



CABINET FOR ECONOMIC DEVELOPMENT

Andy Beshear
Governor

Old Capitol Annex
300 West Broadway
Frankfort, Kentucky 40601

Jeff Noel
Secretary

MEMORANDUM

TO: KEDFA Members

FROM: Katie Smith, Commissioner
Department for Financial Services *KS*

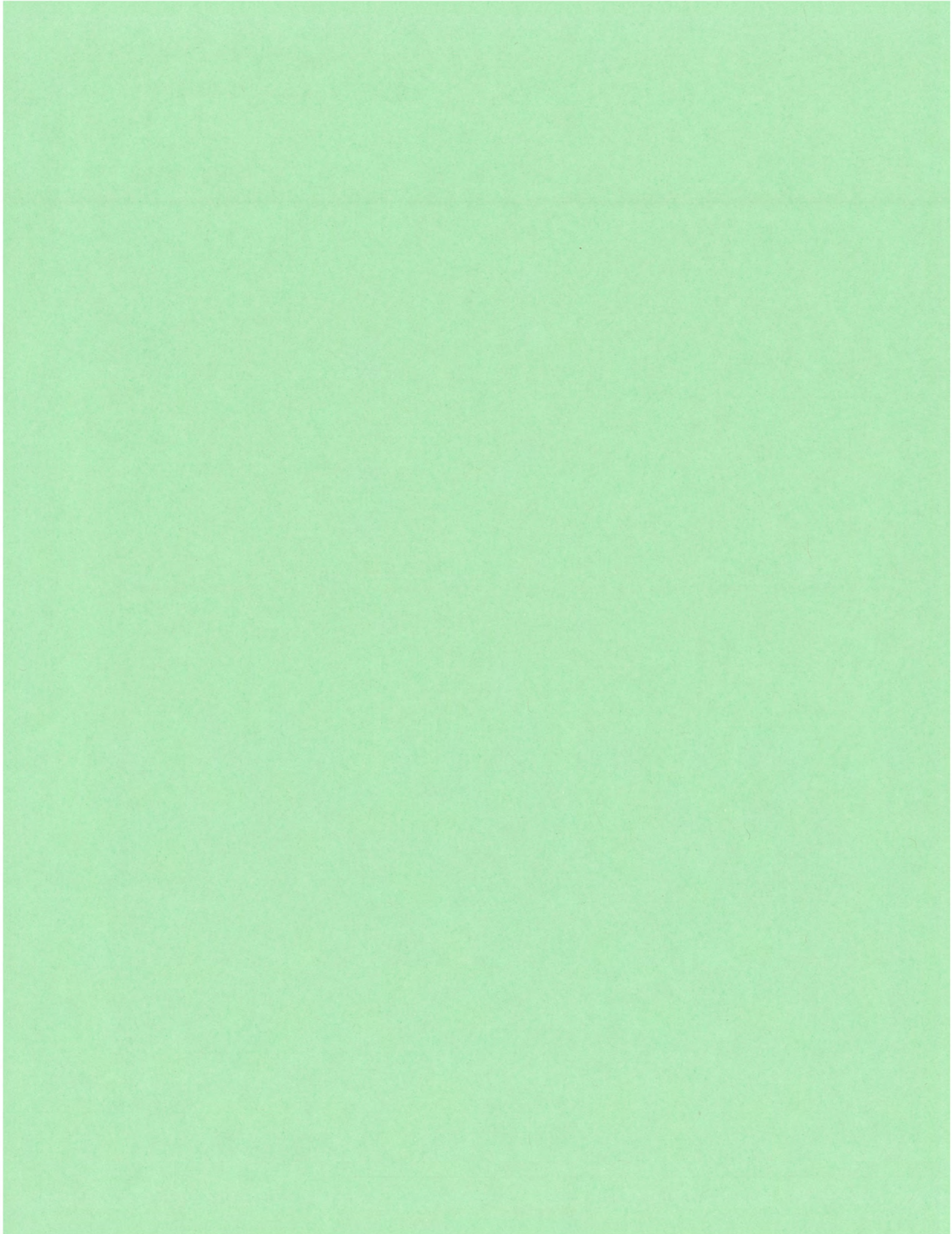
DATE: September 23, 2022

SUBJECT: KEDFA Board Meeting

The Kentucky Economic Development Finance Authority's next regular board meeting is scheduled for **September 29, 2022** at 10:00 a.m. (ET) through both in person attendance and video conference. The primary location for the meeting where all members can be seen and heard and the public may attend in accordance with KRS 61.826 and 61.810 will be in the Board of Directors Conference Room at the Cabinet for Economic Development, Old Capitol Annex, 300 West Broadway in Frankfort. While participants, media and members of the public may attend the board meeting in person at the primary location, attendees are also encouraged to join the meeting virtually and can access the video teleconference at the following link:

<https://us02web.zoom.us/j/83413856733>

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



KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

AGENDA

September 29, 2022

PRIMARY LOCATION:

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

Board of Directors Conference Room

Old Capitol Annex

300 West Broadway

Frankfort, Kentucky

ALSO AVAILABLE VIA ZOOM: <https://us02web.zoom.us/j/83413856733>

Call to Order

Notification of Press

Roll Call

Minutes

Minutes from August 25, 2022 KEDFA Board Meeting

Reports

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

Local IRB

KWH Venture, LLC	Hardin	Michelle Elder
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KBI Projects (Amendment)

Healthcare Asset Network, INC. d.b.a. HANDLE	Jefferson	Beth Sturm
Wieland Rolled Products North America, LLC	Jefferson	Beth Sturm
Prysmian Cables and Systems USA, LLC	Anderson	Craig Kelly
Owl's Head Alloys, Inc.	Warren	Craig Kelly

KEIA Projects (Extension)

Neat Distributing, LLC	Russell	Craig Kelly
Perfetti van Melle USA Inc.	Boone	
Log Still Distilling LLC	Nelson	
Bilstein Cold Rolled Steel LP	Warren	
Bluegrass Roller Service	Shelby	
Continental Refining Co LLC	Pulaski	
Fresh Bourbon Inc. dba Edwards Spirit Company	Fayette	
Martinrea Hopkinsville, LLC	Christian	
Rut N Strut Distillery LLC	Shelby	
The Sherwin-Williams Company	Madison	

KEIA Projects (Final)

Michelin North America, Inc.	Jefferson	Malcolm Jollie / Michelle Elder
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KBI Projects (Preliminary) & KEIA Projects

River View Coal, LLC	Henderson	Corky Peek / Michelle Elder
Automotive Service Products, Inc.	Boone	Foster Shrout / Michelle Elder
Emerald Exploration and Land Company	Magoffin	Foster Shrout / Michelle Elder
Verst Group Logistics, Inc.	Grant	Jerod Metz / Debbie Phillips
U. S. Smokeless Tobacco Company LLC	Christian	Billy Dickinson / Debbie Phillips
Circusil LLC	Jefferson	Foster Shrout / Michelle Elder

KBI Projects (Preliminary)

eBlu Solutions, Inc.	Jefferson	Malcolm Jollie / Michelle Elder
Elevate Windows and Doors, LLC	Christian	Corky Peek / Michelle Elder
BM2 Freight Services, Inc.	Kenton	Foster Shrout / Michelle Elder
Flash Steelworks, Inc.	Bell	Malcolm Jollie / Michelle Elder
Trader Joe's East Inc.	Simpson	Ashlee Chilton / Michelle Elder

KBI Projects (Extensions)

Michelle Elder

Distilled Spirits Epicenter, LLC	Jefferson
Ag Science Solutions, Inc.	Simpson
Froedge Machine and Supply Co., Inc.	Barren
IJW Whiskey Company, LLC	Jefferson
Strigiformes, LLC	Nelson
Taeyang America Corp.	Simpson
The Hollaender Manufacturing Company	Pulaski
United Parcel Service Co.	Jefferson
UPS Supply Chain Solutions, Inc.	Jefferson

KBI Projects (Final)

Debbie Phillips

Fruehauf, Inc.	Warren
Highlands Diversified Services, Inc.	Laurel

Kentucky Entertainment Incentives (KEI Final)

Tim Bates

Love Finds A Way LLC	Jefferson, Oldham, Pulaski
HD2 LLC	Boyd, Boyle, Bracken, Clay, Harrison, Jefferson, Oldham, Pulaski
World of Wonder Production Processing, Inc.	Jefferson

Kentucky Small Business Tax Credits

Tim Back

BEH Physical Therapy, LLC	Madison
Best Pets Animal Clinic, LLC	Scott
Chism Machine and Gage, Inc.	Pulaski
Corvin's Furniture & Carpet, LLC	Nelson

H.P.G. Inc	Jefferson
Jeffries Heating & Air, LLC	Pulaski
Meyerowitz & King, PLLC	Jefferson
Phoenix Preferred Care Incorporated	Pulaski

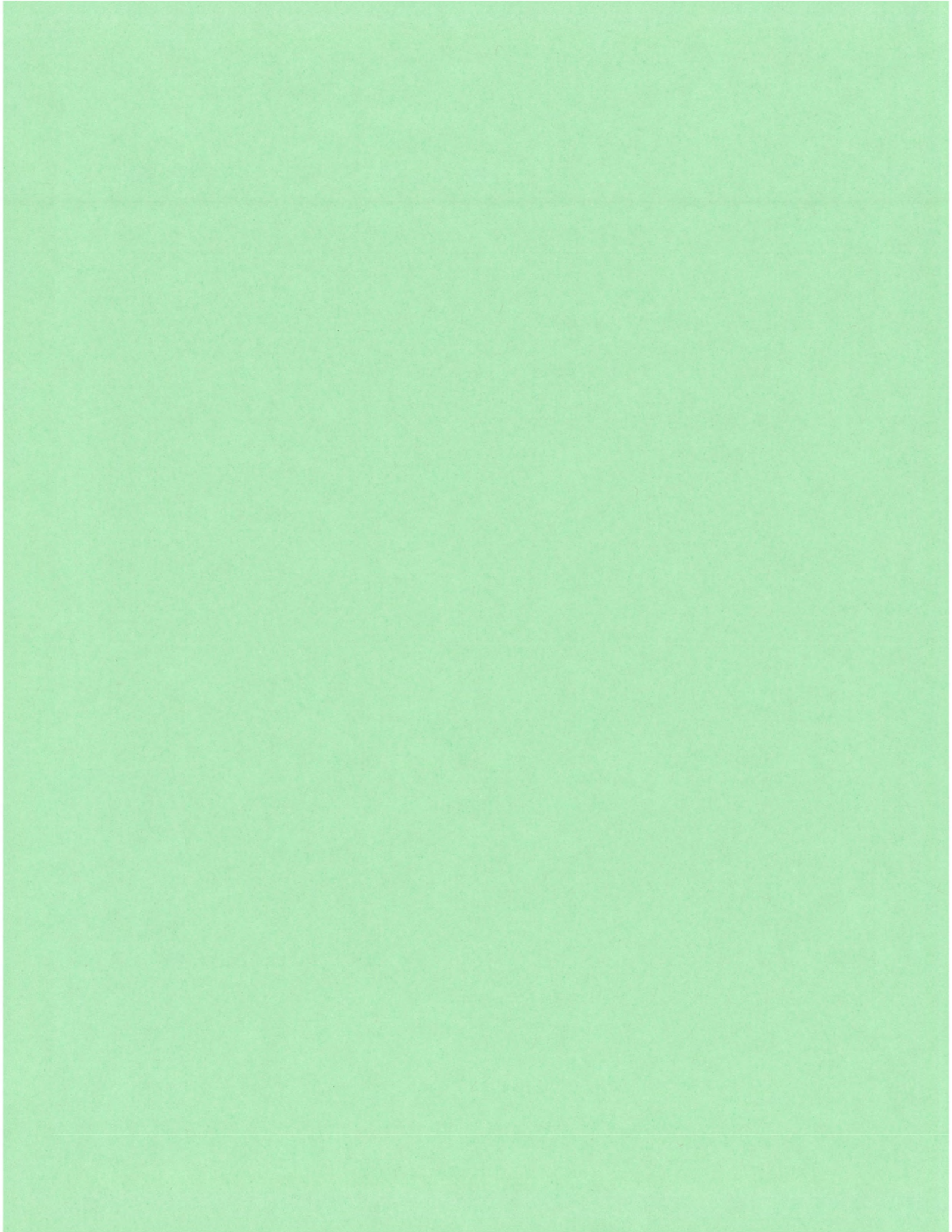
Kentucky Angel Investment Tax Credits

Christopher H. Young	Fayette
Roy T. Toutant	Oldham
Michael B. Fritz	Kenton

Other Business

Audit Report & Auditor's Communication	Todd Hamilton, MCM CPA & Advisors, LP
KEDFA Resolution 2022-01	Katie Smith
KEDFA Resolution 2022-02	Katie Smith

