTES

Call to Order

The Kentucky Economic Development Finance Authority convened at 10:00 a.m. EST, November 16, 2017, at the Cabinet for Economic Development, Old Capitol Annex, 300 West Broadway, Board of Directors Conference Room, 1st Floor, in Frankfort, Kentucky, for a special meeting to consider a Kentucky Business Investment (KBI) project in Bullitt County.

Notification of Press

Dorsey Hall, Assistant Secretary Treasurer, received verification that the media had been notified of the KEDFA Special Board Meeting.

Roll Call

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

Staff Present: Jessica Burke, Sarah Butler, Michelle Elder, Jack Mazurak, Lindsey Ransdell, Katie Smith and Teresa Spreitzer

Others Present: None

KBI Project

Mr. Hall called on staff to present the KBI Preliminary project to the Authority.

New Flyer of America Inc. Bullitt County

**Lindsey Ransdell
Michelle Elder**

Lindsey Ransdell stated New Flyer of America Inc. ("New Flyer") is the U.S. subsidiary of New Flyer Industries Inc. ("NFI Group"). NFI Group is the largest transit bus and motor coach manufacturer and parts distributor in North America with 31 fabrication, manufacturing, distribution and service centers in Canada and the United States employing over 5,800 team members. NFI Group was founded in 1930, and has since become a publicly traded entity with a market cap of \$2 billion. NFI Group proudly employs more American workers than any other bus manufacturer in North America. The company is considering the lease and subsequent construction of a facility that would allow additional space for insourcing and manufacturing of new products. It is intended that parts produced in the facility will support the New Flyer, Motor Coach Industries, and NFI Parts business units within the NFI Group. This will improve the company's competitiveness through reduced product turnaround time, and more sustainable and reliable manufacturing and operations processes.

Ms. Elder stated the project investment is \$40,000,000 of which \$20,000,000 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 550 with an average hourly wage of \$23.00 including benefits. The state wage assessment participation is 3.0% and the City of Shepherdsville will participate at 1.0%.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$8,500,000.

Dorsey Hall moved to approve the staff recommendation, as presented; Secretary William M. Landrum, III seconded the motion. Motion passed; unanimous.

Adjournment

There being no further business, Mr. Hall entertained a motion to adjourn.

Tucker Ballinger moved to adjourn the KEDFA Special Board Meeting; Secretary Landrum seconded the motion. Motion passed; unanimous.

The meeting adjourned at 10:08 a.m.

PRESIDING OFFICER:



Jean Hale, Chairman

KEDFA APPROVED AND NOT DISBURSED

10/31/2017

Approved and Undisbursed KEDFA Projects

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

KEDFA LOANS

None

KEDFA GRANTS

Louisville/Jefferson County Metro Government (Louisville Regional Airlift Development, Inc.)		Jefferson	Jul-17	Jan-20	\$1,330,000
---	--	-----------	--------	--------	-------------

SMALL BUSINESS LOANS

None

TOTAL APPROVED AND UNDISBURSED KEDFA PROJECT(S)**\$1,330,000****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	(\$111,838)	\$264,235
Louisville/Jefferson County Metro Government (Restaurant Supply Chain Solutions)	21636	Jefferson	May-17	Jun-20	\$500,000	(\$125,000)	\$375,000
Tri-County Economic Development Corporation	21599	Kenton	Feb-17	Jun-23	\$2,000,000	(\$399,869)	\$1,600,131

TOTAL APPROVED AND PARTIALLY DISBURSED KEDFA PROJECT(S)**\$2,239,366****TOTAL KEDFA APPROVED AND NOT DISBURSED****\$3,569,366**

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
STATEMENT OF NET POSITION
10/31/2017

	FUND A	BOND FUND	Small Bus. Loan Pool	KEDFA 10/31/17	OOE 10/31/17	COMBINED 10/31/17
<u>ASSETS</u>						
Cash & Accounts Receivable						
Operating Account	107,031.39	0.00	0.00	107,031.39	0.00	107,031.39
Cash	2,925,049.54	14,681,908.45	397,888.14	18,004,846.13	0.00	18,004,846.13
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	2,145,790.27	2,145,790.27
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	0.00	0.00	0.00	0.00	0.00	0.00
Intergovernment Receivable	2,239,366.04	0.00	0.00	2,239,366.04	793,077.69	3,032,443.73
Total Cash & Accounts Receivable	5,271,446.97	14,681,908.45	397,888.14	20,351,243.56	3,080,411.84	23,431,655.40
Accrued Interest Receivable						
Loans	25,319.17	6,126.69	0.00	31,445.86	(770.50)	30,675.36
Investments	1,479.65	8,296.41	226.01	10,002.07	0.00	10,002.07
Total Accrued Interest Receivable	26,798.82	14,423.10	226.01	41,447.93	(770.50)	40,677.43
Notes Receivable						
Loans Receivable	18,774,558.06	3,317,681.24	0.00	22,092,239.30	20,317.00	22,112,556.30
(Allowance for Doubtful Accounts)	0.00	0.00	0.00	(1,619,722.61)	0.00	(1,619,722.61)
Total Notes Receivable	18,774,558.06	3,317,681.24	0.00	20,472,516.69	20,317.00	20,492,833.69
TOTAL ASSETS	24,072,803.85	18,014,012.79	398,114.15	40,865,208.18	3,099,958.34	43,965,166.52
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				0.00	0.00	0.00
Intergovernment Payable				0.00	500.00	500.00
Grants Payable				0.00	0.00	0.00
Pension Liability				9,341,000.00	0.00	9,341,000.00
TOTAL LIABILITIES				9,666,453.00	500.00	9,666,953.00
DEFERRED INFLOWS OF RESOURCES				0.00	0.00	0.00
<u>NET POSITION</u>						
Beginning Balance				33,177,769.74	4,364,119.78	37,541,889.52
Current Year Undivided Profits				(999,014.56)	(1,264,661.44)	(2,263,676.00)
TOTAL NET POSITION				32,178,755.18	3,099,458.34	35,278,213.52

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 October 31, 2017

	FUND A	BOND FUND	Small Bus Loan Pool	OOE FUND	FY 2017-2018 YEAR TO DATE	FY 2016-2017 YEAR TO DATE
Operating Revenues - KEDFA						
Interest Income/Loans	17,804.57	5,644.67	0.00	0.00	94,785.47	71,694.60
Interest Income/ Investments	1,479.65	8,296.41	226.01	0.00	37,906.14	841.70
Late Fees	0.00	0.00	0.00	0.00	0.00	0.00
Application Fees	96,618.50	0.00	0.00	0.00	173,293.25	153,928.54
Miscellaneous Income	1,670.24	0.00	0.00	0.00	2,140.58	35.10
Total Operating Revenues - KEDFA	117,572.96	13,941.08	226.01	0.00	308,125.44	226,499.94
Operating Expenses - KEDFA						
Salaries	93,163.54				412,588.99	402,713.12
Employee benefits	65,462.93				292,580.18	272,372.24
Pension Liability Adjustment	0.00				0.00	0.00
Other Personnel Costs	0.00				0.00	0.00
Contracted Personal Services	8,205.04				32,274.64	32,836.90
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	0.38				6.23	6.15
Telecommunications	0.00				0.00	0.00
Computer Services	0.00				0.00	0.00
Supplies	0.00				0.00	0.00
Miscellaneous Services	0.00				16.00	721.14
Travel	196.00				608.00	913.89
Miscellaneous Commodities	0.00				199.00	395.00
Commodities Expense	0.00				0.00	0.00
Bad Debt Expense	0.00				0.00	0.00
Grant Disbursement	0.00				0.00	0.00
Total Operating Expenses - KEDFA	167,027.89	0.00	0.00	0.00	738,273.04	709,958.44
Income (Loss) from Operations - KEDFA	(49,454.93)	13,941.08	226.01	0.00	(430,147.60)	(483,458.50)
Non-Operating Revenues (Expenses) - KEDFA						
Operating Transfer Out - General Fund	0.00				0.00	0.00
Operating Transfer Out - BSSC					0.00	0.00
Operating Transfer Out - Secretary's Office					0.00	0.00
Operating Transfer Out - New Business	0.00				0.00	0.00
Transfer Due from Bonds	0.00				0.00	2,000,000.00
Grants Disbursed	0.00				(568,866.96)	0.00
Operating Transfer In - Economic Dev	0.00				0.00	0.00
Unrealized Gains/(Losses) on Investment	0.00				0.00	0.00
Realized Gains/(Losses) on Investment	0.00				0.00	0.00
Total Non-Operating Revenues (Expenses) -	0.00	0.00	0.00	0.00	(568,866.96)	2,000,000.00
CHANGE IN NET POSITION - KEDFA	(49,454.93)	13,941.08	226.01	0.00	(999,014.56)	1,516,541.50
Operating Revenues (Expenses) - OOE						
Interest Income - Loans				31.90	129.80	558.17
Misc Income				0.00	0.00	0.00
Disbursements: Projects (Note 1)				(657,416.54)	(1,325,088.84)	(75,000.00)
Repayments received from Projects				0.00	60,797.60	159,807.10
Non-Operating Revenues (Expenses) - OOE						
Operating Transfer in - OOE					0.00	0.00
Transfer Due from Bonds					0.00	200,000.00
Operating Transfer Out - OOE				0.00	(500.00)	(169,903.35)
CHANGE IN NET POSITION - OOE	0.00	0.00	0.00	(657,384.64)	(1,264,661.44)	115,461.92
CHANGE IN NET POSITION - COMBINED	(49,454.93)	13,941.08	226.01	(657,384.64)	(2,263,676.00)	1,632,003.42

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
10/31/2017

	10/31/2016	10/31/2017
Fund A Cash Balance	\$2,231,710.25	\$2,925,049.54
Less: Approved/Undisbursed	0.00	0.00
Total Unobligated Balance	\$2,231,710.25	\$2,925,049.54
2003 Bond Fund Cash Balance	\$14,283,009.38	\$14,681,908.45
Less: Approved/Undisbursed	(\$5,500,000.00)	(3,569,366.00)
Total Unobligated Balance	\$8,783,009.38	\$11,112,542.45
Small Business Loan Fund Cash Balance	\$395,961.20	\$397,888.14
Less: Approved/Undisbursed	\$0.00	0.00
Total Unobligated Balance	\$395,961.20	\$397,888.14
Bond Funds to be Provided for Loans	\$0.00	\$0.00
Less: Approved/Undisbursed	\$0.00	0.00
Total Unobligated Balance	\$0.00	\$0.00
Budget: Cash to be Transferred to Other CED Programs for	\$0.00	
CASH AVAILABLE	\$11,410,680.83	\$14,435,480.13
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	\$3,051,293.93	\$2,145,290.27
Less: Approved/Undisbursed	(\$1,795,372.00)	(\$591,279.00)
LGEDF Pool	\$4,043.88	\$4,043.88
Less: Approved/Undisbursed	\$0.00	\$0.00
Bond Funds to be Provided for Approved Projects	\$1,230,370.00	\$793,077.69
Bond Funds Available for Projects	\$0.00	
Total Unobligated Balance	\$2,627,835.81	\$2,488,632.84
TOTAL ALL FUNDS	\$14,038,516.64	\$16,924,112.97

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

KEDFA Meeting date	12/7/2017
Total Projects Approved Fiscal Year-to-Date	21
Number of Proposed Projects for Current Month	4

Construction Materials and Building Fixtures

Fiscal Year Cap	\$20,000,000
Approved Fiscal Year-to-Date	\$5,505,000
Committed Amount	<u>\$0</u>
Balance Available for Current Month	\$14,495,000
Proposed Approval for Current Month	<u>\$950,000</u>
Balance Available for Remainder of Fiscal Year	<u><u>\$13,545,000</u></u>

Research & Development and Electronic Processing Equipment

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

KBI Summary

Updated November 29, 2017

Fiscal Year End Reporting

Year	Number of Projects	Jobs			Wages		
		Jobs Reported	Job Target	% Achieved	Average Wage Reported	Wage Target	% Achieved
2010	1	40	51	78%	\$11.42	\$11.00	104%
2011	5	269	257	105%	\$35.00	\$28.90	121%
2012	18	1,264	1,154	110%	\$25.30	\$23.23	109%
2013	57	5,909	5,380	110%	\$24.84	\$23.37	106%
2014	92	9,925	9,442	105%	\$24.92	\$23.04	108%
2015	125	13,941	11,948	117%	\$25.42	\$22.56	113%
2016	128	14,665	12,377	118%	\$25.10	\$21.36	118%
2017	19	2,286	1,483	154%	\$26.05	\$19.15	136%

Annual Maximums and Incentives Claimed

Year	Approved Annual Maximum	Earned Annual Maximum	Incentives Claimed*	Utilization Rate
2010-2012**	\$5,182,833	\$4,914,663		
2013	\$15,799,451	\$14,103,743		
2014	\$27,770,169	\$24,126,108		
2015	\$46,079,440	\$40,282,300		
2016	\$37,953,315	\$34,371,920		
2017	\$24,040,845	\$19,927,674		
Grand Total	\$156,826,052	\$137,726,407	\$57,569,133	42%

- The Commonwealth provided \$3,926 of incentives per new job created based on actual incentives claimed and actual jobs reported in 2016.
- Based on actual jobs and wages reported in 2016, companies claiming incentives reported an additional \$765 million of payroll for new, full-time Kentucky resident jobs. This equated to \$13 for every \$1 of claimed incentives.


