

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

SPECIAL MEETING

June 23, 2016

MINUTES

Call to Order

The Kentucky Economic Development Finance Authority convened at 3:30 p.m. EDT, June 23, 2016, 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 Warren County. Other sites, via video conference, were: Community Trust Bank, Inc., 346 North Mayo Trail, 5th Floor Conference Room, Pikeville, Kentucky and South Central Bank Operations Center, 501 S. L. Rogers Wells Blvd., Board Room, Glasgow, Kentucky.

Notification of Press

Jean Hale, Chairman, received verification that the media had been notified of the KEDFA Special Board Meeting.

Roll Call

Members Present: Jean Hale, Aubrey Hayden, Edwin King, Proxy for Secretary William M. Landrum, Joe Kelly and Dorsey Hall

Staff Present: Caroline Baesler, John Bevington, Don Goodin, Debbie Phillips, Katie Smith and Teresa Spreitzer

Others Present: Charles Allen Mason, Daily News, Bowling Green; Beth Noffsinger and Mike Good, South Central Bank, Glasgow; and Thomas McCoy, Community Trust Bank, Pikeville

KBI Project (Preliminary)

Chairman Hale called on staff to present a KBI Preliminary project to the Authority.

General Motors LLC Warren County

**John Bevington
Debbie Phillips**

John Bevington stated General Motors LLC manufactures and markets automobiles, automotive systems, engines, heavy duty automatic transmissions, component parts and locomotives worldwide. The company is considering an expansion of its Bowling Green facility to add new technologies and processes to meet increasing customer demand.

Ms. Phillips stated the project investment is \$153,900,000 of which \$7,300,000 qualifies as KBI eligible costs. The highest jobs target over the term of the agreement is 270 with average hourly wages of \$21.00 including benefits. The state wage assessment participation is 3.0% and The City of Bowling Green will participate at 1.0%.

The company will be required to maintain a base employment equal to the greater of the number of full-time, Kentucky resident employees as of the date of preliminary approval or 1,030 full-time, Kentucky resident employees (the base employment number required by previous project).

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

Dorsey Hall moved to approve the staff recommendation, as presented; Aubrey Hayden seconded the motion. Motion passed; unanimous.

Adjournment

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

Mr. Hayden moved to adjourn the KEDFA Special Board Meeting; Edwin King seconded the motion. Motion passed; unanimous.

The meeting adjourned at 3:36 p.m.

PRESIDING OFFICER:



Jean Hale, Chairman