Adjournment



KEDFA APPROVED AND NOT DISBURSED

8/31/2022

Approved and Undisbursed KEDFA Projects

Applicant	Form #	County	Date Approved	Commitment Expires	Project Amount
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KEDFA LOANS

None

KEDFA GRANTS

Corbin Tri-County Joint Industrial Development Authority	22283	Knox	Oct-15	Oct-24	\$381,774
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SMALL BUSINESS LOANS

None

TOTAL APPROVED AND UNDISBURSED KEDFA PROJECT(S)-FUND E					<u>\$381,774</u>
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RURAL HOSPITAL LOANS

Baptist Health Deaconess Madisonville, Inc.		Hopkins	Mar-22	Mar-23	\$975,000
Ohio County Hospital Corporation		Ohio	Aug-22	Aug-23	\$999,705
Rockcastle Hospital and Respiratory Care Center, Inc.		Rockcastle	Mar-22	Mar-23	\$862,654
Trigg County Hospital, Inc.		Trigg	Apr-22	Apr-23	\$400,000

TOTAL APPROVED AND UNDISBURSED KEDFA PROJECT(S)-KRHLP FUND					<u>\$3,237,359</u>
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Approved and Partially Disbursed KEDFA Projects

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

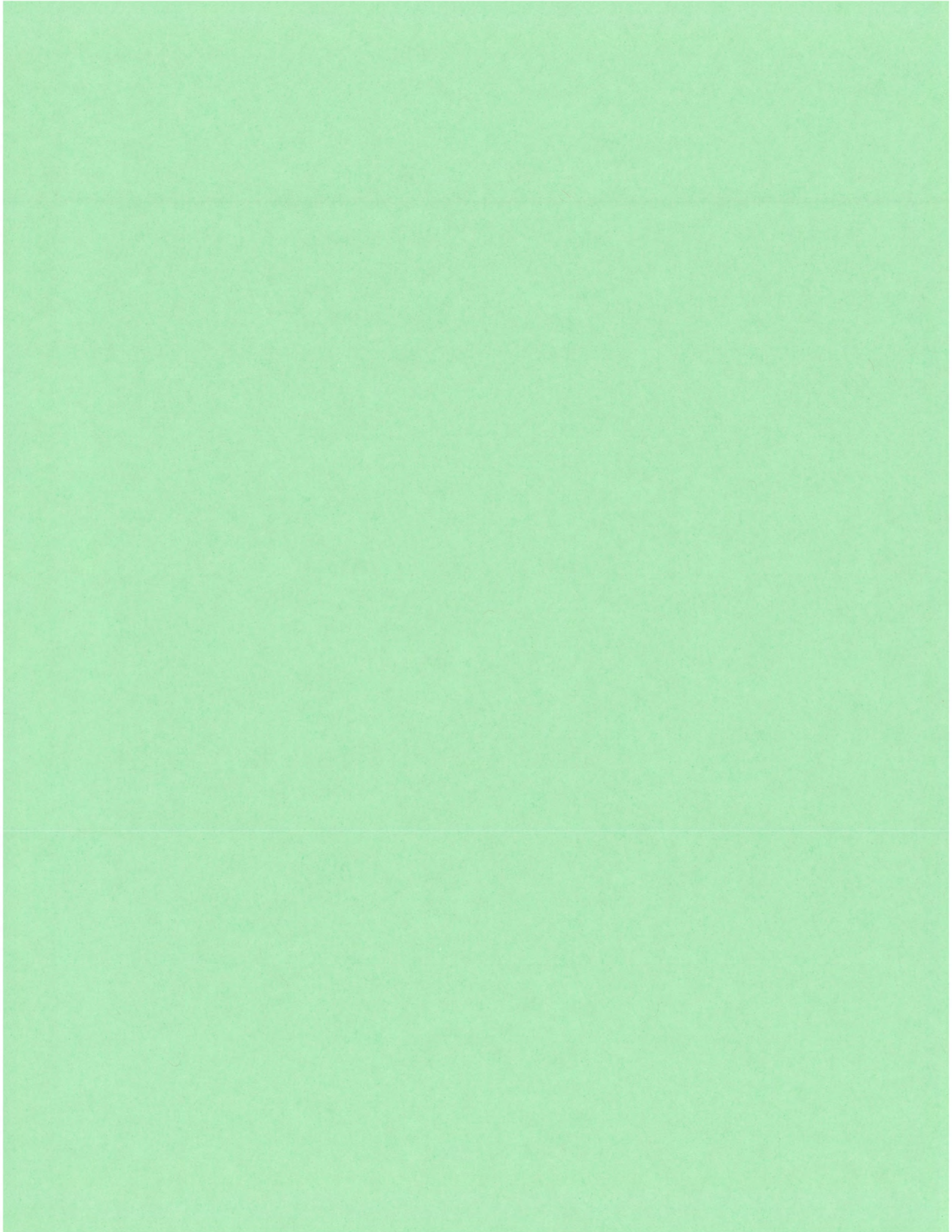
Louisville/Jefferson County Metro Government (Res-Care, Inc.)	21990	Jefferson	Jan-18	Dec-22	\$500,000	(\$400,000)	\$100,000
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TOTAL APPROVED AND PARTIALLY DISBURSED KEDFA PROJECT(S)-FUND E							<u>\$100,000</u>
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Crittenden Community Hospital, LLC		Crittenden	Jun-22	Jun-23	\$998,392	(\$26,090)	\$972,302
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TOTAL APPROVED AND PARTIALLY DISBURSED KEDFA PROJECT(S)-KRHLP FUND							<u>\$972,302.00</u>
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TOTAL KEDFA APPROVED AND NOT DISBURSED-FUND E**\$481,774****TOTAL KEDFA APPROVED AND NOT DISBURSED-KRHLP FUND****\$4,209,661**



KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
STATEMENT OF NET POSITION
8/31/2022

	FUND A	BOND FUND	Small Bus. Loan Pool	KRHLP FUND	GENERAL FUND	KEDFA 8/31/22	OOE 8/31/22	COMBINED 8/31/22
<u>ASSETS</u>								
Cash & Accounts Receivable								
Operating Account	279,563.73	0.00	0.00	0.00	0.00	279,563.73	0.00	279,563.73
Cash	19,127,219.03	13,386,569.85	413,705.56	3,329,695.62	0.00	36,257,190.06	0.00	36,257,190.06
High Tech Construction Pool	0.00	0.00	0.00	0.00	0.00	0.00	137,500.00	137,500.00
High Tech Investment Pool	0.00	0.00	0.00	0.00	0.00	0.00	2,529,130.64	2,529,130.64
High Tech LGEDF Pool	0.00	0.00	0.00	0.00	0.00	0.00	4,043.88	4,043.88
Investment Account	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Accounts Receivable	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Intergovernment Receivable	481,774.00	0.00	0.00	999,705.00	0.00	1,481,479.00	0.00	1,481,479.00
Total Cash & Accounts Receivable	19,888,556.76	13,386,569.85	413,705.56	4,329,400.62	0.00	38,018,232.79	2,670,674.52	40,688,907.31
Accrued Interest Receivable								
Loans	31,656.13	(514.14)	0.00	2,192.30	0.00	33,334.29	0.00	33,334.29
Investments	28,044.69	19,913.34	611.11	0.00	0.00	48,569.14	0.00	48,569.14
Total Accrued Interest Receivable	59,700.82	19,399.20	611.11	2,192.30	0.00	81,903.43	0.00	81,903.43
Notes Receivable								
Loans Receivable	30,154,984.10	158,750.00	0.00	916,294.75	0.00	31,230,028.85	0.00	31,230,028.85
(Allowance for Doubtful Accounts)	0.00	0.00	0.00	0.00	0.00	(1,477,808.43)	0.00	(1,477,808.43)
Total Notes Receivable	30,154,984.10	158,750.00	0.00	916,294.75	0.00	29,752,220.42	0.00	29,752,220.42
TOTAL ASSETS	50,103,241.68	13,564,719.05	414,316.67	5,247,887.67	0.00	67,852,356.64	2,670,674.52	70,523,031.16
DEFERRED OUTFLOWS OF RESOURCES:								
Deferred Outflows Pension						791,000.00	0.00	791,000.00
Deferred Outflows OPEB						687,000.00	0.00	687,000.00
<u>LIABILITIES</u>								
Accrued Salaries & Compensated Absences						343,544.51	0.00	343,544.51
Accounts Payable							0.00	0.00
Intergovernment Payable								0.00
Grants Payable						0.00	0.00	0.00
Pension Liability						11,941,000.00	0.00	11,941,000.00
OPEB Liability						2,033,000.00	0.00	2,033,000.00
TOTAL LIABILITIES						14,317,544.51	0.00	14,317,544.51
DEFERRED INFLOWS OF RESOURCES								
Deferred Inflows Pension						595,000.00	0.00	595,000.00
Deferred Inflows OPEB						534,000.00	0.00	534,000.00
<u>NET POSITION</u>								
Beginning Balance						52,010,072.95	2,670,674.52	54,680,747.47
Current Year Undivided Profits						1,873,739.18	0.00	1,873,739.18
TOTAL NET POSITION						53,883,812.13	2,670,674.52	56,554,486.65

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 August 31, 2022

	FUND A	BOND FUND	Small Bus Loan Pool	KRHLP FUND	GENERAL FUND	OOE FUND	FY 2022-2023 YEAR TO DATE	FY 2021-2022 YEAR TO DATE
Operating Revenues - KEDFA								
Interest Income/Loans	9,242.45	271.50	0.00	766.32	0.00	0.00	20,640.20	22,359.39
Interest Income/ Investments	28,044.69	19,913.34	611.11	0.00	0.00	0.00	79,646.38	317.97
Late Fees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Application Fees	172,448.65	0.00	0.00	0.00	0.00	0.00	212,366.24	38,314.00
Miscellaneous Income	0.00	0.00	0.00	2,557.39	0.00	0.00	3,868.47	0.61
Total Operating Revenues - KEDFA	209,735.79	20,184.84	611.11	3,323.71	0.00	0.00	316,521.29	60,991.97
Operating Expenses - KEDFA								
Salaries	103,270.26				9,987.32		227,164.02	248,012.85
Employee benefits	102,810.63				9,937.20		228,163.53	256,219.41
Pension Liability Adjustment	0.00						0.00	0.00
OPEB Liability Adjustment	0.00						0.00	0.00
Other Personnel Costs	0.00						0.00	0.00
Contracted Personal Services	22,528.85						24,094.67	18,973.33
Maintenance and Repairs	0.00						0.00	0.00
Computer Services	0.00						0.00	0.00
Supplies	0.00						0.00	0.00
Miscellaneous Services	0.00						0.00	0.00
Travel	126.72						895.22	0.00
Dues	0.00						0.00	2,595.00
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	228,736.46	0.00	0.00	0.00	19,924.52	0.00	480,317.44	526,040.39
Income (Loss) from Operations - KEDFA	(19,000.67)	20,184.84	611.11	3,323.71	(19,924.52)	0.00	(163,796.15)	(465,048.42)
Non-Operating Revenues (Expenses) - KEDFA								
Operating Transfer Out - General Fund	0.00						0.00	0.00
Operating Transfer Out - BSSC							0.00	0.00
Transfer Due from Bonds							0.00	0.00
Grants Disbursed							0.00	0.00
Operating Transfer In - General Fund	0.00			999,705.00	19,924.52		2,037,535.33	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	999,705.00	19,924.52	0.00	2,037,535.33	0.00
CHANGE IN NET POSITION - KEDFA	(19,000.67)	20,184.84	611.11	1,003,028.71	0.00	0.00	1,873,739.18	(465,048.42)
Operating Revenues (expenses) - OOE								
Interest Income - Loans					0.00	0.00	0.00	0.00
Misc Income					0.00	0.00	0.00	0.00
Disbursements: Projects (Note 1)							0.00	0.00
Repayments received from Projects							0.00	0.00
Non-Operating Revenues (Expenses) - OOE								
Operating Transfer in - OOE							0.00	0.00
Transfer Due from Bonds							0.00	0.00
Operating Transfer Out - OOE					0.00	0.00	0.00	0.00
CHANGE IN NET POSITION - OOE	0.00	0.00	0.00		0.00	0.00	0.00	0.00
CHANGE IN NET POSITION - COMBINED	(19,000.67)	20,184.84	611.11	1,003,028.71	0.00	0.00	1,873,739.18	(465,048.42)