***Notes on incentives claimed:** Data is based on information provided by the Kentucky Department of Revenue. Total incentives claimed represents the total of income tax credits and wage assessments claimed through June 30, 2017.

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

Project Update Report

Project	County	Approval Date	Exit Date	Program
<u>Conntek Integrated Solutions, Inc</u>	<u>Jefferson</u>	<u>10/30/2014</u>	<u>10/31/2017</u>	<u>KBI</u>
Explanation: <u>Several attempts to contact the Company with no response. Project expired 10/31/2017.</u>				
<u>Bluegrass Supply Chain Services</u>	<u>Hart</u>	<u>01/28/2016</u>	<u>10/10/2017</u>	<u>KBI</u>
Explanation: <u>Company withdrew from KBI Program per email dated 10/10/2017.</u>				
<u>Koogee LLC dba Comfy Cow</u>	<u>Jefferson</u>	<u>12/11/2014</u>	<u>10/10/2017</u>	<u>KBI</u>
Explanation: <u>Company withdrew from the KBI Program per email dated 10/10/2017.</u>				
<u>PCA-Corrections, LLC</u>	<u>Jefferson</u>	<u>4/26/2012</u>	<u>10/24/2017</u>	<u>KBI</u>
Explanation: <u>In connection with a corporate reorganization effective 12/2/2015, all the project employees were transferred to another entity and the Company no longer meets KBI requirements.</u>				

MEMORANDUM

TO: KEDFA Board
FROM: Kylee Palmer 
DATE: December 7, 2017
SUBJECT: Louisville Renaissance Zone Pilot Program TIF (Jefferson County)

The Louisville Renaissance Zone Corporation (LRZC) was granted approval for a TIF project under the TIF Pilot Program statutes as they existed on December 8, 2003, and the Commonwealth entered into a Grant Agreement with LRZC. Under the TIF Pilot Program, projects in cities of the first class are eligible upon Governor's approval to receive taxes paid by taxpayers located within the tax increment financing district. For the Renaissance Zone TIF, withholding, sales and property taxes are eligible for recovery over 20 years if they were generated within the 3,000 acre TIF district (Development Area) south of the Louisville International Airport, north of I-265 and bounded by I-65 to the east and CSX right-of-way to the west.

Background/History

The Commonwealth, Louisville Metro Government, Louisville Regional Airport Authority (LRAA) and others invested approximately \$800 million in the development of the Louisville International Airport through the Louisville Airport Improvement Program (LAIP). The LAIP consisted of a new system of independent parallel runways, a new air traffic control tower, new navigational systems and other improvements serving as a catalyst for United Parcel Service's investment of billions of dollars in its UPS Worldport® international sorting center located at the Airport.

In connection with its Part 150 noise mitigation voluntary residential relocation program, the LRAA acquired approximately 700 acres south of the Airport in the Minors Lane area at a projected cost of approximately \$150 million. This area lies within the Development Area. Under federal law, the LRAA must either utilize the Part 150 Property for aviation-related projects approved by the Federal Aviation Administration (FAA) or resell the Part 150 Property, with the proceeds applied to aviation-related projects or repaid to the FAA.

The LRAA engaged in a master planning process to identify various additional public projects to acquire property, improve public infrastructure, and otherwise promote capital investment in and the redevelopment of the Development Area. The Commonwealth approved these initial projects as Project No. 1. These projects have been completed, and within the Development

Area, they have resulted in increased property values, dramatically increased employment and capital investment, additional tax revenues and general revitalization.

The LRAA has identified additional projects that would be located in the Development Area. These projects would further improve public infrastructure, and otherwise promote capital investment in the redevelopment of the area. The Commonwealth previously found the Development Area was in need of public improvement and that the projects to be undertaken in the development area would result in an increase in the value of the property or result in increased employment.

Current Request

Louisville Renaissance Zone Corp Proposed TIF Project No. 2 Application

Component Project Descriptions:	Estimated Costs
Air Commerce Rehabilitation	\$ 3,200,000
Wetlands Phase III	1,246,000
Wetlands Phase IV	825,000
Outer Loop Turn Lane	1,250,000
Extend Utilities Lot 6	150,000
Final Storm Water Detention	1,250,000
Retail Lot Site Prep	500,000
Extend Aviation Way with Utilities	700,000
Renaissance Business Park Access Feasibility Study	275,000
Road Infrastructure to Support Additional Renaissance Business Park Access	12,500,000
Extend Universal Way with Utilities	875,000
Water Line Relocation	1,000,000
South Park Road Improvement	1,250,000
Sanitary Sewer Extension – South Park Rd	1,500,000
Minors Lane Partial Expansion to Three Lanes	800,000
Land Acquisition	1,500,000
Project Administration & Legal	1,500,000
	\$ 30,321,000

Per the terms of the Amended and Restated Grant Agreement, each future project proposed to be undertaken within the Development Area shall be reviewed by KEDFA based upon the following criteria:

- a. Whether the proposed project will improve public infrastructure within the Development Area or otherwise promote industrial development;
- b. Whether the proposed project involves the acquisition of property within the Development Area for the creation of new business or the expansion of existing business;
- c. Whether the proposed project will result in an increase in the value of property located in the Development Area;


- d. Whether the proposed project will result in increased employment in the Development Area and whether those employment opportunities will provide reasonable pay and benefits for employees;
- e. Whether the proposed project serves a public purpose for Louisville Metro Government or the Commonwealth;
- f. Whether the proposed project results in a significant capital investment in the Development Area;
- g. Whether the proposed project will generate tax revenue or revitalize the Development Area; or
- h. Whether the proposed project is necessary or desirable to promote and develop aviation.

The LRAA and the LRZC are requesting approval of the development of Project No. 2 within the TIF district and an amendment to the Amended and Restated Grant Contract to incorporate Project No. 2.

Staff recommends approval to amend the Amended and Restated Grant Contract to incorporate the development of Project No. 2 within the TIF district.

MEMORANDUM

To: KEDFA Board

From: Katie Smith
Commissioner 

Date: December 7, 2017

Subject: Hospital Revenue Bonds, Series 2017C (Baptist Healthcare System Obligated Group) – \$80,000,000 – Bond Resolution

Attached is a draft New Bond Issue Report related to KEDFA's proposed issuance of hospital revenue bonds in an amount not to exceed \$80 million on behalf of Baptist Healthcare System Obligated Group. The bond proceeds will be used to advance refund a portion of the Kentucky Economic Development Finance Authority Hospital Revenue Bonds, Series 2009A.

The following local jurisdictions were previously impacted by the projects funded with the bond proceeds and have or will have resolutions adopted requesting KEDFA issue these bonds: a) City of Corbin; b) City of LaGrange; c) Lexington-Fayette Urban County Government; d) City of Paducah and e) City of St. Matthews. KEDFA's approval will be contingent upon receipt of all required local resolutions.

A TEFRA public hearing pursuant to Section 147(f) of the U.S. Internal Revenue Code of 1986, as amended, is not required because (i) all of the prior bonds to be refunded by the issue of which the bonds are a part were approved as required by Section 147(f) of the U.S. Internal Revenue Code of 1986, (ii) the issue of which the bonds are a part is to be used exclusively to refund the prior bonds, and (iii) the average maturity date of the issue of which the bonds are a part is not later than the average maturity date of the prior bonds to be refunded by the issue of which the bonds are a part.

If the financing is approved, KEDFA would serve as the conduit issuer of the bonds. The bonds would not constitute a general obligation of KEDFA and KEDFA would not be obligated to pay principal or interest for the bonds from its own funds.

Staff recommends KEDFA's adoption of the attached bond resolution contingent upon receipt of all required local resolutions.

DRAFT

KEDFA BOND INFORMATION FORM

Name of Issue: Kentucky Economic Development Authority Hospital Revenue Bonds, Series 2017C (Baptist Healthcare System Obligated Group)

Name of project(s) covered by Issue: Various Baptist Healthcare System Prior Projects – See Exhibit A

Purpose of Issue: To refinance various Baptist Healthcare System Projects throughout Kentucky by advance refunding a portion of 2009A Bonds

Size: \$73,415,000 (par amount)

Date of Sale: December 27, 2017
Date of issue: December 28, 2017
Maturity: August 15, 2027

Ratings: 2017C Bonds will not be rated but Baptist Healthcare System long-term debt rating are Baa2 (Moody's) / A (Fitch)

Security: Master Trust Indenture Obligation of Baptist Healthcare System, secured by a pledge of revenues of the Obligated Group

Date authorization(s): October 27, 2016 (KEDFA public hearing)
December 7, 2017 (KEDFA approval)
May 18, 2017 (Governor approval)
December 13, 2017 (State Property and Buildings Commission)
December 19, 2017 (Capital Projects and Bond Oversight Committee)
December __, 2017 (Office of Financial Management of the Finance and Administration Cabinet)

Net Proceeds for Project:	\$71,943,300
Plus: Issuance Costs	<u>1,468,300</u>
GROSS PROCEEDS:	\$73,415,000

Terms of issue: Variable rate; bank placement; \$5,000 denoms; monthly interest; annual principal

Net interest rate: 1 month LIBOR plus 0.25%; currently estimated to be 1.75%

Length of term: 9.66 years

Bond (arbitrage) yield: V/R

Gross debt service amount: \$79,467,846.35

DRAFT

Average annual debt service: \$8,277,900.66

First call date: During Initial Period, **Premium at first call:** None
callable at any time on
20 days notice

Security: See above

Method of sale: Negotiated

Purchasers: Bank of America, N.A.

DRAFT

Professional Services

Pursuant to the provisions of KRS Chapter 47, Baptist Health is providing information on all costs associated, either directly or indirectly, with the issuance of revenue bonds or notes.

Agency: Kentucky Economic Development Finance Authority
 Issue: Hospital Revenue Bonds, Series 2017C (Baptist Healthcare System Obligated Group)

<u>Payee Name/Address*</u>	<u>Participation</u>	<u>Fees, commissions, or any other economic benefits received or anticipated to be received</u>
Kentucky Economic Development Finance Authority Old Capitol Annex 300 West Broadway Frankfort, KY 40601	Issuance Fee	\$10,000.00
Hall, Render, Killian, Heath & Lyman, P.C. 500 North Meridian St., Suite 400 Indianapolis, IN 46204	Bond Counsel Fee and Expenses	TBD
Stoll Keenon Ogden PLLC 500 West Jefferson Street 2000 PNC Plaza Louisville, KY 40202	Borrower Counsel Fee and Expenses	TBD
U.S. Bank National Association One Financial Square Louisville, KY 40202	Trustee's Fee	TBD
Stites & Harbison PLLC 400 West Market Street, Suite 1800 Louisville, KY 40202	Issuer's Counsel Fee and Expenses	TBD
Hammond Hanlon Camp LLC 623 Fifth Avenue, 29 th Floor New York, NY 10022	Financial Advisory Fee	TBD
Purchaser Bank of America, N.A. One Bryant Park New York, NY 10036	[Bank Closing Fee]	0.04% of Par Amount
Balch and Bingham 1901 Sixth Avenue North Suite 1500 Birmingham, AL 35203	Purchaser's Counsel Fee and Expenses	TBD
Causey Demgen & Moore P.C. 1125 Seventeenth Street - Suite 1450 Denver, Colorado 80202	Verification Agent	TBD

DRAFT

- * Payees listed shall include issuers, underwriters, placement agents and advisors, financial advisors, remarketing agents, credit enhancers, trustees, accountants, and the counsel of all such persons, bond counsel, special tax counsel, and any other persons receiving financing benefit from the issuance of revenue bonds or notes.

Note: Changes or additions in amounts or names of payees or recipients shall be furnished to the Capital Projects and Bond Oversight Committee and the Interim Joint Committee on Appropriations and Revenue, and shall be made available to the public, within three (3) days following such change or addition.

DRAFT

SOURCES AND USES (See attached)

Sources:	Bond Par Amount	<u>\$73,415,000.00</u>
	Total Sources	\$73,415,000.00
Debt Service:	(See attached)	
Uses:	Refunding Escrow Deposit	\$71,943,193.76
	Costs of Issuance	1,468,300.00
	Additional Proceeds	<u>3,506.24</u>
	Total Uses	\$73,415,000.00

FOR REFUNDING ONLY

Bond issue being refinanced:	Kentucky Economic Development Finance Authority Hospital Revenue Bonds, Series 2009A (Baptist Healthcare System Obligated Group)		
Amount of principal:	\$136,570,000	Amount to be refunded:	\$68,290,000
Terms of existing bond issue:	Fixed Rate, publicly offered, \$5,000 denominations, semi-annual interest, annual principal		
Net interest rate:	5.46%	Length of term:	9.66 years
First call date:	August 15, 2018	Call at par:	August 15, 2018
Average annual debt service	\$9,136,328.29		

REFUNDING ACTIVITY

Funds to apply to refunding:	N/A
Proceeds from New Bonds	\$71,943,193.76
Released Debt Service Reserve	N/A
Total Available to Pay Old Bond Issue	\$71,943,193.76

SAVINGS RESULTING FROM REFINANCING

Average annual debt service savings:	\$909,843.16
Number of years savings will accrue:	9.66
Total present value savings:	\$8,124,024.88

EXHIBIT A**PRIOR PROJECTS**

Proceeds of the Prior Bonds were used to finance all or any portion of the purchase, acquisition, construction, enlargement, remodeling, renovation, improvement, furnishing or equipping of the hospitals, other health facilities, and their related facilities, including land, owned or operated by Baptist Health or its affiliates and generally located at the addresses, all as described below:

1. Baptist Health Corbin, generally located at 1 Trillium Way, Corbin, Whitley County, Kentucky (\$15,000,000 maximum principal amount).
 - a. Acquisition, construction or renovation of behavioral health facilities, HVAC systems, plumbing systems, surgical centers and medical and office equipment and furnishings.
2. Baptist Health LaGrange, generally located at 1025 New Moody Land, LaGrange, Oldham County, Kentucky (\$30,000,000 maximum principal amount).
 - a. Acquisition, construction or renovation of facility safety systems, laboratory facilities, HVAC equipment, emergency and patient room improvements and medical and office equipment and furnishings.
3. Baptist Health Lexington, generally located at 1740 Nicholasville Road, Lexington, Fayette County, Kentucky (\$50,000,000 maximum principal amount).
 - a. Acquisition, construction or renovation of a two-story tower addition, power plant upgrades, laboratories, operating rooms, HVAC equipment, emergency systems, medical and office equipment and furnishings and other general facility improvements.
4. Baptist Health Paducah, generally located at 2501 Kentucky Avenue, Paducah, McCracken County, Kentucky (\$15,000,000 maximum principal amount).
 - a. Acquisition, construction or renovation of facilities for cardiovascular services, women's health services, diagnostic imaging services, chaplain services, safety system upgrades, and medical and office equipment and furnishings.
5. Baptist Health Louisville, generally located at 4000 Kresge Way, St. Matthews, Jefferson County, Kentucky (\$15,000,000 maximum principal amount).
 - a. Acquisition, construction or renovation of a patient bed and surgery tower, cardiovascular facilities, diagnostic imaging facilities, pediatric facilities, HVAC systems and related equipment, north building renovations and medical and office equipment and furnishings.

DRAFT

6. Baptist Health Support Services, generally located at 4007 Kresge Way, St. Matthews, Jefferson County, Kentucky (\$20,000,000 maximum principal amount).
 - a. Acquisition, construction or renovation of facility safety equipment and medical and office equipment and furnishings.

DRAFT

SOURCES AND USES OF FUNDS

[to be attached]

DRAFT

SOURCES AND USES OF FUNDS

Baptist Health 10.24.17
Bridge Loan for half of the 2009A Bonds

Sources:

Bond Proceeds:

Par Amount

73,415,000.00

73,415,000.00

Uses:

Refunding Escrow Deposits:

PV cost of cashflows

71,943,193.76

Delivery Date Expenses:

Cost of Issuance

1,468,300.00

Other Uses of Funds:

Additional Proceeds

3,506.24

73,415,000.00

DRAFT

DEBT SERVICE SCHEDULE

[to be attached]

DRAFT

BOND DEBT SERVICE

Baptist Health 10.24.17
Bridge Loan for half of the 2009A Bonds

Dated Date 12/28/2017
Delivery Date 12/28/2017

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service	Bond Balance	Total Bond Value
01/15/2018			14,079.59	14,079.59		73,415,000	73,415,000
02/15/2018			109,116.82	109,116.82		73,415,000	73,415,000
03/15/2018			98,557.12	98,557.12		73,415,000	73,415,000
04/15/2018			109,116.82	109,116.82		73,415,000	73,415,000
05/15/2018			105,596.92	105,596.92		73,415,000	73,415,000
06/15/2018			109,116.82	109,116.82		73,415,000	73,415,000
07/15/2018			105,596.92	105,596.92		73,415,000	73,415,000
08/15/2018	8,375,000	1.750%	114,738.40	8,489,738.40	9,140,919.41	65,040,000	65,040,000
09/15/2018			96,669.04	96,669.04		65,040,000	65,040,000
10/15/2018			93,550.68	93,550.68		65,040,000	65,040,000
11/15/2018			96,669.04	96,669.04		65,040,000	65,040,000
12/15/2018			93,550.68	93,550.68		65,040,000	65,040,000
01/15/2019			96,669.04	96,669.04		65,040,000	65,040,000
02/15/2019			96,669.04	96,669.04		65,040,000	65,040,000
03/15/2019			87,313.97	87,313.97		65,040,000	65,040,000
04/15/2019			96,669.04	96,669.04		65,040,000	65,040,000
05/15/2019			93,550.68	93,550.68		65,040,000	65,040,000
06/15/2019			96,669.04	96,669.04		65,040,000	65,040,000
07/15/2019			93,550.68	93,550.68		65,040,000	65,040,000
08/15/2019	7,600,000	1.750%	101,770.41	7,701,770.41	8,743,301.34	57,440,000	57,440,000
09/15/2019			85,373.15	85,373.15		57,440,000	57,440,000
10/15/2019			82,619.18	82,619.18		57,440,000	57,440,000
11/15/2019			85,373.15	85,373.15		57,440,000	57,440,000
12/15/2019			82,619.18	82,619.18		57,440,000	57,440,000
01/15/2020			85,373.15	85,373.15		57,440,000	57,440,000
02/15/2020			85,373.15	85,373.15		57,440,000	57,440,000
03/15/2020			79,646.99	79,646.99		57,440,000	57,440,000
04/15/2020			85,139.89	85,139.89		57,440,000	57,440,000
05/15/2020			82,393.44	82,393.44		57,440,000	57,440,000
06/15/2020			85,139.89	85,139.89		57,440,000	57,440,000
07/15/2020			82,393.44	82,393.44		57,440,000	57,440,000
08/15/2020	7,750,000	1.750%	90,327.73	7,840,327.73	8,761,772.34	49,690,000	49,690,000
09/15/2020			73,652.53	73,652.53		49,690,000	49,690,000
10/15/2020			71,276.64	71,276.64		49,690,000	49,690,000
11/15/2020			73,652.53	73,652.53		49,690,000	49,690,000
12/15/2020			71,276.64	71,276.64		49,690,000	49,690,000
01/15/2021			73,652.53	73,652.53		49,690,000	49,690,000
02/15/2021			73,652.53	73,652.53		49,690,000	49,690,000
03/15/2021			66,707.12	66,707.12		49,690,000	49,690,000
04/15/2021			73,854.32	73,854.32		49,690,000	49,690,000
05/15/2021			71,471.92	71,471.92		49,690,000	49,690,000
06/15/2021			73,854.32	73,854.32		49,690,000	49,690,000
07/15/2021			71,471.92	71,471.92		49,690,000	49,690,000
08/15/2021	7,900,000	1.750%	79,157.06	7,979,157.06	8,773,680.06	41,790,000	41,790,000
09/15/2021			62,112.53	62,112.53		41,790,000	41,790,000
10/15/2021			60,108.90	60,108.90		41,790,000	41,790,000
11/15/2021			62,112.53	62,112.53		41,790,000	41,790,000
12/15/2021			60,108.90	60,108.90		41,790,000	41,790,000
01/15/2022			62,112.53	62,112.53		41,790,000	41,790,000
02/15/2022			62,112.53	62,112.53		41,790,000	41,790,000
03/15/2022			56,101.64	56,101.64		41,790,000	41,790,000

DRAFT

BOND DEBT SERVICE

Baptist Health 10.24.17
Bridge Loan for half of the 2009A Bonds

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service	Bond Balance	Total Bond Value
04/15/2022			62,112.53	62,112.53		41,790,000	41,790,000
05/15/2022			60,108.90	60,108.90		41,790,000	41,790,000
06/15/2022			62,112.53	62,112.53		41,790,000	41,790,000
07/15/2022			60,108.90	60,108.90		41,790,000	41,790,000
08/15/2022	8,030,000	1.750%	67,502.53	8,097,502.53	8,766,714.95	33,760,000	33,760,000
09/15/2022			50,177.53	50,177.53		33,760,000	33,760,000
10/15/2022			48,558.90	48,558.90		33,760,000	33,760,000
11/15/2022			50,177.53	50,177.53		33,760,000	33,760,000
12/15/2022			48,558.90	48,558.90		33,760,000	33,760,000
01/15/2023			50,177.53	50,177.53		33,760,000	33,760,000
02/15/2023			50,177.53	50,177.53		33,760,000	33,760,000
03/15/2023			45,321.64	45,321.64		33,760,000	33,760,000
04/15/2023			50,177.53	50,177.53		33,760,000	33,760,000
05/15/2023			48,558.90	48,558.90		33,760,000	33,760,000
06/15/2023			50,177.53	50,177.53		33,760,000	33,760,000
07/15/2023			48,558.90	48,558.90		33,760,000	33,760,000
08/15/2023	8,175,000	1.750%	55,664.86	8,230,664.86	8,771,287.28	25,585,000	25,585,000
09/15/2023			38,027.02	38,027.02		25,585,000	25,585,000
10/15/2023			36,800.34	36,800.34		25,585,000	25,585,000
11/15/2023			38,027.02	38,027.02		25,585,000	25,585,000
12/15/2023			36,800.34	36,800.34		25,585,000	25,585,000
01/15/2024			38,027.02	38,027.02		25,585,000	25,585,000
02/15/2024			38,027.02	38,027.02		25,585,000	25,585,000
03/15/2024			35,476.47	35,476.47		25,585,000	25,585,000
04/15/2024			37,923.12	37,923.12		25,585,000	25,585,000
05/15/2024			36,699.80	36,699.80		25,585,000	25,585,000
06/15/2024			37,923.12	37,923.12		25,585,000	25,585,000
07/15/2024			36,699.80	36,699.80		25,585,000	25,585,000
08/15/2024	8,305,000	1.750%	43,482.48	8,348,482.48	8,758,913.55	17,280,000	17,280,000
09/15/2024			25,613.11	25,613.11		17,280,000	17,280,000
10/15/2024			24,786.89	24,786.89		17,280,000	17,280,000
11/15/2024			25,613.11	25,613.11		17,280,000	17,280,000
12/15/2024			24,786.89	24,786.89		17,280,000	17,280,000
01/15/2025			25,613.11	25,613.11		17,280,000	17,280,000
02/15/2025			25,613.11	25,613.11		17,280,000	17,280,000
03/15/2025			23,197.81	23,197.81		17,280,000	17,280,000
04/15/2025			25,683.29	25,683.29		17,280,000	17,280,000
05/15/2025			24,854.79	24,854.79		17,280,000	17,280,000
06/15/2025			25,683.29	25,683.29		17,280,000	17,280,000
07/15/2025			24,854.79	24,854.79		17,280,000	17,280,000
08/15/2025	8,470,000	1.750%	31,368.63	8,501,368.63	8,777,668.82	8,810,000	8,810,000
09/15/2025			13,094.32	13,094.32		8,810,000	8,810,000
10/15/2025			12,671.92	12,671.92		8,810,000	8,810,000
11/15/2025			13,094.32	13,094.32		8,810,000	8,810,000
12/15/2025			12,671.92	12,671.92		8,810,000	8,810,000
01/15/2026			13,094.32	13,094.32		8,810,000	8,810,000
02/15/2026			13,094.32	13,094.32		8,810,000	8,810,000
03/15/2026			11,827.12	11,827.12		8,810,000	8,810,000
04/15/2026			13,094.32	13,094.32		8,810,000	8,810,000
05/15/2026			12,671.92	12,671.92		8,810,000	8,810,000
06/15/2026			13,094.32	13,094.32		8,810,000	8,810,000
07/15/2026			12,671.92	12,671.92		8,810,000	8,810,000
08/15/2026	8,610,000	1.750%	18,873.64	8,628,873.64	8,769,954.36	200,000	200,000
09/15/2026			297.26	297.26		200,000	200,000
10/15/2026			287.67	287.67		200,000	200,000

DRAFT

BOND DEBT SERVICE

Baptist Health 10.24.17
Bridge Loan for half of the 2009A Bonds

Period Ending	Principal	Coupon	Interest	Debt Service	Annual Debt Service	Bond Balance	Total Bond Value
11/15/2026			297.26	297.26		200,000	200,000
12/15/2026			287.67	287.67		200,000	200,000
01/15/2027			297.26	297.26		200,000	200,000
02/15/2027			297.26	297.26		200,000	200,000
03/15/2027			268.49	268.49		200,000	200,000
04/15/2027			297.26	297.26		200,000	200,000
05/15/2027			287.67	287.67		200,000	200,000
06/15/2027			297.26	297.26		200,000	200,000
07/15/2027			287.67	287.67		200,000	200,000
08/15/2027	200,000	1.750%	431.51	200,431.51	203,634.24	200,000	200,000
	73,415,000		6,052,846.35	79,467,846.35	79,467,846.35		

**TAX-EXEMPT GOVERNMENTAL UNIT/STATUTORY AUTHORITY ISSUANCE
OF INDUSTRIAL REVENUE BONDS (IRB)**

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY REQUEST
FOR REDUCTION IN STATE AD VALOREM TAX RATE**

Date: December 7, 2017
Issuer: County of Bullitt
Company: Jim Beam Brands Co.
City: Shepherdsville
Project Type: Existing
Bus. Dev. Contact: K. Slattery

County: Bullitt
Resolution #: LIRB-17-04
OFS Staff: M. Elder

Project Description: Jim Beam Brands Co. plans to construct of up to 15 new barrel warehouses to meet future demand for Jim Beam bourbons. The project also includes barrel replacements during the 30 year bond life.