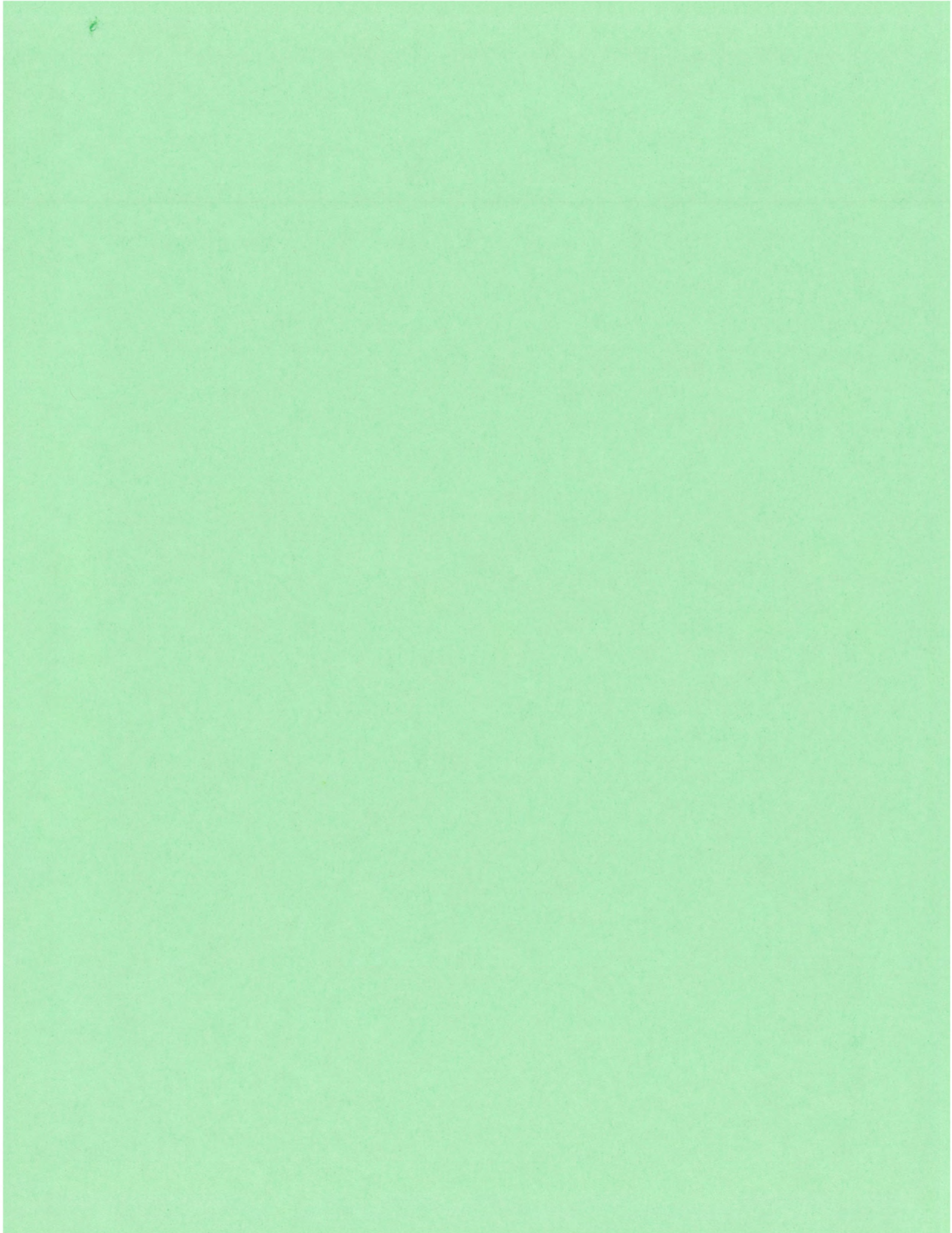
NOTE 1 Represents disbursements for projects from OOE Funds. (See OOE listings for detail of approved projects)

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
8/31/2022

	<u>8/31/2021</u>	<u>8/31/2022</u>
Fund A Cash Balance	\$3,607,917.91	\$19,127,219.03
Less: Approved/Undisbursed		
Total Unobligated Balance	<u>\$3,607,917.91</u>	<u>\$19,127,219.03</u>
 2003 Bond Fund Cash Balance	 \$14,937,100.57	 \$13,386,569.85
Less: Approved/Undisbursed	(581,774.00)	(481,774.00)
Total Unobligated Balance	<u>\$14,355,326.57</u>	<u>\$12,904,795.85</u>
 Small Business Loan Fund Cash Balance	 \$412,956.82	 \$413,705.56
Less: Approved/Undisbursed		
Total Unobligated Balance	<u>\$412,956.82</u>	<u>\$413,705.56</u>
 Kentucky Rural Hospital Loan Fund Cash Balance	 \$0.00	 \$3,329,695.62
Less: Approved/Undisbursed	0.00	(4,209,661.00)
Total Unobligated Balance	<u>\$0.00</u>	<u>(\$879,965.38)</u>
 Bond Funds to be Provided for Loans	 \$0.00	 \$0.00
Less: Approved/Undisbursed	0.00	0.00
Total Unobligated Balance	<u>\$0.00</u>	<u>\$0.00</u>
 Budget: Cash to be Transferred to Other CED Programs	 <u>\$0.00</u>	 <u>\$0.00</u>
 CASH AVAILABLE	 <u><u>\$18,376,201.30</u></u>	 <u><u>\$31,565,755.06</u></u>
 OCI Fund Cash Balance		
High Tech Construction Pool	\$137,500.00	\$137,500.00
Less: Approved/Undisbursed	\$0.00	\$0.00
High Tech Investment Pool	\$2,529,130.64	\$2,529,130.64
Less: Approved/Undisbursed	\$0.00	\$0
LGEDF Pool	\$4,043.88	\$4,043.88
Less: Approved/Undisbursed	\$0.00	\$0.00
Bond Funds to be Provided for Approved Projects		
Bond Funds Available for Projects		
Total Unobligated Balance	<u>\$2,670,675</u>	<u>\$2,670,675</u>
 TOTAL ALL FUNDS	 <u><u>\$21,046,875.82</u></u>	 <u><u>\$34,236,429.58</u></u>



KBI Summary

Updated September 12, 2022

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	58	5,908	5,395	110%	\$24.85	\$23.35	106%
2014	94	10,024	9,525	105%	\$24.85	\$22.98	108%
2015	143	14,617	13,193	111%	\$25.32	\$22.32	113%
2016	196	21,251	18,665	114%	\$25.05	\$21.79	115%
2017	245	26,094	22,067	118%	\$26.81	\$21.93	122%
2018	290	31,594	25,634	123%	\$26.24	\$21.77	121%
2019	331	35,397	29,299	121%	\$27.88	\$22.38	125%
2020	342	38,625	32,295	120%	\$29.26	\$22.69	129%
2021	287	29,644	28,374	104%	\$30.66	\$23.09	133%
2022	46	4,504	3,491	129%	\$30.59	\$24.05	127%

Annual Maximums and Incentives Claimed

Year	Approved Annual Maximum	Earned Annual Maximum	Incentives Claimed*	Utilization Rate
2010-2012**	\$5,182,833	\$4,914,663	\$2,104,094	43%
2013	\$15,611,951	\$13,992,639	\$6,601,085	47%
2014	\$27,405,836	\$23,759,875	\$13,131,631	55%
2015	\$45,896,940	\$39,276,598	\$18,084,965	46%
2016	\$40,299,248	\$35,382,109	\$20,566,525	58%
2017	\$44,952,034	\$38,751,699	\$24,998,373	65%
2018	\$52,273,284	\$44,172,090	\$29,437,328	67%
2019	\$63,703,319	\$54,270,834	\$29,116,698	54%
2020	\$57,732,165	\$50,064,387	\$25,036,830	50%
2021	\$37,511,690	\$36,129,711	\$22,044,769	61%
Grand Total	\$390,569,299	\$340,714,604	\$191,122,297	

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

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

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

Kentucky Enterprise Initiative Act (KEIA) Projects
Fiscal Year End 2023

KEDFA Meeting date	9/29/2022
Total Projects Approved Fiscal Year-to-Date	15
Number of Proposed Projects for Current Month	7

Construction Materials and Building Fixtures

Fiscal Year Cap	\$20,000,000
Approved Fiscal Year-to-Date	\$6,995,000
Committed Amount	<u>\$0</u>
Balance Available for Current Month	\$13,005,000
Proposed Approval for Current Month	\$ 1,130,000
Balance Available for Remainder of Fiscal Year	<u><u>\$11,875,000</u></u>

Research & Development and Electronic Processing Equipment, Flight Simulation Equipment

Fiscal Year Cap	\$5,000,000
Approved Fiscal Year-to-Date	\$75,000
Committed Amount	<u>\$0</u>
Balance Available for Current Month	\$4,925,000
Proposed Approval for Current Month	<u>\$0</u>
Balance Available for Remainder of Fiscal Year	<u><u>\$4,925,000</u></u>

**Kentucky Entertainment Incentive (KEI) Projects
Calendar Year 2022**

KEDFA Meeting date	9/29/2022
Total Projects Approved Fiscal Year-to-Date	43
Number of Proposed Projects for Current Month	3
Calendar Year Cap	\$75,000,000
Approved Calendar Year-to-Date	\$29,912,995
Balance Available for Current Month	\$45,087,005
Proposed Approval for Current Month	<u>\$3,749,850</u>
Balance Available for Remainder of Calendar Year	<u><u>\$41,337,155</u></u>