Proposed Issuance Date	Principal amount of IRB authorization	Term of Bond (years)
December 31, 2017	up to \$585,000,000	30 years

New, Full-time Jobs to be Created	Average Annual Salary
5	\$52,000

Anticipated Financed Project Costs

Land	\$2,000,000
Building/Improvements	\$90,000,000
Equipment	\$493,000,000
Infrastructure	
TOTAL	\$585,000,000

Active State Participation at the Project Site: None

Unemployment Rate:

County: 3.7%

Kentucky: 4.3%

Excluding other state tax credits and incentives approved for the project, if fully utilized by the company. These projections are provided by the company and are not verified by the Cabinet.

State Tax Revenues	\$348,000
Local Tax Revenue	\$37,850,000
TOTAL	\$38,198,000

Requested % Reduction in the Ad Valorem Tax	Projected Tax Savings over Bond Term
State: 100%	\$23,364,440
Local: 100%	\$62,576,140

Payments will be made by the Company in lieu of taxes to the following:

School District

Bullitt County Public Schools

The company will pay the tangible property tax on the liquid (spirits) inventory.

Any other Special Taxing District

N/A

Recommendation:

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

Note that the KEDFA board is not making any type of determination as to the legality of the bonds to be issued by the above-referenced issuer, but is only approving the reduction on the ad valorem tax rate as provided by KRS 103.200 and KRS 132.020.

**TAX-EXEMPT GOVERNMENTAL UNIT/STATUTORY AUTHORITY ISSUANCE
OF INDUSTRIAL REVENUE BONDS (IRB)**

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY REQUEST
FOR REDUCTION IN STATE AD VALOREM TAX RATE**

Date: December 7, 2017
Issuer: Hancock County Fiscal Court
Company: WhiteRock Pigments, Inc.
City: Hawesville **County:** Hancock
Project Type: New **Resolution #:** LIRB-17-03
Bus. Dev. Contact: K. Slattery **OFS Staff:** M. Elder

Project Description: WhiteRock Pigments, Inc. is considering the acquisition and retrofit of a Hawesville facility as a new chemical process production plant. The plant will implement the first of its kind, environmentally clean production process. The product that will be produced at the facility has many uses across many diverse industries and end user applications. The company already holds supply contracts with prospective customers ready to purchase at least half of its projected output from the Hawesville site for 10 years.

Proposed Issuance Date	Principal amount of IRB authorization	Term of Bond (years)
December 31, 2017	up to \$200,000,000	30

New, Full-time Jobs to be Created	Average Annual Salary
124	\$48,547

Anticipated Financed Project Costs

Land	\$1,000,000
Building/Improvements	\$25,000,000
Equipment	\$174,000,000
Infrastructure	\$0
TOTAL	\$200,000,000

Active State Participation at the Project Site:

<u>Date</u>	<u>Program</u>	<u>Status</u>	<u>Amount</u>
Oct 26, 2017	KBI	Approve-Prelim	\$3,000,000
Oct 26, 2017	KEIA	Approve-Final	\$300,000

Unemployment Rate:

County: 4.4% Kentucky: 4.3%

Projected New Net Tax Revenues to be Received Over the Term of the IRB

Excluding other state tax credits and incentives approved for the project, if fully utilized by the company. These projections are provided by the company and are not verified by the Cabinet.

State Tax Revenues	\$127,185,483
Local Tax Revenue	\$24,557,761
TOTAL	\$151,743,244

Requested % Reduction in the Ad Valorem Tax		Projected Tax Savings over Bond Term
State:	100%	\$3,967,050
Local:	100%	\$1,556,100

Payments will be made by the Company in lieu of taxes to the following:

School District	Hancock County Public Schools
Any other Special Taxing District	N/A

Recommendation:

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

Note that the KEDFA board is not making any type of determination as to the legality of the bonds to be issued by the above-referenced issuer, but is only approving the reduction on the ad valorem tax rate as provided by KRS 103.200 and KRS 132.020.

MEMORANDUM

TO: KEDFA Board Members

FROM: Robert Aldridge, Assistant Director
Compliance Division

DATE: December 7, 2017

SUBJECT: Local IRB Amendment
LFL, LLC. (Nelson County)
Local Industrial Revenue Bond (IRB) Project # IRB-F-2016-3

On March 31, 2016, KEDFA granted Local IRB approval to Luxco, Inc., a Missouri based company, ("Luxco") to assist with the acquiring, expanding, constructing, installing and equipping of a new distillery facility in Bardstown, Nelson County. Subsequent to KEDFA's approval, Luxco underwent certain corporate reorganization efforts and in connection with those activities Luxco decided that its affiliate, LFL, LLC would take title to all real and personal property which comprising the entire Project approved for IRB incentives.


For these reasons, Luxco respectfully requests approval of an amendment to the KEDFA Local IRB Resolution reflecting assignment of Luxco's rights, duties and obligations under the Project to LFL, LLC.

All other aspects of the project remain the same.

Staff recommends approval

MEMORANDUM

TO: KEDFA Board Members

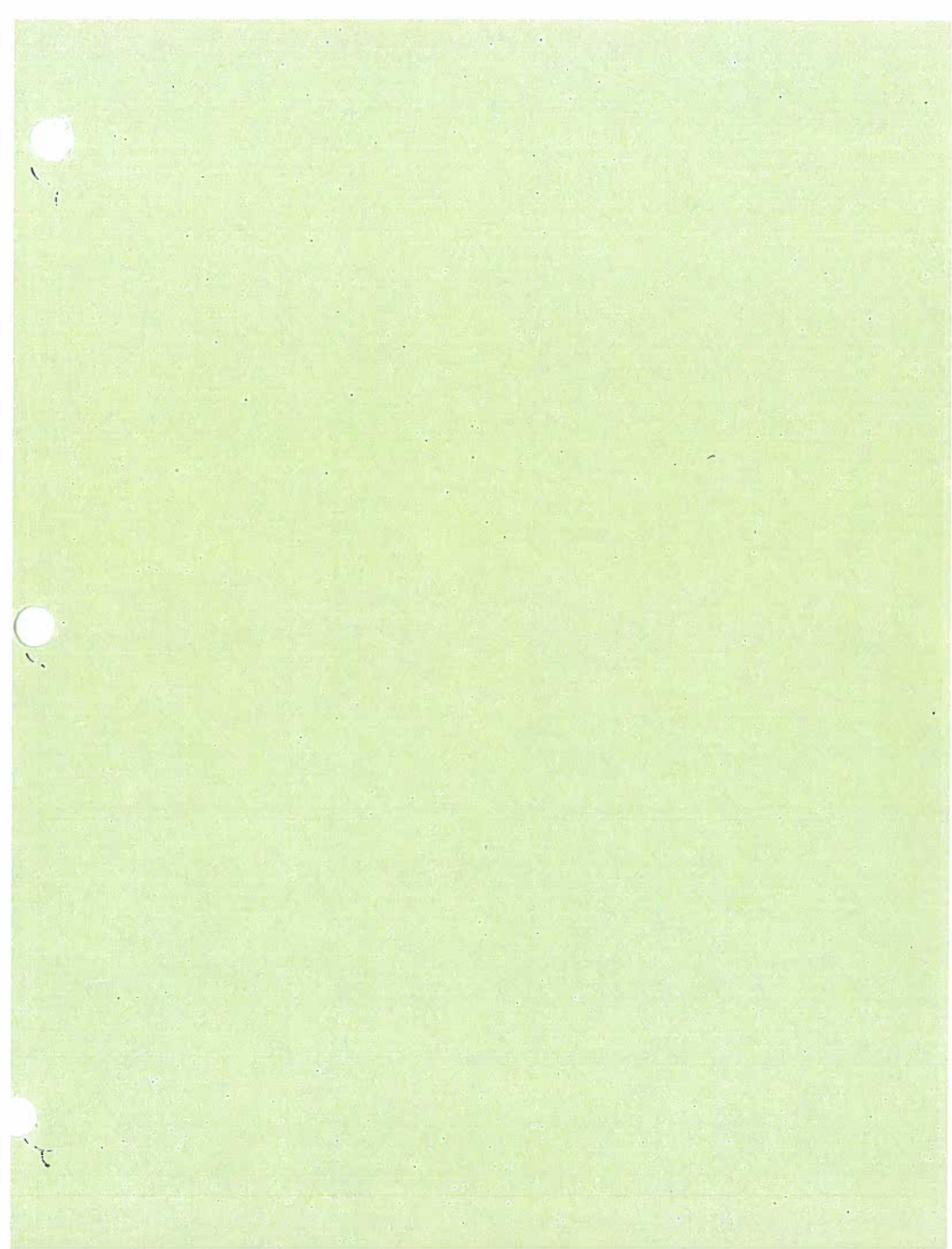
FROM: Robert Aldridge, Assistant Director 
Compliance Division

DATE: December 7, 2017

SUBJECT: KBI Amendment
Meggitt Aircraft Braking Systems KY Corp (Boyle County)
KBI Project # 20327

Meggitt Aircraft Braking Systems KY Corp. is requesting an Amended and Restated Tax Incentive Agreement to increase Approved Cost from \$1,700,000 to \$2,500,000. This is due to Meggitt's expanding the business and increasing investment from \$9,343,060 to \$14,888,969, increasing the job target at activation from 45 to 73 Full-time Kentucky resident employees, and a gradual increase in job targets from 66 to an annual average of 94 Full-time Kentucky resident employees for the remainder of the 15 year term.

Staff recommends approval.



MEMORANDUM

TO: KEDFA Board Members

FROM: Robert Aldridge, Assistant Director
Compliance Division

DATE: December 7, 2017

SUBJECT: KEIA Extensions



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

Company	County	Extension
3M Company	Harrison	3 Months
Asahi Forge of America Corporation	Madison	3 Months
Bluegrass Stockyards	Fayette	6 Months
Zoeller Company	Jefferson	6 Months
Logan Aluminum Inc.	Logan	9 Months
Central Motor Wheel of America, Inc.	Bourbon	12 Months
Dr. Schneider Automotive Systems, Inc.	Russell	12 Months
Kindred Healthcare Operating, Inc.	Jefferson	12 Months
Performance Feeds, LLC	Warren	12 Months
Piramal Pharma Solutions, Inc. fka Coldstream Laboratories	Fayette	12 Months
QSR Automations, Inc.	Jefferson	12 Months
United Parcel Service, Inc.	Fayette	12 Months

Staff recommends approval.

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT**

Date: December 7, 2017
Approved Company: MGPI of Indiana, LLC
City: Williamstown **County:** Grant
Activity: Manufacturing **Resolution #:** KEIA-18-21852
Bus. Dev. Contact: L. Ransdell **OFS Staff:** M. Elder

Project Description: MGP is headquartered in Kansas and also maintains a distillery production facility in Indiana. The company began in 1941 as a small distillery operation in the heart of America's grain belt. Today MGP is the source of some of the finest vodkas, gins, bourbons and whiskeys in the world. Because of the recent boom in the bourbon and whiskey business, MGP has filled its storage warehouse in Indiana. This proposed project is to provide additional storage space to enable the company to continue to grow its production capability.

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
\$3,100,000	\$5,600,000
\$0	\$0
\$0	\$0
\$0	\$0
\$0	\$0
\$3,100,000	\$5,600,000

Ownership (20% or more):
 Publicly Traded

Other State Participation:

<u>Date</u>	<u>Program</u>	<u>Status</u>	<u>Amount</u>
Sep 28, 2017	KEIA	Approved-Final	\$60,000

Unemployment Rate:

County: 4.1%

Kentucky: 4.3%

Existing Presence in Kentucky:

Grant 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: December 7, 2017
Approved Company: DAE-IL USA Incorporated
City: Murray **County:** Calloway
Activity: Manufacturing **Prelim Resolution #:** KBI-I-17-21913
Bus. Dev. Contact: C. Peek **OFS Staff:** M. Elder

Project Description: DAE-IL USA Incorporated is a subsidiary of the South Korean-based company, DAE-IL Corporation, DIC. The company manufactures gears for transmissions for the automobile industry. Some of its customers include Hyundai, Kia and General Motors. The company is considering constructing a manufacturing/distribution facility in Murray as well as the purchase of a large amount of new equipment.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

Land
 Building/Improvements
 Equipment
 Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$0	\$0
\$17,000,000	\$17,000,000
\$2,200,000	\$32,000,000
\$1,000,000	\$1,000,000
\$20,200,000	\$50,000,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	110	\$19.00	
1	120	\$19.00	\$300,000
2	120	\$19.00	\$300,000
3	120	\$19.00	\$300,000
4	120	\$19.00	\$300,000
5	120	\$19.00	\$300,000
6	120	\$19.00	\$300,000
7	120	\$19.00	\$300,000
8	120	\$19.00	\$300,000
9	120	\$19.00	\$300,000
10	120	\$19.00	\$300,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$3,000,000

County Type:

Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Ownership (20% or more):

DAE-IL Corporation Ulsan, South Korea

Active State Participation at the project site: None**Requested Wage Assessment / Local Participation:**

State: 3.0%

Local: 40 acres of land valued at approximately \$1,000,000, \$100,000 in relocation and startup costs, and waiver of local permit and tap fees - Murray Calloway Economic Development Corporation

Unemployment Rate:

County: 3.9%

Kentucky: 4.3%

Existing Presence in Kentucky: None**Special Conditions:** None

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT**

Date: December 7, 2017
Approved Company: DAE-IL USA Incorporated
City: Murray
Activity: Manufacturing
Bus. Dev. Contact: C. Peek

County: Calloway
Resolution #: KEIA-18-21914
OFS Staff: M. Elder

Project Description: DAE-IL USA Incorporated is a subsidiary of the South Korean-based company, DAE-IL Corporation, DIC. The company manufactures gears for transmissions for the automobile industry. Some of its customers include Hyundai, Kia and General Motors. The company is considering constructing a manufacturing/distribution facility in Murray as well as the purchase of a large amount of new equipment.

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	\$0
\$11,050,000	\$17,000,000
\$0	\$0
\$0	\$0
\$0	\$32,000,000
\$0	\$1,000,000
\$11,050,000	\$50,000,000

Approved Recovery Amount:

Construction Materials and Building Fixtures: \$500,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$500,000

See KBI file (KBI-I-17-21913) for Ownership, Other State Participation and Unemployment Rate.

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

Date: December 7, 2017
Approved Company: Ironton Enterprises LLC
City: West Paducah
Activity: Manufacturing
Bus. Dev. Contact: C. Peek

County: McCracken
Prelim Resolution #: KBI-I-17-21850
OFS Staff: M. Elder

Project Description: Ironton Enterprises LLC was formed in 2016 for the purpose of developing a recycled based program to produce merchant pig iron for use in the steel manufacturing and foundry businesses. The company is considering locating its pig iron production facility in McCracken County to construct a mini blast furnace.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

Land
Building/Improvements
Equipment
Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$0	\$0
\$20,735,000	\$20,735,000
\$1,320,000	\$22,475,000
\$1,910,000	\$1,910,000
\$23,965,000	\$45,120,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	66	\$36.00	
1	66	\$36.00	\$125,000
2	66	\$36.00	\$125,000
3	66	\$36.00	\$125,000
4	66	\$36.00	\$125,000
5	66	\$36.00	\$125,000
6	66	\$36.00	\$125,000
7	66	\$36.00	\$125,000
8	66	\$36.00	\$125,000
9	66	\$36.00	\$125,000
10	66	\$36.00	\$125,000

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):

Jim Russell Benton, IL
James H. Hoyt Chagrin Falls, OH
Patrick J. Cunningham Moon Township, PA

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 3.0%
Local: 1.0% McCracken County

Unemployment Rate:

County: 5.4% Kentucky: 4.3%

Existing Presence in Kentucky: None

Special Conditions: None

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT**

Date: December 7, 2017
Approved Company: Ironton Enterprises LLC
City: West Paducah
Activity: Manufacturing
Bus. Dev. Contact: C. Peek

County: McCracken
Resolution #: KEIA-18-21851
OFS Staff: M. Elder

Project Description: Ironton Enterprises LLC was formed in 2016 for the purpose of developing a recycled based program to produce merchant pig iron for use in the steel manufacturing and foundry businesses. The company is considering locating its pig iron production facility in McCracken County to construct a mini blast furnace.

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	\$0
\$17,625,000	\$20,735,000
\$0	\$0
\$0	\$0
\$0	\$22,475,000
\$0	\$1,910,000
\$17,625,000	\$45,120,000

Approved Recovery Amount:

Construction Materials and Building Fixtures: \$250,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$250,000

See KBI file (KBI-I-17-21850) for Ownership, Other State Participation and Unemployment Rate.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: December 7, 2017
Approved Company: Toyota Tsusho America, Inc.
City: Georgetown **County:** Scott
Activity: Manufacturing **Prelim Resolution #:** KBI-I-17-21903
Bus. Dev. Contact: A. Bobbitt **OFS Staff:** D. Phillips

Project Description: Toyota Tsusho America, Inc., headquartered in New York, is a multi-market, multi-business enterprise which has operated in North America for over 50 years. The company manufactures steel products, non-ferrous products; waste management and recycling; transportation; warehousing and logistical management. The company is considering the expansion of its current facility in order to grow its overall capacity and product range.

Facility Details: Expanding existing operations

Anticipated Project Investment - Owned

	Eligible Costs	Total Investment
Land	\$0	\$0
Building/Improvements	\$2,063,924	\$2,063,924
Equipment	\$460,000	\$7,107,000
Other Start-up Costs	\$787,500	\$787,500
TOTAL	\$3,311,424	\$9,958,424

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	23	\$21.00	
1	23	\$21.00	\$20,000
2	23	\$21.00	\$20,000
3	23	\$21.00	\$20,000
4	23	\$21.00	\$20,000
5	23	\$21.00	\$20,000
6	23	\$21.00	\$20,000
7	23	\$21.00	\$20,000
8	23	\$21.00	\$20,000
9	23	\$21.00	\$20,000
10	23	\$21.00	\$20,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$200,000

County Type:

Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Ownership (20% or more):

Toyota Tsusho Corporation - Nagoya, Japan

Active State Participation at the project site: None**Requested Wage Assessment / Local Participation:**

State: 1.5%

Local: .5% - Scott County

Unemployment Rate:

County: 3.3%

Kentucky: 4.3%

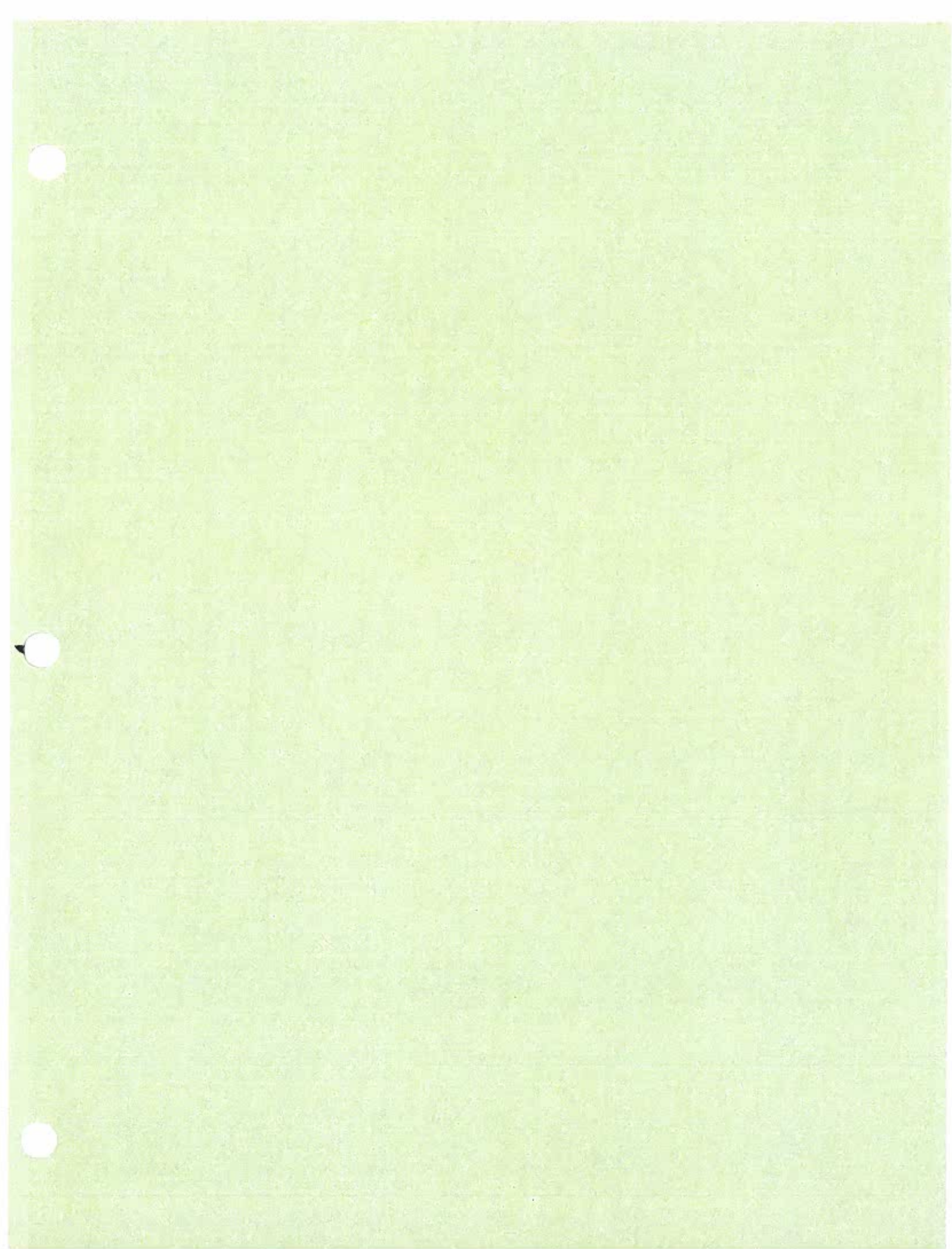
Existing Presence in Kentucky:

Scott 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 293 full-time, Kentucky resident employees as of the application date.

The company will be required to maintain 95% of the total county-wide 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: December 7, 2017
Approved Company: Toyota Tsusho America, Inc.
City: Georgetown **County:** Scott
Activity: Manufacturing **Resolution #:** KEIA-18-21904
Bus. Dev. Contact: A. Bobbitt **OFS Staff:** D. Phillips

Project Description: Toyota Tsusho America, Inc., headquartered in New York, is a multi-market, multi-business enterprise which has operated in North America for over 50 years. The company manufactures steel products, non-ferrous products; waste management and recycling; transportation; warehousing and logistical management. The company is considering the expansion of its current facility in order to grow its overall capacity and product range.

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
\$1,698,924	\$2,063,924
\$80,000	\$80,000
\$0	\$0
\$0	\$7,107,000
\$0	\$707,500
\$1,778,924	\$9,958,424

Existing Presence in Kentucky:
Scott County

Approved Recovery Amount:

Construction Materials and Building Fixtures: \$100,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$100,000

See KBI file (KBI-I-17-21903) for Ownership, Other State Participation and Unemployment Rate.

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

Date: December 7, 2017
Approved Company: NX Development Corp.
City: Lexington **County:** Fayette
Activity: Service & Technology **Prelim Resolution #:** KBI-IL-17-21932
Bus. Dev. Contact: A. Bobbitt **OFS Staff:** D. Phillips

Project Description: NX Development Corp. (NXDC) is a virtual pharmaceutical company with headquarters in Lexington. NXDC has licensed the right to 5-ALA, a compound that has been sold as Gliolan® in Europe and Asia for the isolation of brain tumors during surgery for over 20 years. The company is considering transitioning to a fully-staffed pharmaceutical company with Lexington being the center for sales, marketing, and quality assurance operations.

Facility Details: Expanding existing operations

Anticipated Project Investment - Leased

Rent

Building/Improvements

Equipment

Other Start-up Costs

TOTAL

Eligible Costs	Total Investment
\$600,000	\$1,200,000
\$0	\$0
\$0	\$0
\$25,000	\$25,000
\$625,000	\$1,225,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	\$30.00	
1	10	\$30.00	\$20,000
2	12	\$30.00	\$20,000
3	12	\$30.00	\$20,000
4	15	\$30.00	\$20,000
5	15	\$30.00	\$20,000
6	15	\$30.00	\$20,000
7	15	\$30.00	\$20,000
8	15	\$30.00	\$20,000
9	20	\$30.00	\$20,000
10	20	\$30.00	\$20,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:**\$200,000**

County Type:
Other

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

Ownership (20% or more):

Nx Pharmagen Inc. - Louisville, KY
Alan Ezrin - Miami, FL
Brian Brohman - Louisville, KY

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 3.0%

Local: 1.0% - Lexington-Fayette Urban County Government

Unemployment Rate:

County: 3.2%

Kentucky: 4.3%

Existing Presence in Kentucky:

Fayette County

Special Conditions:

The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval. The company reported 1 full-time, Kentucky resident employees as of the application date.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: December 7, 2017
Approved Company: Resolve Packaging, LLC
City: Hebron **County:** Boone
Activity: Service & Technology **Prelim Resolution #:** KBI-IL-17-21921
Bus. Dev. Contact: T. Simon **OFS Staff:** D. Phillips

Project Description: Resolve Packaging, LLC was developed to accommodate a growing need in the contract packaging industry with its primary base in the distilled spirits industry. The company is considering operations in Hebron to develop quality inspection opportunities in the automotive industry and co-packaging opportunities for retail consumer goods.