Project Update Report

September 2022

PROJECT UPDATES – PRELIMINARY APPROVAL

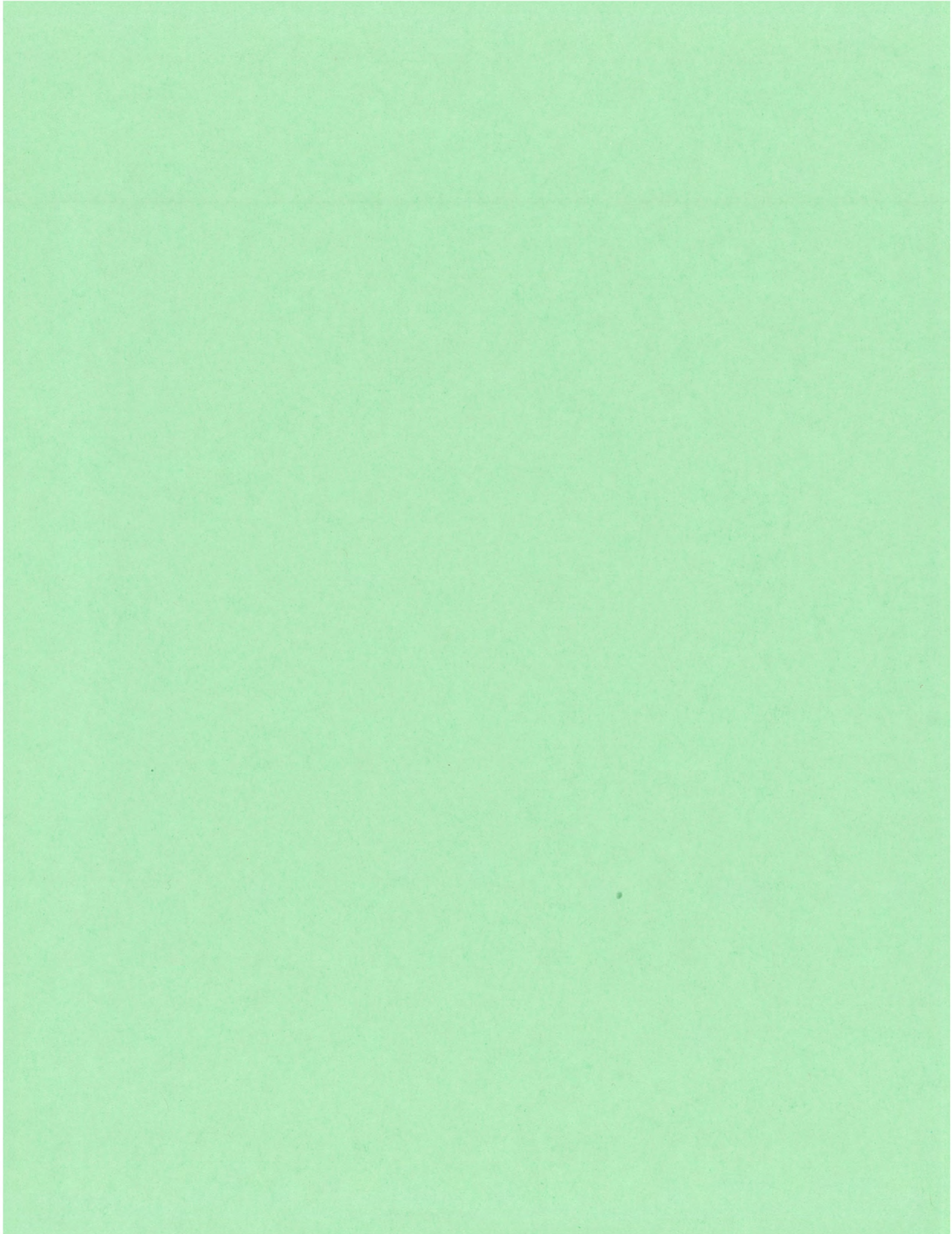
The following update(s) have occurred to project(s) that received preliminary approval. Please note the project(s) were not eligible for incentives because final approval did not occur.

Program	Project	County	Preliminary Approval Date	Status Update
KBI	Dameron Alloy Foundries Inc.	Jefferson	8-29-2022	8-31-2022 - Per an email from the company dated 8-1-2022, let expire.
KBI	Prolocity Technology Solutions LLC	Kenton	8/30/2018	8/31/2022- No response from the company- let project expire.
KBI	JW Rutledge Distillery, LLC	Woodford	1/30/2022	9/7/2022- Per an email from the company, they choose to withdraw from the project.

PROJECT UPDATES – FINAL APPROVAL

The following update(s) have occurred to project(s) that received final approval. Please note projects would not qualify for incentives if the project did not meet initial requirements, such as job creation, wages, investment or other, as required by the program.

Program	Project	County	Final Approval Date	Did the Project Qualify for Incentives?	Status Update
KREDA	Phoenix Products, Inc.	Jackson	3/31/2011	Yes	Company sent an email on 8/29/2022 withdrawing from the KREDA program effective 11/15/2019
KREDA	Frozen Foods Partners, LLC	Muhlenberg	4/24/2008	Yes	Company no longer in operation and the facility was sold. 12/31/2020 is last date of confirmed ompliance
KBI	Whitworth Tool, Inc.	Breckinridge	7/30/2020	No	Company sent an email on 9/2/2022 withdrawing the project from the KBI program.
KBI	Corvac Composites, LLC	Butler	4/30/2020	No	Company was unable to activate at anytime after final approval through 4/30/2022 due failure to meet the minimum employment requirement above the base.



**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: September 29, 2022
Issuer: City of Elizabethtown
Company: KWH Venture, LLC
City: Elizabethtown **County:** Hardin
Project Type: New **Resolution #:** LIRB-2022-03
Bus. Dev. Contact: M. Jollie **DFS Staff:** M. Elder

Project Description: KWH Venture, LLC founded in March 2022, plans to be the top producer by volume of contract bourbon and American whiskey in the United States. The company is considering a distillery, office building and whiskey storage warehouses to support up to 175,500 barrels of whiskey annually with continuous and craft system whiskey production. Additionally, the site will support a bulk unloading/loading rail operation of materials and semi-finished goods for national and international shipments.

Proposed Issuance Date	Principal amount of IRB authorization	Term of Bond (years)
10/15/2022	up to \$390,345,000	20

New, Full-time Jobs to be Created	Average Annual Salary
60	\$62,567

Anticipated Financed Project Costs

Land	\$6,230,000
Building/Improvements	\$63,386,000
Equipment	\$322,942,000
Infrastructure	\$2,442,000
TOTAL	\$395,000,000

Active State Participation at the Project Site:

<u>Date</u>	<u>Program</u>	<u>Status</u>	<u>Amount</u>
Apr 25, 2022	KBI	Approve-Prelim	\$1,000,000
Apr 25, 2022	KEIA	Approve- Final	\$150,000

Unemployment Rate:

County: 4.3% Kentucky: 4.2%

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	\$16,420,352
Local Tax Revenue	\$3,284,071
TOTAL	\$19,704,423

Requested % Reduction in the Ad Valorem

State: 100%
Local: 100%

Projected Tax Savings over Bond Term

\$1,763,050
\$3,905,060

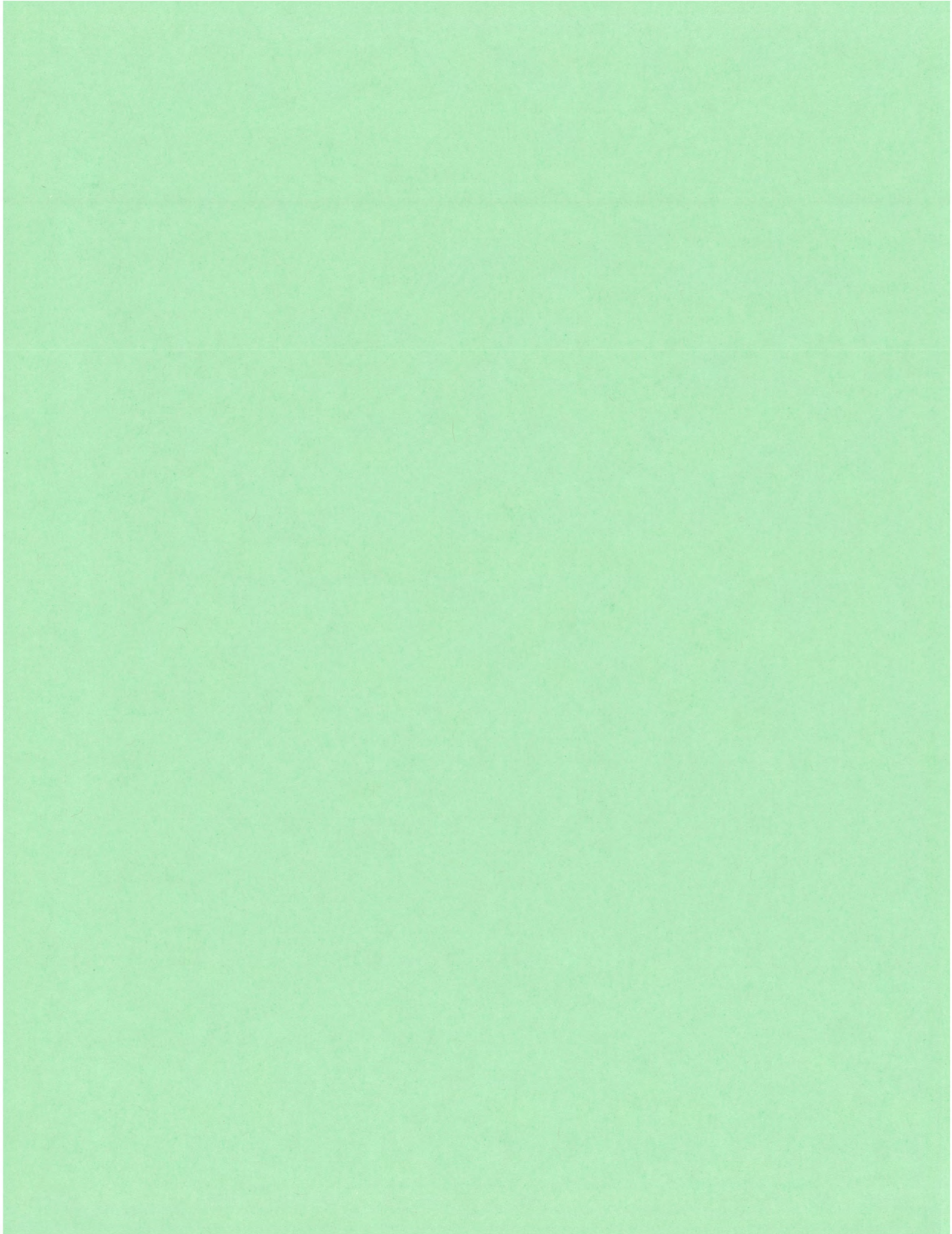
Payments will be made by the Company in lieu of taxes to the following:

100% Hardin County School District

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

FROM: Beth Sturm, Senior Compliance Manager
Compliance Division

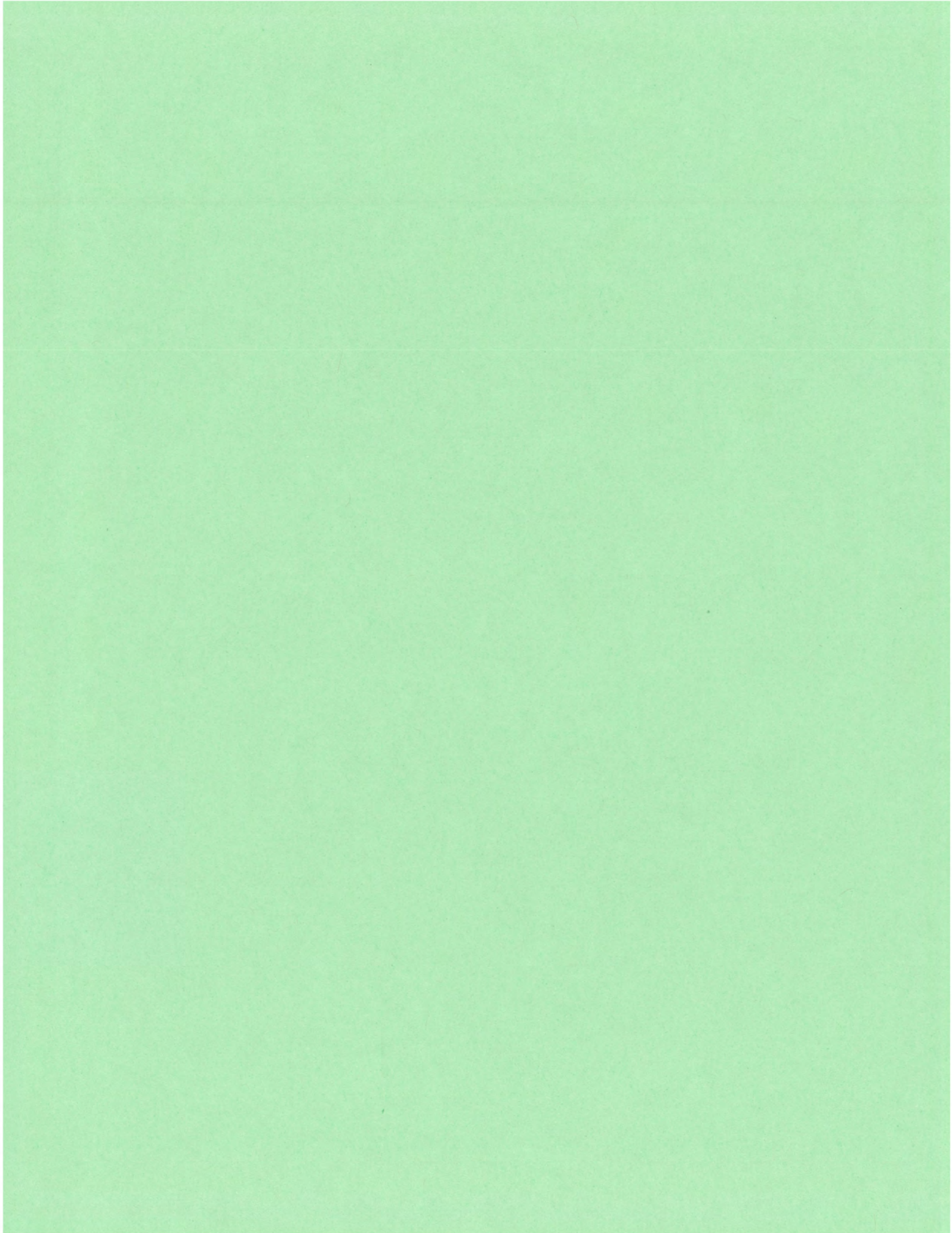
DATE: September 29, 2022

SUBJECT: KBI Amended and Restated Tax Incentive Agreement
Healthcare Asset Network, INC. d.b.a. HANDLE (Jefferson County)
KBI project #23159