Facility Details: Locating in a new facility

Anticipated Project Investment - Leased
 Rent
 Building/Improvements
 Equipment
 Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$6,000,000	\$12,000,000
\$61,500	\$61,500
\$314,600	\$314,600
\$88,000	\$88,000
\$6,464,100	\$12,464,100

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	40	\$20.00	
1	40	\$20.00	\$40,000
2	50	\$20.00	\$40,000
3	72	\$20.00	\$40,000
4	76	\$20.00	\$40,000
5	76	\$20.00	\$40,000
6	76	\$20.00	\$40,000
7	76	\$20.00	\$40,000
8	76	\$20.00	\$40,000
9	76	\$20.00	\$40,000
10	76	\$20.00	\$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):

Theodore Marcus Chichura - Overland Park, KS

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 1.5%

Local: 0.4% - Boone County

Unemployment Rate:

County: 3.4%

Kentucky: 4.3%

Existing Presence in Kentucky: None

Special Conditions: None

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: December 7, 2017
Approved Company: Tru-Tone Finishing Inc.
City: Lexington **County:** Fayette
Activity: Manufacturing **Prelim Resolution #:** KBI-IL-17-21902
Bus. Dev. Contact: T. Simon **OFS Staff:** D. Phillips

Project Description: Tru-Tone Finishing Inc. has been a successful and growing family run business for about 25 years with operations in Illinois and Texas. While its primary services are e-coating and powder coating of industrial parts, the company also offers tailored packaging or light assembly when required. The proposed project would include leasing a new facility in Lexington for its e-coat metal finishing process to provide service to customers in the surrounding region.

Facility Details: Locating in a new facility

Anticipated Project Investment - Leased

Rent
 Building/Improvements
 Equipment
 Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$800,000	\$1,600,000
\$0	\$0
\$500,000	\$2,500,000
\$500,000	\$500,000
\$1,800,000	\$4,600,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	25	\$15.00	
1	25	\$15.00	\$100,000
2	40	\$15.00	\$100,000
3	70	\$15.00	\$100,000
4	100	\$15.00	\$100,000
5	120	\$15.00	\$100,000
6			
7			
8			
9			
10			

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$500,000

County Type:

Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Ownership (20% or more):

Greg Kelmenswicz - Bloomingdale, IL

Active State Participation at the project site: None**Requested Wage Assessment / Local Participation:**

State: 3.0%

Local: 1.0% - Lexington-Fayette Urban County Government

Unemployment Rate:

County: 3.2%

Kentucky: 4.3%

Existing Presence in Kentucky: None**Special Conditions:** None

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: December 7, 2017
Approved Company: ABB/CON-CISE Optical Group LLC
City: Florence **County:** Boone
Activity: Service & Technology **Prelim Resolution #:** KBI-IL-17-21848
Bus. Dev. Contact: K. Slattery **OFS Staff:** L. Cunningham

Project Description: ABB Optical is the nation's premier, independent distributor of optical products, which include contact lenses, ophthalmic lenses, frames and sunglasses, accessories, and contact lens solutions. The company is considering Boone County to expand capacity and solidify its competitive position to better serve its customers.

Facility Details: Locating in a new facility

Anticipated Project Investment - Leased

Rent
 Building/Improvements
 Equipment
 Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$4,000,000	\$8,000,000
\$3,600,000	\$3,600,000
\$1,000,000	\$13,200,000
\$2,200,000	\$2,200,000
\$10,800,000	\$27,000,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	50	\$15.00	
1	50	\$15.00	\$200,000
2	60	\$15.00	\$200,000
3	60	\$15.00	\$200,000
4	90	\$15.00	\$200,000
5	100	\$15.00	\$200,000
6	120	\$15.00	\$200,000
7	140	\$15.00	\$200,000
8	160	\$15.00	\$200,000
9	190	\$15.00	\$200,000
10	223	\$15.00	\$200,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$2,000,000

County Type:
Other

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

Ownership (20% or more):

Angel I. Alvarez - Coral Gables, FL
Brad Weinbrum - Plantation, FL

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 1.5%
Local: 0.5% - City of Florence

Unemployment Rate:

County: 3.4%

Kentucky: 4.3%

Existing Presence in Kentucky: None

Special Conditions: None

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: December 7, 2017
Approved Company: Kentuckiana Curb Company, Inc.
City: Louisville **County:** Jefferson
Activity: Manufacturing **Prelim Resolution #:** KBI-IL-17-21847
Bus. Dev. Contact: T. Sears **OFS Staff:** L. Cunningham

Project Description: Kentuckiana Curb Company, Inc. opened in Jefferson County in 1979, establishing a world class HVAC manufacturing facility. The company is considering expanding its production capabilities to capture an emerging market for 100% outside air HVAC 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
\$3,750,000	\$7,500,000
\$1,500,000	\$1,500,000
\$1,440,000	\$15,000,000
\$500,000	\$500,000
\$7,190,000	\$24,500,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	72	\$29.00	
1	85	\$29.00	\$250,000
2	100	\$29.00	\$250,000
3	115	\$29.00	\$250,000
4	130	\$29.00	\$250,000
5	135	\$29.00	\$250,000
6	135	\$29.00	\$250,000
7	135	\$29.00	\$250,000
8	135	\$29.00	\$250,000
9	135	\$29.00	\$250,000
10	135	\$29.00	\$250,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$2,500,000

County Type:
Other

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

Ownership (20% or more):

Kentuckiana Comfort Center, Inc. - Louisville, KY

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 3.0%

Local: 1.0% - Louisville/Jefferson County Metro Government

Unemployment Rate:

County: 3.9%

Kentucky: 4.3%

Existing Presence in Kentucky: Jefferson 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 284 full-time, Kentucky resident employees as of the application date.

The project will include multiple locations within Louisville/Jefferson County. Only investment costs incurred at 2621 Technology Drive will be considered towards calculating eligible costs. Employees and their respective wages at the locations included in the project definition will be eligible for compliance.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: December 7, 2017
Approved Company: Takigawa Corporation America
City: Bardstown **County:** Nelson
Activity: Manufacturing **Prelim Resolution #:** KBI-I-17-21942
Bus. Dev. Contact: K. Slattery **OFS Staff:** L. Cunningham

Project Description: Takigawa Corporation Japan has been a leader in flexible packaging since 1950 when it first began extruding high performance films for the packaging industry. Since its inception in 1907, this family owned company has grown into the global pouching technology leader it is today as recognized by some of the most successful consumer brands in the world. In order to meet the growing demands of its products, Takigawa is now planning to establish a new manufacturing facility in the USA, and is considering Bardstown for this operation.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

Land
 Building/Improvements
 Equipment
 Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$394,000	\$394,000
\$27,000,000	\$27,000,000
\$880,000	\$18,500,000
\$33,000	\$33,000
\$28,307,000	\$45,927,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	44	\$36.00	
1	57	\$36.00	\$200,000
2	78	\$36.00	\$200,000
3	99	\$36.00	\$200,000
4	122	\$36.00	\$200,000
5	180	\$36.00	\$200,000
6	180	\$36.00	\$200,000
7	180	\$36.00	\$200,000
8	180	\$36.00	\$200,000
9	180	\$36.00	\$200,000
10	180	\$36.00	\$200,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$2,000,000

County Type:
Other

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

Ownership (20% or more):
Hiroyuki Takigawa - Singapore

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:
State: 1.5%
Local: 0.5% - City of Bardstown

Unemployment Rate:
County: 3.7%
Kentucky: 4.3%

Existing Presence in Kentucky: None

Special Conditions: None

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: December 7, 2017

Approved Company: EnerBlu, Inc.

City: Lexington

County: Fayette

Activity: Headquarters

Prelim Resolution #: KBI-I-17-21912

Bus. Dev. Contact: L. Ransdell

OFS Staff: M. Elder

Project Description: EnerBlu, Inc. is an American owned, advanced, high power solution company that is focused on energy storage for high power, military and commercial vehicle applications. The company is considering a headquarters location in Lexington for its power battery production facility in Eastern KY.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

Land

Building/Improvements

Equipment

Other Start-up Costs

TOTAL

Eligible Costs	Total Investment
\$0	\$0
\$10,000,000	\$10,000,000
\$500,000	\$20,000,000
\$10,000,000	\$10,000,000
\$20,500,000	\$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	25	\$52.00	
1	25	\$52.00	\$250,000
2	50	\$52.00	\$250,000
3	110	\$52.00	\$250,000
4	110	\$52.00	\$250,000
5	110	\$52.00	\$250,000
6	110	\$52.00	\$250,000
7	110	\$52.00	\$250,000
8	110	\$52.00	\$250,000
9	110	\$52.00	\$250,000
10	110	\$52.00	\$250,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$2,500,000

County Type:
Other

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

Ownership (20% or more): None over 20%

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 3.0%

Local: 1.0% Lexington-Fayette County Urban Government

Unemployment Rate:

County: 3.2%

Kentucky: 4.3%

Existing Presence in Kentucky: None

Special Conditions: None

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: December 7, 2017
Approved Company: EnerBlu, Inc.
City: Pikeville **County:** Pike
Activity: Manufacturing **Prelim Resolution #:** KBI-I-17-21911
Bus. Dev. Contact: L. Ransdell **OFS Staff:** M. Elder

Project Description: EnerBlu, Inc. is an American owned, advanced, high power solution company that is focused on energy storage for high power, military and commercial vehicle applications. The company is considering constructing a building in Eastern KY for a power battery production 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
\$4,000,000	\$4,000,000
\$90,000,000	\$90,000,000
\$175,000,000	\$175,000,000
\$103,000,000	\$103,000,000
\$372,000,000	\$372,000,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	300	\$39.00	
1	300	\$39.00	\$2,000,000
2	500	\$39.00	\$2,000,000
3	800	\$39.00	\$2,000,000
4	875	\$39.00	\$2,000,000
5	875	\$39.00	\$2,000,000
6	875	\$39.00	\$2,000,000
7	875	\$39.00	\$2,000,000
8	875	\$39.00	\$2,000,000
9	875	\$39.00	\$2,000,000
10	875	\$39.00	\$2,000,000
11	875	\$39.00	\$1,500,000
12	875	\$39.00	\$1,500,000
13	875	\$39.00	\$1,500,000
14	875	\$39.00	\$1,500,000
15	875	\$39.00	\$1,500,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$27,500,000

County Type:
Enhanced

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

Ownership (20% or more): None over 20%

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:
State: 5.0%

Unemployment Rate:
County: 6.7%
Kentucky: 4.3%

Existing Presence in Kentucky: None

Special Conditions: None

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

Date: December 7, 2017
Approved Company: Federal-Mogul Motorparts LLC
City: Glasgow **County:** Barren
Activity: Manufacturing **Prelim Resolution #:** KBI-I-17-21894
Bus. Dev. Contact: C. Peek **OFS Staff:** M. Elder

Project Description: Federal-Mogul Motorparts LLC sells and distributes a broad portfolio of products through some of the world's most recognized brands in the global vehicle aftermarket, while also serving original equipment vehicle manufacturers with products. The company's Glasgow location produces drum brake friction for the original equipment and aftermarket commercial vehicle market. With the current market shifting to air disc pads, this creates the need for this expansion and acquisition of production 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
\$1,170,000	\$1,170,000
\$500,000	\$5,981,000
\$1,530,000	\$1,530,000
\$3,200,000	\$8,681,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	25	\$31.00	
1	25	\$31.00	\$60,000
2	25	\$31.00	\$135,000
3	25	\$31.00	\$135,000
4	25	\$31.00	\$135,000
5	25	\$31.00	\$135,000
6			
7			
8			
9			
10			

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):
Federal-Mogul LLC Southfield, MI

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:
State: 3.0%
Local: 1.0% City of Glasgow

Unemployment Rate:
County: 4.1% Kentucky: 4.3%

Existing Presence in Kentucky:
Barren and Mason 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 161 full-time, Kentucky resident employees as of the application date.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: December 7, 2017
Approved Company: Homecare Products, Inc.dba EZ-Access
Approved Affiliate(s): Kindred Holdings, LLC
City: Morganfield **County:** Union
Activity: Manufacturing **Prelim Resolution #:** KBI-IL-17-21944
Bus. Dev. Contact: C. Peek **OFS Staff:** M. Elder

Project Description: Homecare Products Inc. dba EZ-Access is based in Algona, Washington and produces portable and modular ramp systems for those requiring assistance with mobility. The company is considering leasing additional space in Morganfield as well as purchasing new equipment for additional manufacturing capacity.

Facility Details: Locating in a new facility

Anticipated Project Investment - Leased

Rent
 Building/Improvements
 Equipment
 Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$240,000	\$480,000
\$50,000	\$50,000
\$100,000	\$100,000
\$20,000	\$20,000
\$410,000	\$650,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

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

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$120,000

County Type:
Other

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

Ownership (20% or more):

Glenda Everard	Kent, WA
Deanne Sandvold	Maple Valley, WA
Don Everard	Maple Valley, WA

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 3.0%
Local: 0.5% Union County

Unemployment Rate:

County: 5.4%
Kentucky: 4.3%

Existing Presence in Kentucky:

Union County

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.

Only investment costs incurred by the approved company will be considered towards calculating eligible costs. Only the approved company may participate in the corporate income tax credit incentive (no affiliate is eligible). The jobs creation/maintenance and wage requirements will be satisfied collectively by the approved company and the affiliate(s) recognized above.

The company acknowledges that the Project is to be located in a county currently certified as an enhanced incentive county, and further acknowledges that it does not wish to proceed under the KBI program provisions applicable to such projects, and instead waives the enhanced county benefits.

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL

Date: December 7, 2017
Approved Company: Lynx Labeling, Inc.
City: Glasgow **County:** Barren
Activity: Service & Technology **Prelim Resolution #:** KBI-I-17-21889
Bus. Dev. Contact: C. Peek **OFS Staff:** M. Elder

Project Description: Lynx Labeling, Inc., incorporated in 2016, provides custom software and hardware solutions primarily for the meat and poultry industry. The company also has expertise in weighing, checking, sorting and counting solutions, performing data collection and developing user applications leading the industry in simplicity and practicality. Lynx Labeling, Inc. is considering constructing a new facility to meet its growing business demands.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

Land
 Building/Improvements
 Equipment
 Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$0	\$0
\$500,000	\$500,000
\$65,000	\$65,000
\$25,000	\$25,000
\$590,000	\$590,000

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	10	\$16.00	\$12,500
2	10	\$16.00	\$12,500
3	10	\$16.00	\$12,500
4	10	\$16.00	\$12,500
5	10	\$16.00	\$12,500
6	10	\$16.00	\$12,500
7	10	\$16.00	\$12,500
8	10	\$16.00	\$12,500
9	10	\$16.00	\$12,500
10	10	\$16.00	\$12,500

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$125,000

Other

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Billy Jones	Glasgow, KY
Johnny Jones	Glasgow, KY
Danny Jones	Glasgow, KY

Requested Wage Assessment / Local Participation:

State: 3.0%

Local: 1.0% City of Glasgow

County: 4.1%


Kentucky: 4.3%

Barren County

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 7 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.

MEMORANDUM

TO: KEDFA Board Members
FROM: Michelle Elder 
Incentive Assistance Division
DATE: December 7, 2017
SUBJECT: KBI Extensions

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

Company	County	Extension
Corrosion Resistant Reinforcing	Boone	6 month
FreshChoice Complete Diet Products, LLC	Gallatin	6 month
Louisville Plate Glass Company, Inc.	Jefferson	6 month
Archer-Daniels-Midland Company	Kenton	12 month
Bilstein Cold Rolled Steel, LP	Warren	12 month
Kelley Beekeeping Company	Grayson	12 month
TMM (USA), Inc.	Simpson	12 month

Staff recommends approval.

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

Date: December 7, 2017
Preliminary Approval: October 31, 2013
Approved Company: Best Sanitizers, Inc.
City: Walton
Activity: Manufacturing
Bus. Dev. Contact: J. Bevington

County: Boone
Final Resolution #: KBI-F-17-19733
OFS Staff: M. Elder

Project Description: Best Sanitizers, Inc. manufactures and distributes sanitary and soap products for a variety of industries including hospitals, laboratories and manufacturing. The company constructed a warehousing and distribution operation adjacent to its existing facility.

Anticipated Project Investment - Owned

Eligible Costs	Total Investment
\$4,480,000	\$5,000,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	19	\$18.00	
1	19	\$18.00	\$17,500
2	19	\$18.00	\$17,500
3	19	\$18.00	\$17,500
4	19	\$18.00	\$17,500
5	19	\$18.00	\$17,500
6	19	\$18.00	\$17,500
7	19	\$18.00	\$17,500
8	19	\$18.00	\$17,500
9	19	\$18.00	\$17,500
10	19	\$18.00	\$17,500

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$175,000

County Type:
Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Special Conditions:

Maintain Base Employment: 32

Modifications since preliminary approval? No

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

Date: December 7, 2017
Preliminary Approval: January 26, 2017
Approved Company: Credit Bureau Systems, Inc.
City: Paducah **County:** McCracken
Activity: Service & Technology **Final Resolution #:** KBI-F-17-21458
Bus. Dev. Contact: C. Peek **OFS Staff:** M. Elder

Project Description: Credit Bureau Systems, Inc. began operation in Paducah in 1952, originally established as a local credit reporting agency, has evolved into a family-owned, third generation, full service healthcare revenue cycle company. The company's core services include patient billing, healthcare insurance claims processing and cleanup, physician billing, ambulance and EMS billing, healthcare bad debt collection services, consumer counseling and a variety of credit information services. Credit Bureau purchased additional land adjacent to its current facility to add additional workspace.

Anticipated Project Investment - Owned

Eligible Costs	Total Investment
\$1,674,401	\$1,674,401

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	40	\$15.00	
1	40	\$15.00	\$60,000
2	40	\$15.00	\$60,000
3	40	\$15.00	\$60,000
4	40	\$15.00	\$60,000
5	40	\$15.00	\$60,000
6			
7			
8			
9			
10			

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$300,000

County Type:
Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Special Conditions:

Maintain Base Employment: 192

Maintain Statewide Employment: 55

Modifications since preliminary approval? No

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

Date: December 7, 2017
Preliminary Approval: June 28, 2012
Approved Company: Elovations Services Group, LLC
City: Florence **County:** Boone
Activity: Service & Technology **Final Resolution #:** KBI-FL-17-19159
Bus. Dev. Contact: J. Bevington **OFS Staff:** D. Phillips

Project Description: Elovations Services Group LLC is a leading logistics service provider specializing in unique, high volume, inbound parcel grading and processing. The project consisted of establishing a service processing center in Florence.

Anticipated Project Investment - Leased	Eligible Costs	Total Investment
	\$10,330,000	\$13,700,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	696	\$15.00	
1	696	\$15.00	\$1,400,000
2	696	\$15.00	\$1,400,000
3	696	\$15.00	\$1,400,000
4	696	\$15.00	\$1,400,000
5	696	\$15.00	\$1,400,000
6			
7			
8			
9			
10			

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$7,000,000

County Type:
Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Special Conditions: None

Modifications since preliminary approval? No

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

Date: December 7, 2017

Preliminary Approval: February 25, 2016

Approved Company: Framebridge, Inc.

City: Richmond

Activity: Manufacturing

Bus. Dev. Contact: M. Duffy

County: Madison

Final Resolution #: KBI-FL-17-20936

OFS Staff: D. Phillips

Project Description: Framebridge, Inc. is a light manufacturing company specializing in customized special printed items via eCommerce. The project included a new manufacturing facility to meet customer demand.

Anticipated Project Investment - Leased

Eligible Costs	Total Investment
\$1,193,955	\$1,887,910

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	27	\$15.00	
1	41	\$15.00	\$50,000
2	66	\$15.00	\$50,000
3	115	\$15.00	\$50,000
4	175	\$15.00	\$50,000
5	175	\$15.00	\$50,000
6	175	\$15.00	\$50,000
7	175	\$15.00	\$50,000
8	175	\$15.00	\$50,000
9	175	\$15.00	\$50,000
10	175	\$15.00	\$50,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$500,000

County Type:

Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Special Conditions:

Maintain Base Employment: 1

Modifications since preliminary approval? No

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

Date: December 7, 2017
Preliminary Approval: April 24, 2014
Approved Company: Rut 'N Strut Distillery, LLC
City: Shelbyville
Activity: Manufacturing
Bus. Dev. Contact: L. Ransdell

County: Shelby
Final Resolution #: KBI-F-17-19893
OFS Staff: D. Phillips

Project Description: Rut 'N Strut Distillery, LLC is a start-up artisan distillery, focusing upon a variety of distillery spirits including primarily bourbon, vodka and corn whiskey - moonshine. The proposed project included the acquisition of land, construction of a distillery and a visitor center and crop production.

Anticipated Project Investment - Owned

Eligible Costs	Total Investment
\$3,036,117	\$4,097,772

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	11	\$40.00	
1	11	\$40.00	\$30,000
2	11	\$40.00	\$30,000
3	11	\$40.00	\$30,000
4	11	\$40.00	\$30,000
5	11	\$40.00	\$30,000
6			
7			
8			
9			
10			

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$150,000

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: December 7, 2017
Preliminary Approval: March 30, 2017
Approved Company: UACJ Automotive Whitehall Industries, Inc.
City: Paducah **County:** McCracken
Activity: Manufacturing **Final Resolution #:** KBI-F-17-21534
Bus. Dev. Contact: C. Peek **OFS Staff:** M. Elder

Project Description: UACJ Automotive Whitehall Industries, Inc. formally SRS Industries (dba Whitehall Industries) is a manufacturer of precision aluminum parts for the automotive industry and has been an employer in Paducah for the past 3 years. Whitehall was purchased in April 2016 by UACJ, one of the largest aluminum suppliers in the world. Since the change of ownership UACJ has been awarded several new programs that the company is moving to its KY plant over the next few years.

Anticipated Project Investment - Owned

Eligible Costs	Total Investment
\$2,326,500	\$3,326,500

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	50	\$17.00	
1	50	\$17.00	\$50,000
2	50	\$17.00	\$50,000
3	50	\$17.00	\$100,000
4	50	\$17.00	\$150,000
5	50	\$17.00	\$150,000
6			
7			
8			
9			
10			

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$500,000

County Type:
Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Special Conditions:

Maintain Base Employment: 144

Modifications since preliminary approval? No

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

Date: December 7, 2017
Preliminary Approval: May 28, 2015
Approved Company: Facilities Management Services, P.B.C.
City: Louisville **County:** Jefferson
Activity: Headquarters **Final Resolution #:** KBI-F-17-20442
Bus. Dev. Contact: A. Bobbitt **OFS Staff:** M. Elder

Project Description: Facilities Management Services, Inc. was founded in 1999 and is a leader in the commercial janitorial industry. The company's core values have inspired the creation of innovative employee-oriented programs, management procedures, and community engagement practices. Due to the growth in services, the company established its headquarters in Louisville.

Anticipated Project Investment - Owned	Eligible Costs	Total Investment
	\$1,275,000	\$1,275,000

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	10	\$16.00	\$45,000
2	20	\$16.00	\$45,000
3	30	\$16.00	\$45,000
4	42	\$16.00	\$45,000
5	54	\$16.00	\$45,000
6	54	\$16.00	\$45,000
7	54	\$16.00	\$45,000
8	54	\$16.00	\$45,000
9	54	\$16.00	\$45,000
10	54	\$16.00	\$45,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$450,000

County Type:
Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Special Conditions:

Maintain Base Employment: 144
Maintain Statewide Employment: 23

Modifications since preliminary approval?

The Company name has changed from Facilities Management Services, Inc. to Facilities Management Services, P.B.C. All other aspects of the project remain the same.

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

Date: December 7, 2017
Preliminary Approval: January 29, 2015
Approved Company: Lincoln Manufacturing USA, LLC
City: Stanford
Activity: Manufacturing
Bus. Dev. Contact: T. Sears

County: Lincoln
Final Resolution #: KBI-F-17-20272
OFS Staff: M. Elder

Project Description: Lincoln Manufacturing USA, LLC is a metal stamping facility that has been in operation since 1995. It was originally a subsidiary of Toshin Co. LTD and became independently owned by Masato Sugimura in 2002. The company purchased a new piece of machinery to stamp a new product line.

	Eligible Costs	Total Investment
Anticipated Project Investment - Owned	\$1,963,107	\$1,963,107

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	20	\$13.96	
1	25	\$13.96	\$25,000
2	30	\$13.96	\$25,000
3	35	\$13.96	\$25,000
4	40	\$13.96	\$25,000
5	40	\$13.96	\$25,000
6	40	\$13.96	\$25,000
7	40	\$13.96	\$25,000
8	40	\$13.96	\$25,000
9	40	\$13.96	\$25,000
10	40	\$13.96	\$25,000
11	40	\$13.96	\$25,000
12	40	\$13.96	\$25,000
13	40	\$13.96	\$25,000
14	40	\$13.96	\$25,000
15	40	\$13.96	\$25,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$375,000

County Type:
Enhanced

Statutory Minimum Wage Requirements:

Base hourly wage: \$9.06

Total hourly compensation: \$10.42

Special Conditions:

Maintain Base Employment: 104

Modifications since preliminary approval? Yes

The investment increased from \$400,000 to \$1,963,107. The eligible costs increased from \$400,000 to \$1,963,107. Jobs increased from 20 to 40. Wages increased from \$13.00/hour to \$13.96/hour. The total incentive increased from \$225,000 to \$375,000. All other aspects of the project remain the same.

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KRA REPORT - PRELIMINARY APPROVAL**

Date: December 7, 2017
Approved Company: Tarter Gate Wood Products, LLC
City: Dunnville **County:** Casey
Prelim Resolution #: KRA-I-17-21897
Bus. Dev. Contact: T. Simon **OFS Staff:** D. Phillips

Project Description: Tarter Gate Wood Products, LLC has been a leader in the production of hardwood lumber since 1945. Over the past seventy years, the company has expanded to include the operation of four sawmills. The Dunnville facility is operating at full capacity but needs to be renovated and purchase new equipment to replace outdated manually operated processes to help meet customer demand.

The project will include the renovation and expansion of its current facility to accommodate the reinvestment in computerized equipment. The implementation of the automated equipment would improve facility safety by allowing the company to remove employees from some of the more dangerous manufacturing processes. The incentives offered would provide Tarter the opportunity to continue to grow at a rapid pace to benefit its employees and the community. The company is hopeful the project will be complete and in full production no later than August 2018. If the incentives were not available the company would have to delay the renovation and expansion upgrades.