Healthcare Asset Network, INC. d.b.a. HANDLE is a rapidly growing company that develops, sells and implements technology in support of the healthcare equipment supply chain. The company occupies multiple sites in Louisville and was approved for a KBI project in September, 2021 to expand its headquarters operations and warehousing capabilities into a site at 1841 Taylor Avenue. After Final Approval, the company recognized the need for a larger expansion space and leased a new facility at 13620 Northeast Park Drive. The company has requested that the new site at Northeast Park Drive be designated as the main project site, and the facility at Taylor Avenue be maintained as a campus site in the project.

The above changes have been incorporated into the Amended and Restated Tax Incentive Agreement. All other aspects of the project remain the same.

Staff recommends approval.



MEMORANDUM

TO: KEDFA Board

FROM: Beth Sturm, Senior Compliance Manager
Compliance Division

DATE: September 29, 2022

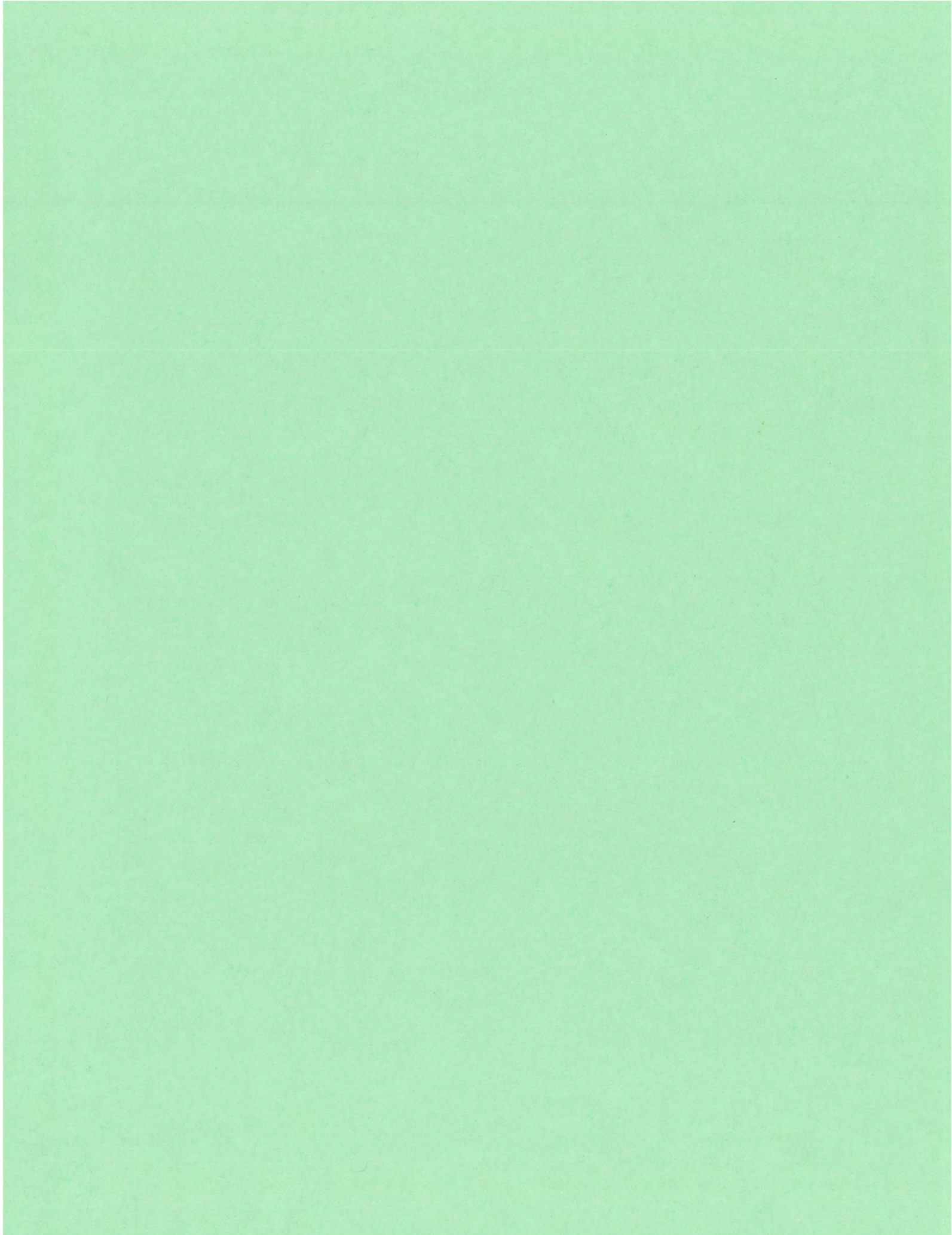
SUBJECT: KBI Amended and Restated Tax Incentive Agreement
Wieland Rolled Products North America, LLC (Jefferson County)
KBI Project #18259

GBC Metals, LLC (GBC), along with its affiliate Global Brass and Copper, Inc., received Final Approval for a headquarters project in Louisville on March 28, 2013 and activated the project July 15, 2014. Effective July 16, 2019, as a result of a merger, GBC's parent company became a subsidiary of Wieland Holdings, Inc. Following the merger, GBC Metals, LLC changed its name to Wieland Rolled Products North America, LLC (the Company), and the affiliate name became Wieland North America, Inc. On February 1, 2021, the Company leased new space and relocated the project to 4803 Olympia Park Plaza. Wieland North America, Inc. leased adjacent space at the same address on the same date.

The company is requesting approval of the following changes: the assignment of the project to Wieland Rolled Products North America, LLC as the approved company, the designation of Wieland North America, Inc. as the approved affiliate, and the recognition of the new lease at 4803 Olympia Park Plaza as the economic development project site. In addition, the company wishes to adopt the revised definition of "Full-time job" as approved by KEDFA Resolution 2021-0624.

The above changes have been incorporated into the Amended and Restated Tax Incentive Agreement. All other aspects of the project remain the same.

Staff recommends approval.



MEMORANDUM

TO: KEDFA Board Members

FROM: Craig Kelly, Senior Compliance Manager *CK*
Compliance Division

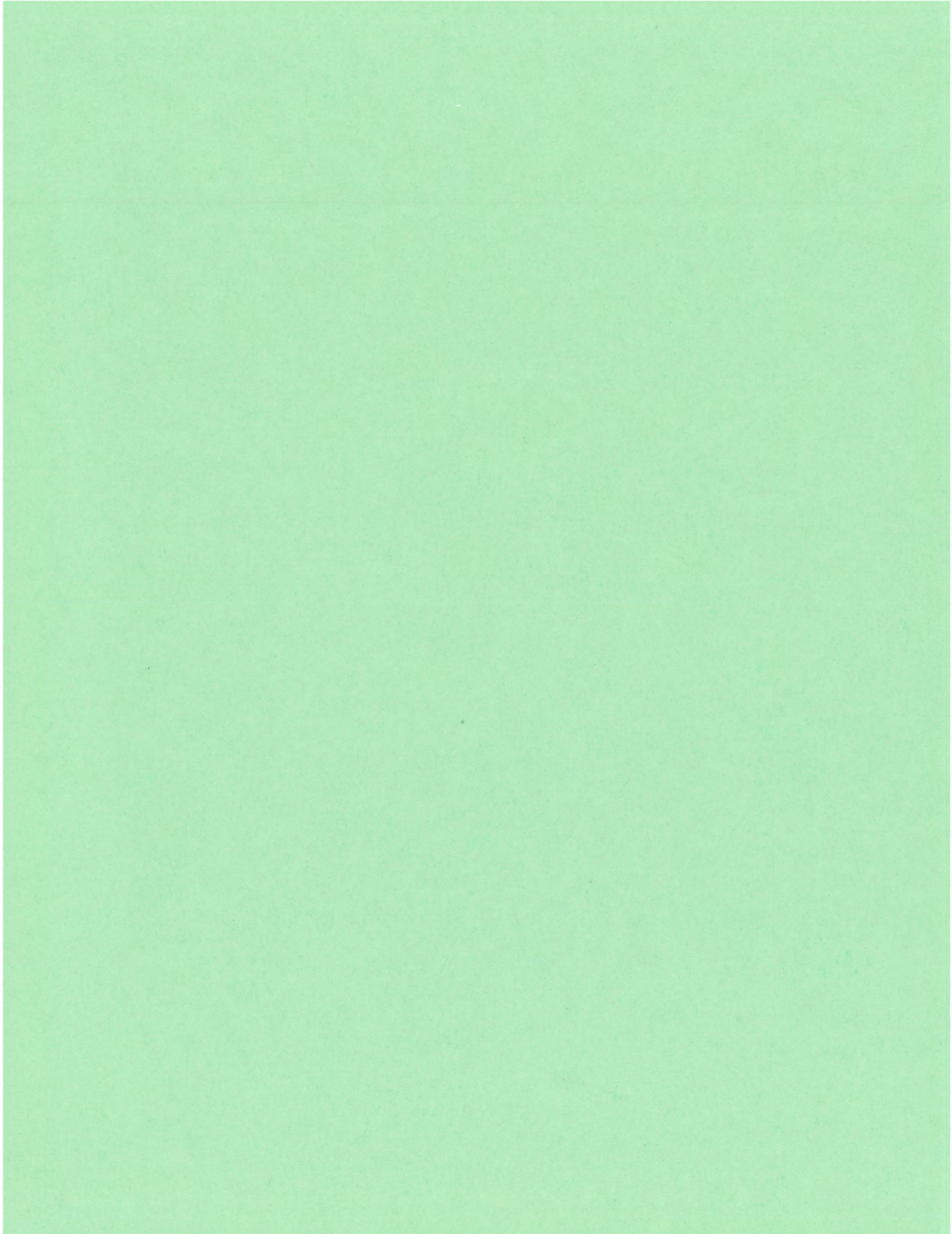
DATE: September 29, 2022

SUBJECT: KBI Amendment
Prysmian Cables and Systems USA, LLC (Anderson)
Project #20477

The company received final approval for KBI project #20477 on September 28, 2017. Pursuant to the terms of a merger agreement entered into among the parties on December 3, 2017, Prysmian Cables and Systems USA, LLC ("Prysmian") acquired all of the outstanding shares of General Cable Industries, Inc. ("GCI"). Effective January 1, 2022, GCI merged with and into Prysmian with Prysmian being the surviving entity.

All other aspects of the project remain the same.

Staff recommends approval.