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

90
\$15.66

Negotiated job retention percentage:

90%

(Required to be at least 85% of employment as of preliminary approval)

Anticipated Equipment and Related Costs

Land
Building (new construction/additions)
Improvements (existing buildings)
Equipment and related costs (including installation costs)
Other related costs
TOTAL

Eligible Costs (50% eligible)	Total Investment
\$0	\$0
\$264,000	\$528,000
\$50,000	\$100,000
\$1,447,349	\$2,894,698
\$0	\$0
\$1,761,349	\$3,522,698

Maximum Amount of Eligible Costs:

\$1,761,349

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$700,000

Financing:

Source	Amount
Bank Loan	\$1,000,000
Equity	\$2,522,698
TOTAL	\$3,522,698

Ownership (20% or more):

Anna Lou Tarter Smith Casey, KY

Active State Participation at the project site: None

Unemployment Rate

County: 4.0%

Kentucky: 4.3%

Special Conditions: None

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KRA REPORT - PRELIMINARY APPROVAL**

Date: December 7, 2017
Approved Company: TOPY America, Inc.
City: Frankfort
Prelim Resolution #: KRA-I-17-21754
Bus. Dev. Contact: T. Simon

County: Franklin

OFS Staff: D. Phillips

Project Description: TOPY America, Inc. founded in May 1985, is a world class supplier of steel road wheels for the automotive industry. The company's current facility is in desperate need of improvement to its manufacturing system and additional square footage is needed to improve operational efficiency. The proposed expansion project would include building upgrades and improvements, refurbishing of selected existing equipment, upgrading its engineering systems, adding a new product line and improving the environment in which its employees work by adding a new cooling system. The company has indicated that without the incentives this project would not be economically feasible, potentially resulting in the need for additional overtime at this location or expansion at other locations. The company has an aggressive timeline and hopes to be completed with this project by 2020.

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

296

\$24.28

Negotiated job retention percentage:

90%

(Required to be at least 85% of employment as of preliminary approval)

Anticipated Equipment and Related Costs

Land
Building (new construction/additions)
Improvements (existing buildings)
Equipment and related costs (including installation costs)
Other related costs
TOTAL

Eligible Costs (50% eligible)	Total Investment
\$0	\$0
\$2,750,000	\$5,500,000
\$1,250,000	\$2,500,000
\$14,500,000	\$29,000,000
\$0	\$0
\$18,500,000	\$37,000,000

Maximum Amount of Eligible Costs:

\$18,500,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$1,750,000

Financing:

Source	Amount
Bank Loan	\$22,100,000
Operational cash flow	\$14,900,000
TOTAL	\$37,000,000

Ownership (20% or more):

TOPY Industries Limited - Tokyo, Japan

Active State Participation at the project site: None


Unemployment Rate

County: 3.7%

Kentucky: 4.3%

Special Conditions: None

MEMORANDUM

TO: KEDFA Board Members
FROM: Kylee Palmer 
Office of Financial Services
DATE: December 7, 2017
SUBJECT: IEIA Extension

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

Company	County	Extension
Delta Natural Gas Company, Inc.	Clark	12 month
Jefferson AD I, LLC	Jefferson	12 month

Staff recommends approval to December 7, 2018.

Kentucky Small Business Tax Credit Projects December 2017

Small Business	County	Beginning Employment	Eligible Positions	Average Hourly Wage	Qualifying Equipment/ Technology	Tax Credit Amount
Abbie Jones Consulting, PSC	Fayette	3	2	\$26.50	\$11,643	\$7,000
Alarm 1 Protective Services, LLC	Jefferson	4	1	\$18.00	\$23,500	\$3,500
All Clear Restoration, LLC	McCracken	0	2	\$20.25	\$7,205	\$7,000
Allstate Ready Mix, Inc.	Oldham	19	4	\$20.76	\$39,325	\$14,000
Ashbaugh Roby Trucking LLC	Nelson	4	1	\$25.30	\$5,072	\$3,500
Automated Cutting Technologies, Inc.	Jessamine	19	2	\$46.06	\$9,030	\$7,000
Barnett Benvenuti & Butler PLLC	Fayette	8	2	\$31.25	\$7,269	\$7,000
Barnhill Enterprises, LLC	Fayette	18	5	\$20.74	\$73,188	\$17,500
Block & Lot Real Estate, LLC	Fayette	1	1	\$13.75	\$5,608	\$3,500
Blue Moon Port-A-Pot, LLC	Allen	4	3	\$13.33	\$33,600	\$10,500

Small Business	County	Beginning Employment	Eligible Positions	Average Hourly Wage	Qualifying Equipment/ Technology	Tax Credit Amount
Bootleg Bar-B-Q Co.	Jefferson	11	1	\$16.75	\$8,100	\$3,500
Broccoli Hugger LLC	Boyle	0	1	\$14.00	\$16,458	\$3,500
BryMak & Associates, Inc.	Christian	10	2	\$17.31	\$34,468	\$7,000
Burkmann Industries, Inc.	Boyle	36	1	\$12.88	\$9,915	\$3,500
C & D Kentucky Enterprises, Inc.	Jefferson	1	1	\$15.00	\$26,500	\$3,500
Chuck's Auto Body, Inc.	Campbell	9	1	\$10.94	\$39,075	\$3,500
Cliff Buzick, Inc.	Nelson	29	1	\$13.00	\$32,894	\$3,500
Climate Conditioning Co., Inc.	Jefferson	16	1	\$48.07	\$23,975	\$3,500
Commonwealth Eye Clinic, Inc.	Fayette	5	2	\$22.25	\$22,200	\$7,000
Cui Liu Designs, LLC	Calloway	2	2	\$14.42	\$38,218	\$7,000
Danville Medical Investors, LLC	Boyle	0	8	\$21.59	\$26,055	\$25,000

Small Business	County	Beginning Employment	Eligible Positions	Average Hourly Wage	Qualifying Equipment/ Technology	Tax Credit Amount
Don Franklin Bardstown, Inc.	Nelson	34	4	\$15.34	\$12,713	\$12,700
Dukes A&W Enterprises, LLC	Jefferson	13	2	\$15.75	\$20,980	\$7,000
EDJ, Inc.	Boone	3	1	\$14.50	\$10,995	\$3,500
Ehrlers, Inc.	Jefferson	0	3	\$20.96	\$12,199	\$10,500
Family EyeCare Associates, P.S.C.	Woodford	1	1	\$12.00	\$25,990	\$3,500
FieldTrip LLC	Jefferson	18	6	\$28.55	\$27,879	\$21,000
Franklin Management, Inc.	Adair	6	2	\$29.08	\$12,500	\$7,000
Franklin Nissan, LTD. Co.	Adair	7	4	\$27.93	\$14,510	\$14,000
Green Motors, LLC	Fayette	18	5	\$38.15	\$40,000	\$17,500
Hamilton, Inc.	Rowan	40	2	\$16.82	\$16,882	\$7,000
Hans G. Poppe, Jr.	Jefferson	6	1	\$21.63	\$5,779	\$3,500

Small Business	County	Beginning Employment	Eligible Positions	Average Hourly Wage	Qualifying Equipment/ Technology	Tax Credit Amount
Hinkle Environmental Services, LLC	Madison	19	3	\$19.50	\$14,400	\$10,500
Jack Riley Investments LLC	Warren	0	4	\$22.76	\$8,319	\$8,300
J Michael's Spa & Salon, LLC	Jefferson	11	4	\$16.87	\$11,034	\$11,000
Kentucky Machinery Company, LLC	Madison	4	1	\$14.50	\$24,000	\$3,500
Kertis Creative, LLC	Jefferson	11	4	\$17.07	\$24,865	\$14,000
Kinkead & Stilz, PLLC	Fayette	14	1	\$28.85	\$8,202	\$3,500
Lance S. Ferguson, M.D., P.S.C.	Fayette	19	7	\$17.53	\$38,754	\$24,500
Legacy Financial, LLC	Fayette	7	2	\$30.46	\$67,500	\$7,000
Logan Bethel Veterinary Services, LLC	Logan	0	4	\$18.63	\$27,455	\$14,000
Long Construction Management LLC	Fayette	3	2	\$30.00	\$9,819	\$7,000
Louisville Cabinets and Countertops LLC	Oldham	2	2	\$18.00	\$8,750	\$7,000

Small Business	County	Beginning Employment	Eligible Positions	Average Hourly Wage	Qualifying Equipment/ Technology	Tax Credit Amount
Louisville Medical Investors, LLC	Jefferson	11	8	\$17.07	\$8,054	\$8,000
Mainstream, Inc.	Bullitt	6	4	\$25.00	\$46,963	\$14,000
Manoochehr Mazloomdoost, P.S.C.	Fayette	10	5	\$18.80	\$22,700	\$17,500
Map Enterprises Inc.	Graves	23	3	\$14.42	\$11,383	\$10,500
McDaniel Financial Services, PLLC	Boyle	4	1	\$15.50	\$5,555	\$3,500
MEMStim LLC	Jefferson	1	2	\$32.21	\$7,384	\$7,000
Miranda Construction, LLC	Jefferson	0	4	\$27.94	\$11,930	\$11,900
Nationwide Construction, Inc.	Bullitt	13	1	\$23.75	\$22,500	\$3,500
New Vitalis, LLC	Jefferson	0	6	\$24.68	\$26,025	\$21,000
NM-Louisville, Inc.	Jefferson	22	1	\$32.19	\$7,245	\$3,500
Paladin, Inc.	Fayette	14	2	\$33.42	\$7,519	\$7,000

Small Business	County	Beginning Employment	Eligible Positions	Average Hourly Wage	Qualifying Equipment/ Technology	Tax Credit Amount
Quantum Enterprises, Inc.	Jefferson	38	3	\$19.17	\$78,743	\$10,500
Russtech Admixtures, Inc.	Jefferson	14	1	\$14.58	\$25,197	\$3,500
S.B. Chiropractic, PSC	Jefferson	4	1	\$11.33	\$8,000	\$3,500
Service Specialties, LLC	Clark	7	2	\$25.00	\$60,551	\$7,000
Shannon Hudson	McLean	1	1	\$11.77	\$13,000	\$3,500
Six Sigma, Inc.	Jefferson	36	1	\$38.46	\$42,900	\$3,500
SKY Property Management, LLC	Warren	0	1	\$31.25	\$13,500	\$3,500
Stephen D. Prater Builder, Inc.	Fayette	5	3	\$17.58	\$30,201	\$10,500
Sunergos Coffee, LTD. Co.	Jefferson	10	4	\$14.99	\$14,060	\$14,000
The Cubero Group, Inc.	Jefferson	5	1	\$11.00	\$7,811	\$3,500
The Oliver Group, Inc.	Jefferson	17	5	\$38.46	\$19,236	\$17,500

Small Business	County	Beginning Employment	Eligible Positions	Average Hourly Wage	Qualifying Equipment/ Technology	Tax Credit Amount
Thermal Equipment Service, Inc.	Fayette	44	1	\$28.00	\$37,889	\$3,500
The Roberts Group, P.S.C.	Fayette	20	3	\$37.84	\$14,145	\$10,500
The Weekly Juicery, LLC	Fayette	9	1	\$15.00	\$16,500	\$3,500
Three Family, LLC	Clark	0	2	\$11.75	\$14,915	\$7,000
Traugher Mechanical Services, Inc.	Simpson	22	4	\$16.00	\$226,351	\$14,000
TSC, LLC	Rowan	6	1	\$13.96	\$5,500	\$3,500
Volta Inc.	Franklin	20	1	\$17.58	\$8,488	\$3,500
Winner's Circle Painting, LLC	Jessamine	7	5	\$18.13	\$40,906	\$17,500
73	24		187	Total	\$1,791,974	\$619,400

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	\$1,088,300
Remaining Credits	\$1,911,700

KEDFA

Biennial Election of Officers

December 7, 2017

In accordance with KRS 154.20-010(7) and Article VII of the Fourth Amended and Restated Bylaws of the Kentucky Economic Development Finance Authority, the Authority shall elect biennially from its membership a Chairman, Vice Chairman and Secretary-Treasurer.

The bylaws require the election to take place at the December meeting in even numbered years. Additionally, consistent with KRS 154.20-010(7), the committee may appoint any assistant secretaries and assistant treasurers deemed necessary.

Due to recent resignations and appointments, an election of officers is necessary to fill vacancies. The following members expressed willingness to serve in the designated officer positions, subject to nomination and election by the members of the committee:

Jean Hale	Chairman
Don Goodin	Vice Chairman
Dorsey Hall	Secretary-Treasurer
Tucker Ballinger	Assistant Secretary-Treasurer

The committee may nominate and vote on each officer position, or may take the full slate in one motion.

**Kentucky Economic Development Finance Authority
2018 Board Meeting Schedule**

LOCATION Cabinet for Economic Development
Board of Directors Conference Room
300 West Broadway
Frankfort, Kentucky

DAY Last Thursday of Each Month

TIME 10:00 a.m. Eastern

2018

MONTH	DAY
JAN	25
FEB	22
MAR	29
APR	26
MAY	31
JUN	28
JUL	26
AUG	30
SEP	27
OCT	25
NOV	Due to holidays, the November and December meetings may be combined and held in December. Date TBD
DEC	