MEMORANDUM

TO: KEDFA Board Members

FROM: Craig Kelly, Senior Compliance Manager
Compliance Division

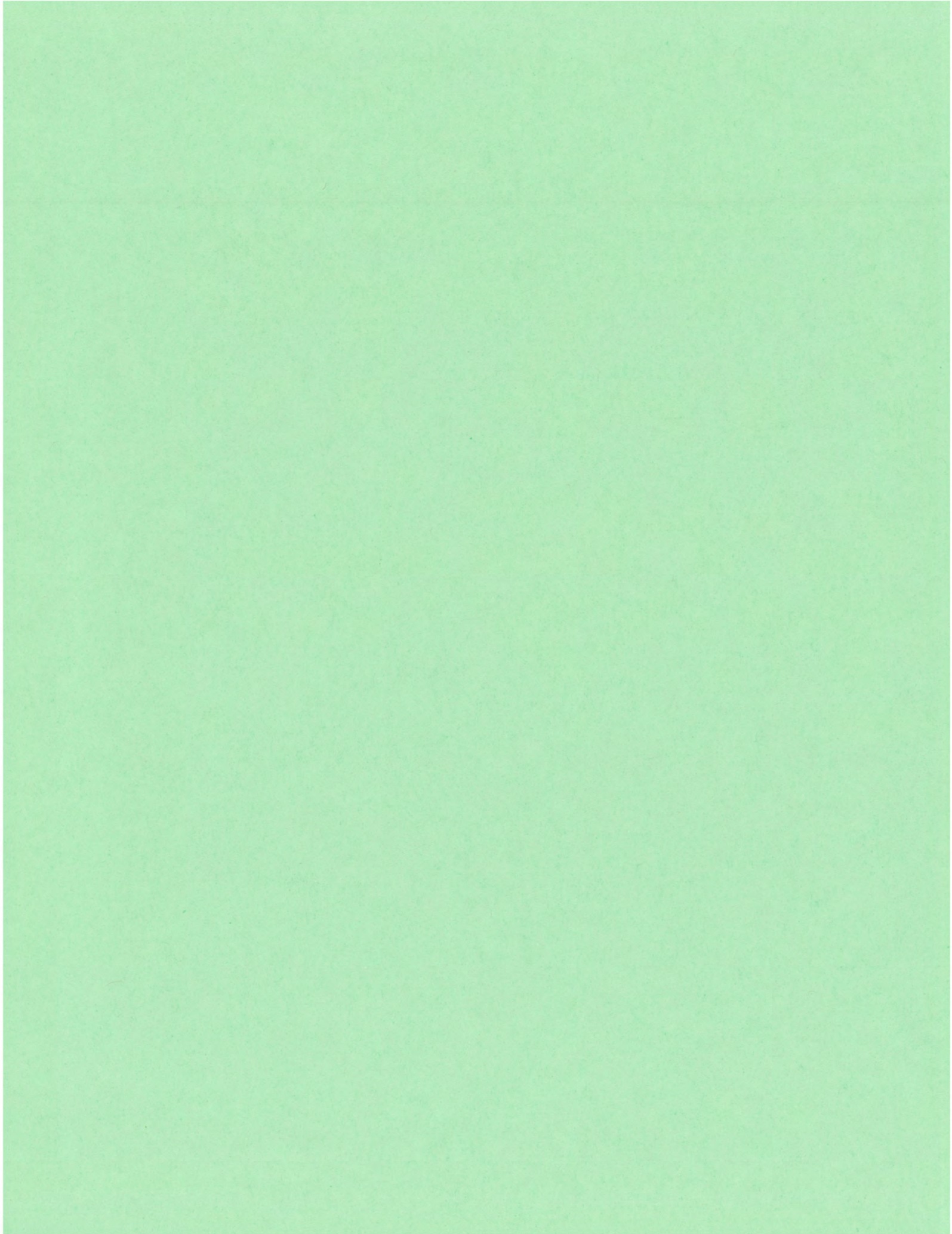
DATE: September 29, 2022

SUBJECT: KBI Amendment
Owl's Head Alloys, Inc. (Warren)
Project #21980

The company received final approval for KBI project #21980 on January 28, 2021. The Company is requesting an amendment effective January 1, 2022, the following changes to the Economic Development Project (collectively, the "Modifications"): increase investment \$4,315,703 to \$11,315,703; an increase in Job Creation from 17 to 57; a change in the term of the project from 5 years to 10 years; an increase in Approved Costs from \$150,000 to \$500,000 and the company wishes to adopt the revised definition of "Full Time Job" as approved by KEDFA Resolution 2021-0624. The project has not yet activated and will not be permitted to activate until such time as the amendment is in place and the amendment is finalized.

All other aspects of the project remain the same.

Staff recommends approval.



MEMORANDUM

TO: KEDFA Board Members

FROM: Craig Kelly, Senior Compliance Manager *CK*
Compliance Division

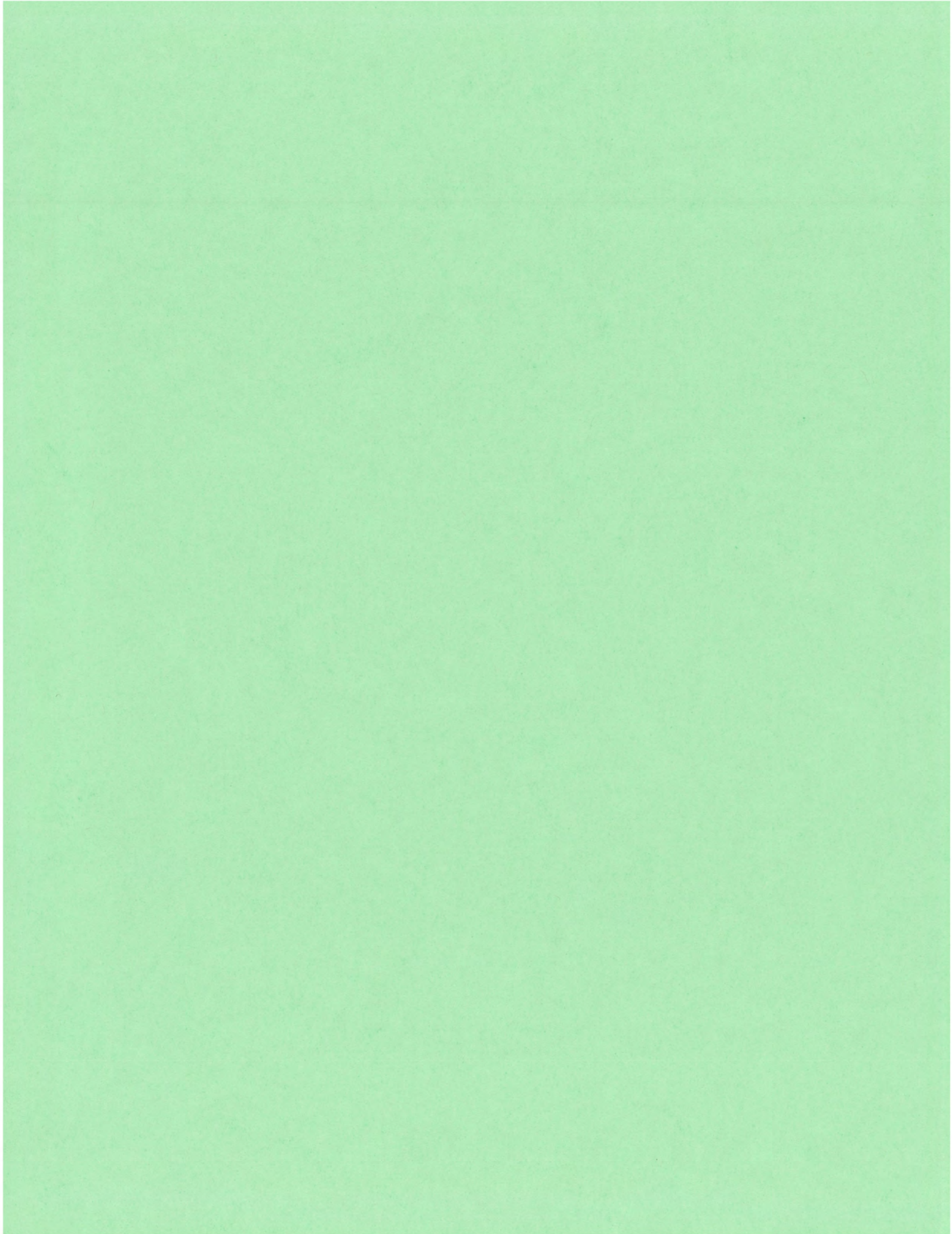
DATE: September 29, 2022

SUBJECT: KEIA Extensions

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

Company	County	Extension
Neat Distributing, LLC	Russell	6 Months
Perfetti van Melle USA Inc.	Boone	6 Months
Log Still Distilling LLC	Nelson	9 Months
Bilstein Cold Rolled Steel LP	Warren	12 Months
Bluegrass Roller Service	Shelby	12 Months
Continental Refining Co LLC	Pulaski	12 Months
Fresh Bourbon Inc. dba Edwards Spirit Company	Fayette	12 Months
Martinrea Hopkinsville, LLC	Christian	12 Months
Rut N Strut Distillery LLC	Shelby	12 Months
The Sherwin-Williams Company	Madison	12 Months
Wholesale Hardwood Interiors	Taylor	12 Months

Staff recommends approval.



**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT**

Date: September 29, 2022
Approved Company: Michelin North America, Inc.
City: Louisville **County:** Jefferson
Activity: Manufacturing **Resolution #:** KEIA-23-24030
Bus. Dev. Contact: M. Jollie **DFS Staff:** M. Elder

Project Description: Michelin North America, Inc. is considering a project at its facility in Louisville to reduce the environmental footprint. The company is considering the replacement of the existing coal-fired powerhouse with an energy efficient natural gas-fired boiler house which will include a reverse osmosis water treatment system, natural gas boilers, condensing economizers and state-of-the art controls. The improvements will allow continued viability at the facility.

Facility Details: Locating in a new facility

Anticipated Project Investment

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

Eligible Costs	Total Investment
\$0	\$0
\$6,300,000	\$7,175,000
\$0	\$0
\$0	\$0
\$0	\$0
\$0	\$40,725,000
\$0	\$400,000
\$6,300,000	\$48,300,000

Ownership (20% or more):

Publicly Traded

Other State Participation:

<u>Date</u>	<u>Program</u>	<u>Status</u>	<u>Amount</u>
Sep 26, 2013	KRA	Monitor	\$7,000,000

Unemployment Rate:

County: 4.0%

Kentucky: 4.2%

Existing Presence in Kentucky:

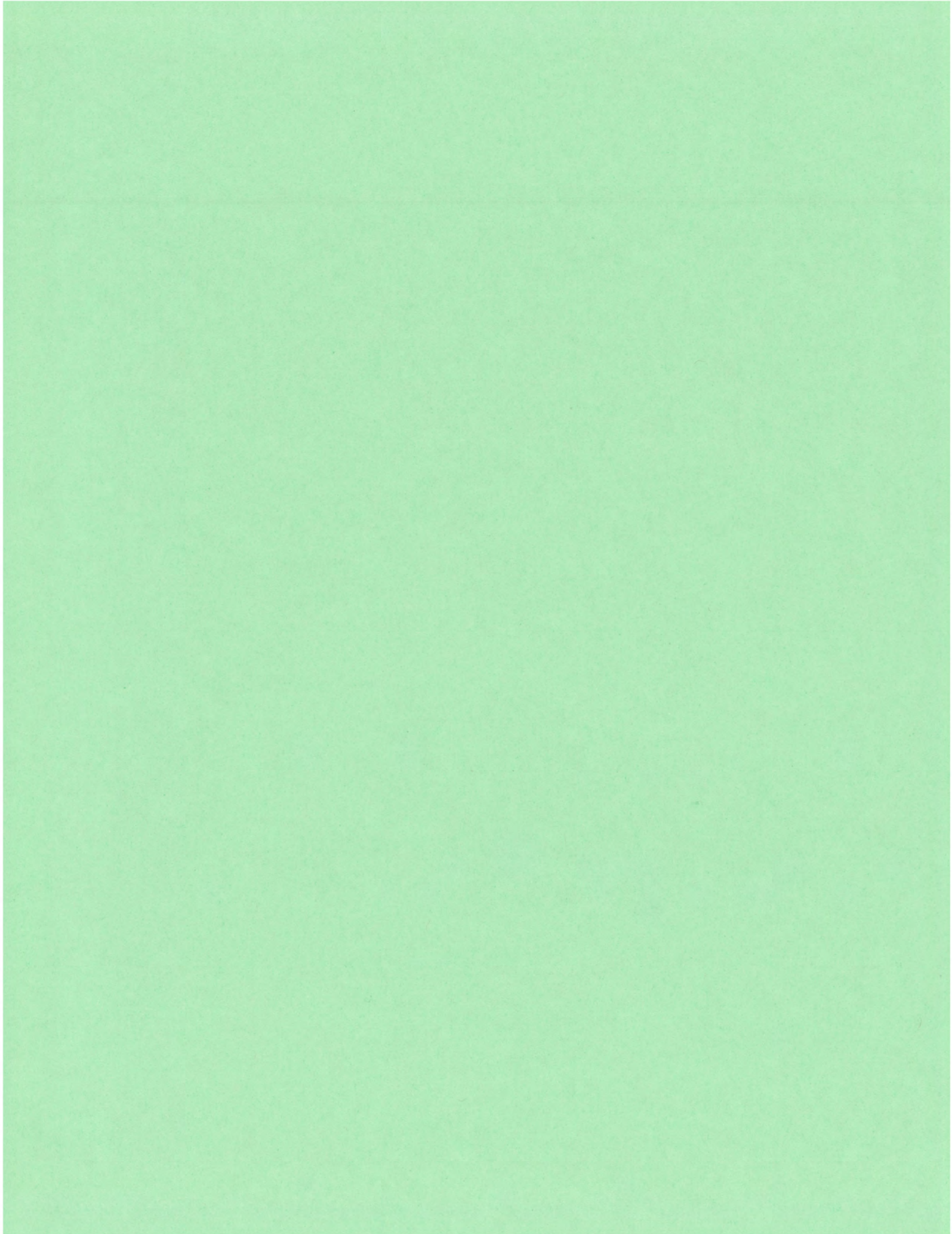
Jefferson County

Approved Recovery Amount:

Construction Materials and Building Fixtures: \$350,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$350,000



KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY**KBI REPORT - PRELIMINARY APPROVAL****Date:** September 29, 2022**Approved Company:** River View Coal, LLC**City:** Henderson**County:** Henderson**Activity:** Coal Severing and Processing**Prelim Resolution #:** KBI-I-22-23995**Bus. Dev. Contact:** C. Peek**DFS Staff:** M. Elder

Project Description: River View Coal, LLC started in 2009 as an underground coal mine in Union County. The company is now the largest underground room-and-pillar mine of its kind in North America. Due to the demand for coal, the company is considering expanding its operations into its neighboring county of Henderson.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

Land
Building/Improvements
Equipment
Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$1,750,000	\$1,750,000
\$8,500,000	\$8,500,000
\$5,200,000	\$8,100,000
\$16,650,000	\$16,650,000
\$32,100,000	\$35,000,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	260	\$49.00	
1	260	\$49.00	\$340,000
2	260	\$49.00	\$340,000
3	260	\$49.00	\$340,000
4	260	\$49.00	\$340,000
5	260	\$49.00	\$340,000
6	260	\$49.00	\$340,000
7	260	\$49.00	\$340,000
8	260	\$49.00	\$340,000
9	260	\$49.00	\$340,000
10	260	\$49.00	\$340,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:**\$3,400,000**

Incentive Type:

Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Ownership (20% or more):

Publicly Traded

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 3.0%

.50% Henderson County

Local: \$1,000,000 Henderson County

Unemployment Rate:

County: 3.9%

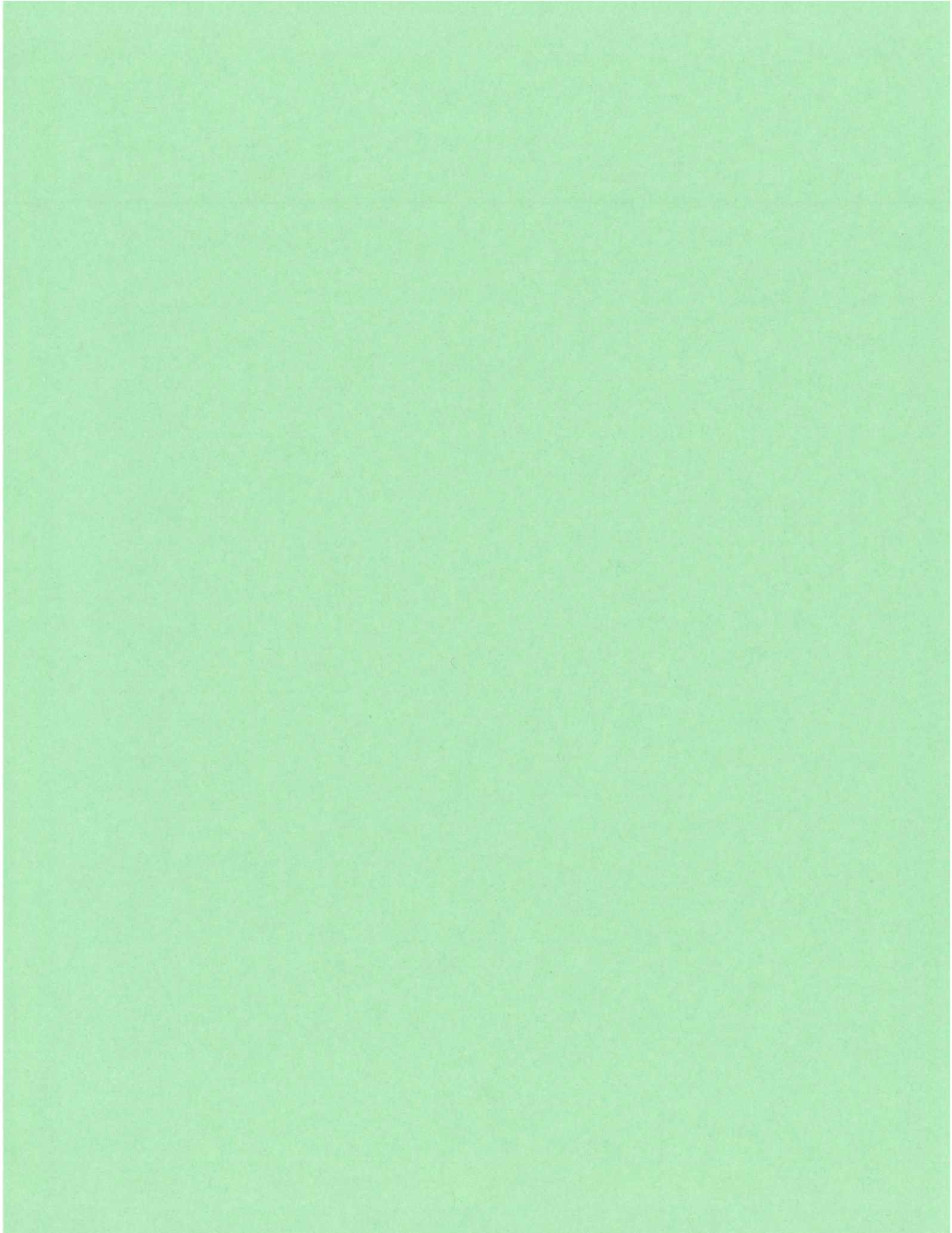
Kentucky: 4.2%

Existing Presence in Kentucky:

Union County

Special Conditions:

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



**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT**

Date: September 29, 2022
Approved Company: River View Coal, LLC
City: Henderson
Activity: Coal Severing and Processing
Bus. Dev. Contact: C. Peek

County: Henderson
Resolution #: KEIA-23-23396

DFS Staff: M. Elder

Project Description: River View Coal, LLC started in 2009 as an underground coal mine in Union County. The company is now the largest underground room-and-pillar mine of its kind in North America. Due to the demand for coal, the company is considering expanding its operations into its neighboring county of Henderson.

Facility Details: Locating in a new facility

Anticipated Project Investment

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

Eligible Costs	Total Investment
\$0	\$1,750,000
\$5,950,000	\$8,500,000
\$0	\$0
\$0	\$0
\$0	\$0
\$0	\$8,100,000
\$0	\$16,650,000
\$5,950,000	\$35,000,000

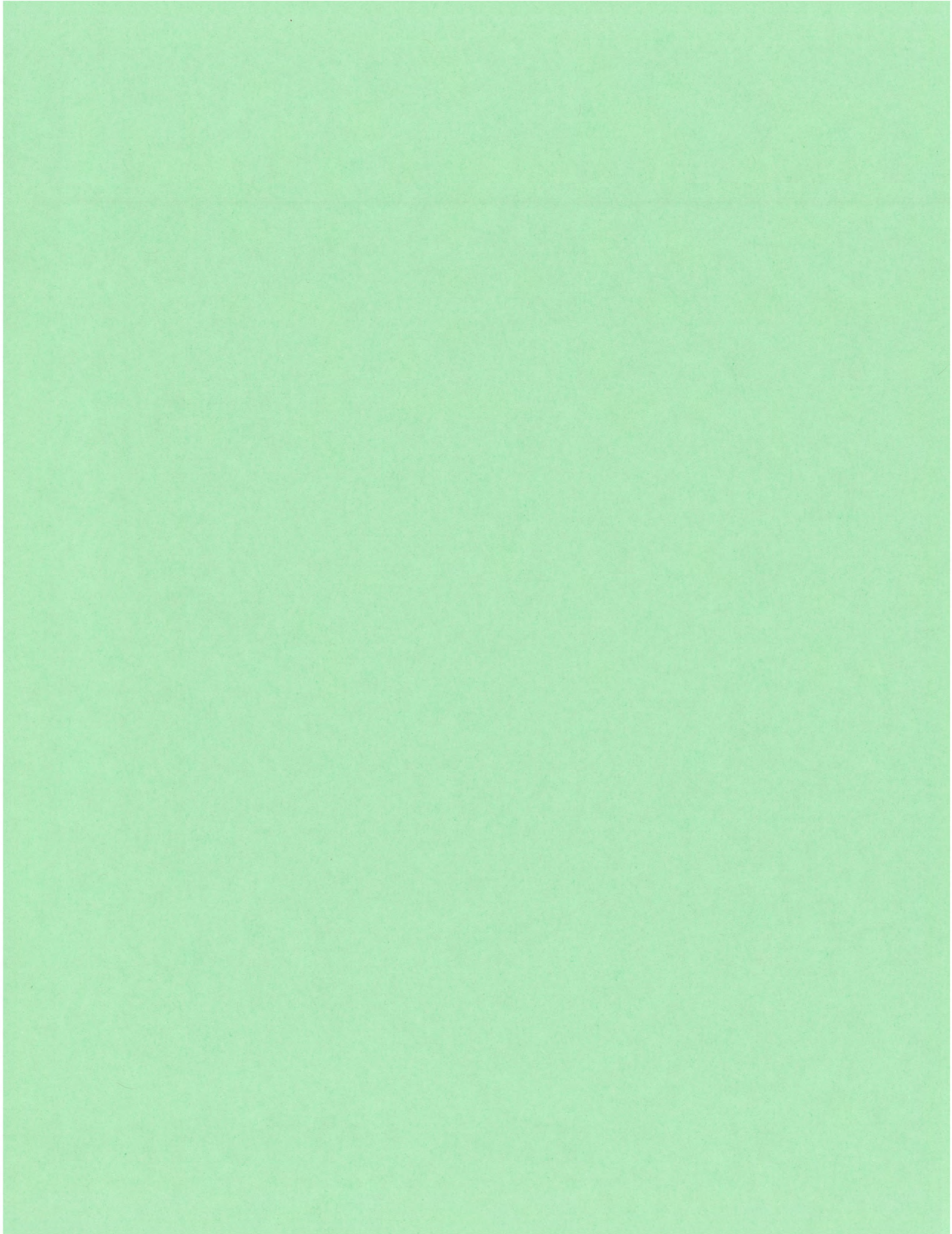
Approved Recovery Amount:

Construction Materials and Building Fixtures: \$300,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$300,000

See KBI file (KBI-I-22-23995) for Ownership, Other State Participation and Unemployment Rate.



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

Date: September 29, 2022
Approved Company: Automotive Service Products, Inc.
City: Burlington **County:** Boone
Activity: Manufacturing **Prelim Resolution #:** KBI-I-22-24000
Bus. Dev. Contact: F. Shrout **DFS Staff:** M. Elder

Project Description: Automotive Service Products, Inc. (ASP) is a wholesale supplier and trade print manufacturer that was founded in 1986. ASP is considering expanding into a new facility in Boone County that will allow the company to continue its rapid growth in the Commonwealth.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

Land
Building/Improvements
Equipment
Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$800,000	\$800,000
\$5,700,000	\$5,700,000
\$200,000	\$1,000,000
\$500,000	\$500,000
\$7,200,000	\$8,000,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	\$28.61	
1	13	\$28.61	\$25,000
2	18	\$28.61	\$25,000
3	22	\$28.61	\$25,000
4	25	\$28.61	\$25,000
5	25	\$28.61	\$25,000
6	25	\$28.61	\$25,000
7	25	\$28.61	\$25,000
8	25	\$28.61	\$25,000
9	25	\$28.61	\$25,000
10	25	\$28.61	\$25,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$250,000

Incentive Type:

Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Ownership (20% or more):

Jeff Koenig Burlington, KY

Kellie Koenig Burlington, KY

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

State: 1.5%

Local: .4% Boone County

Unemployment Rate:

County: 3.3%

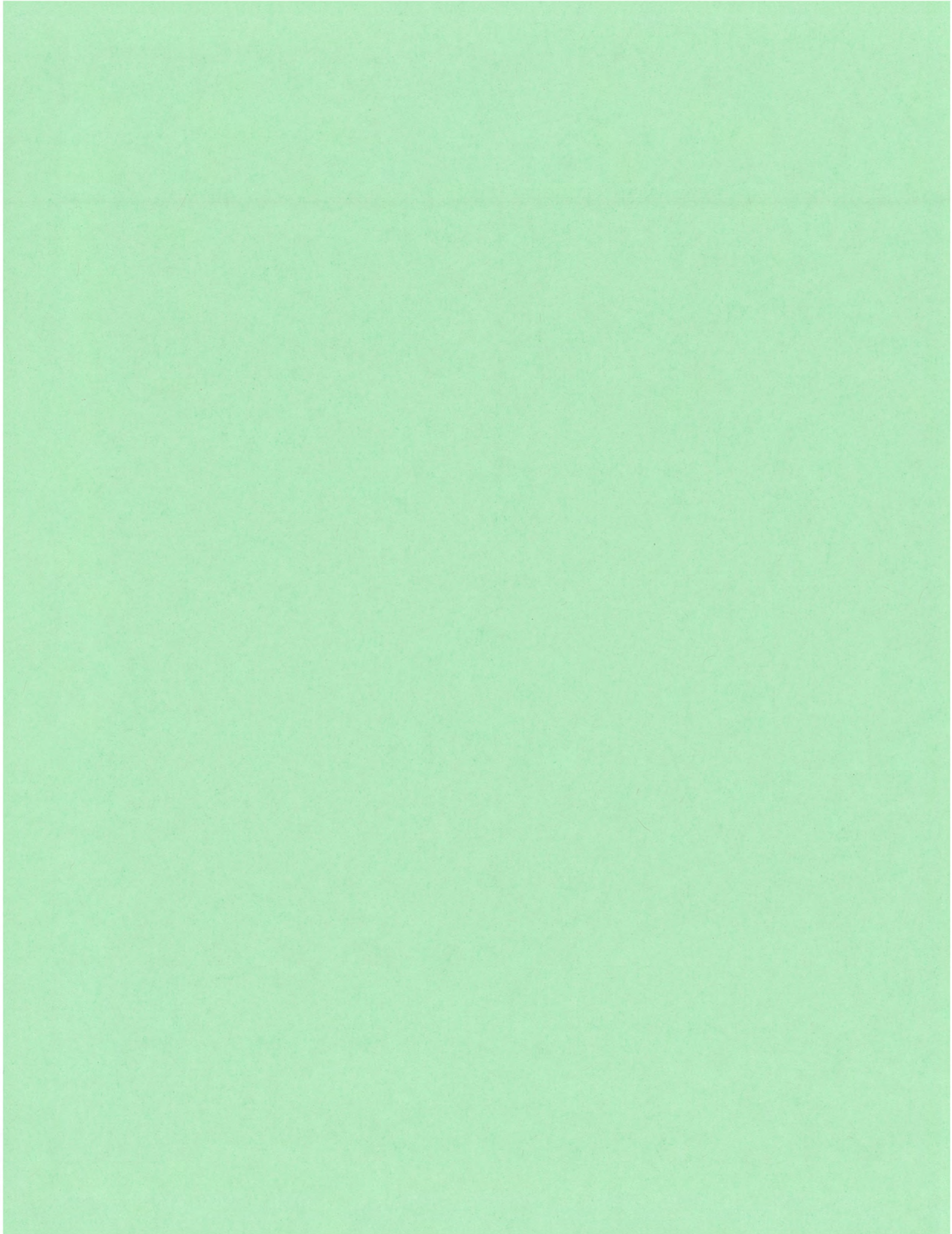
Kentucky: 4.2%

Existing Presence in Kentucky:

Boone County

Special Conditions:

The company will be required to maintain a base employment equal to the number of full-time employees subject to Kentucky income tax as of the date of preliminary approval. The company reported 35 full-time employees subject to Kentucky income tax as of the application date.



**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT**

Date: September 29, 2022
Approved Company: Automotive Service Products, Inc.
City: Burlington **County:** Boone
Activity: Manufacturing **Resolution #:** KEIA-23-24001
Bus. Dev. Contact: F. Shrout **DFS Staff:** M. Elder

Project Description: Automotive Service Products, Inc. (ASP) is a wholesale supplier and trade print manufacturer that was founded in 1986. ASP is considering expanding into a new facility in Boone County that will allow the company to continue its rapid growth in the Commonwealth.

Facility Details: Locating in a new facility

Anticipated Project Investment

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

Eligible Costs	Total Investment
\$0	\$800,000
\$3,700,000	\$5,700,000
\$0	\$0
\$0	\$0
\$0	\$0
\$0	\$1,000,000
\$0	\$500,000
\$3,700,000	\$8,000,000

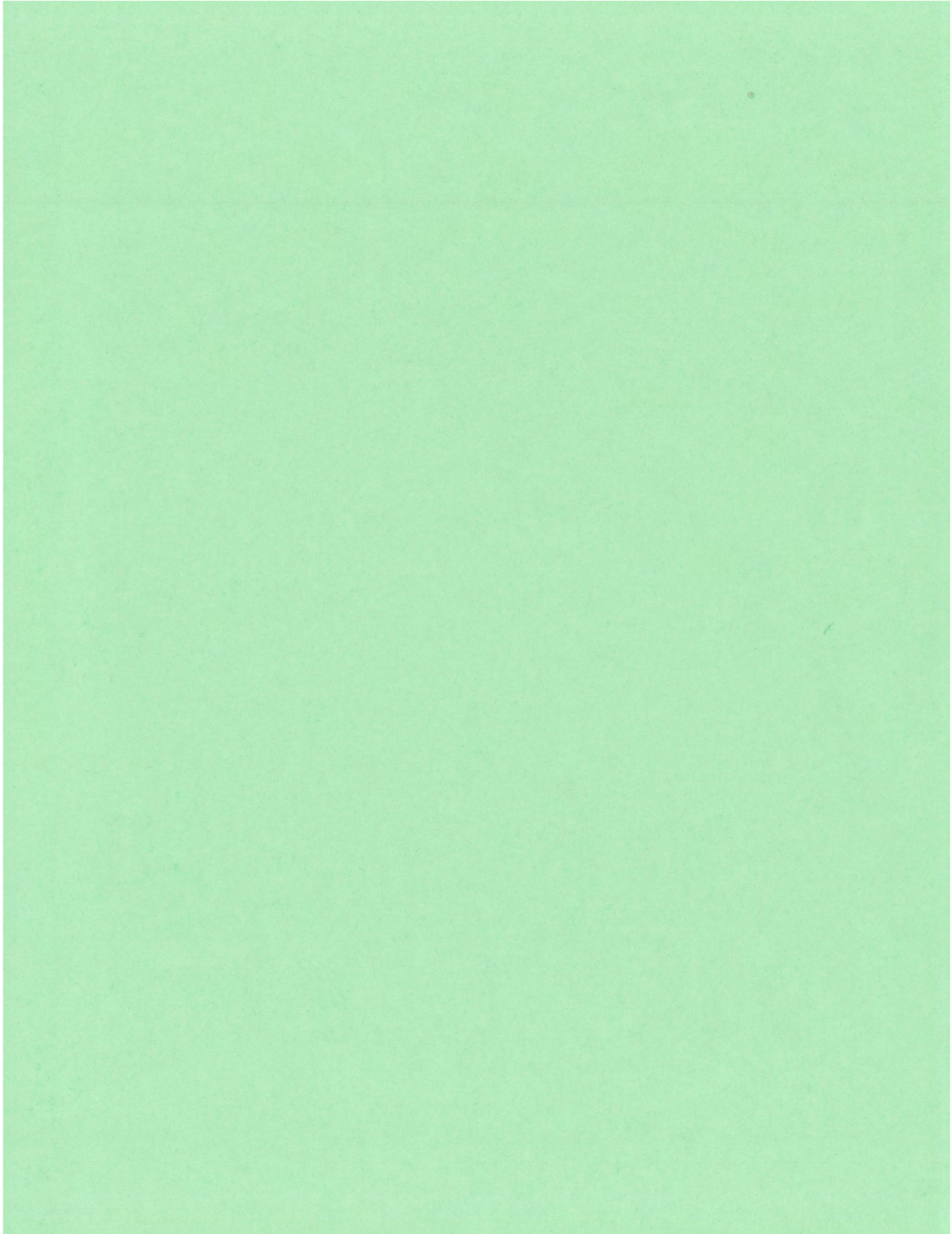
Approved Recovery Amount:

Construction Materials and Building Fixtures: \$40,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$40,000

See KBI file (KBI-I-22-24000) for Ownership, Other State Participation and Unemployment Rate.



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

Date: September 29, 2022
Approved Company: Emerald Energy & Exploration Land Company
City: Salyersville **County:** Magoffin
Activity: Non-Retail Service or Technology **Prelim Resolution #:** KBI-I-22-24037
Bus. Dev. Contact: F. Shrout **DFS Staff:** M. Elder
Project Description: Emerald Energy & Exploration Land Company, established in 2007, as a Right of Way acquisition company and has become one of the most recognized acquisition companies. The company is considering relocating into Magoffin County in order to meet new business development need and growth opportunities.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

Land
Building/Improvements
Equipment
Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$50,000	\$50,000
\$650,000	\$650,000
\$500,000	\$500,000
\$200,000	\$200,000
\$1,400,000	\$1,400,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	\$20.00	
1	11	\$20.00	\$20,000
2	12	\$20.00	\$20,000
3	13	\$20.00	\$20,000
4	14	\$20.00	\$20,000
5	15	\$20.00	\$20,000
6	16	\$20.00	\$20,000
7	17	\$20.00	\$20,000
8	18	\$20.00	\$20,000
9	19	\$20.00	\$20,000
10	20	\$20.00	\$20,000
11	21	\$20.00	\$20,000
12	22	\$20.00	\$20,000
13	23	\$20.00	\$20,000
14	24	\$20.00	\$20,000
15	25	\$20.00	\$20,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$300,000

Incentive Type:
Enhanced

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

Ownership (20% or more):
Adam J. Bailey Corbin, KY

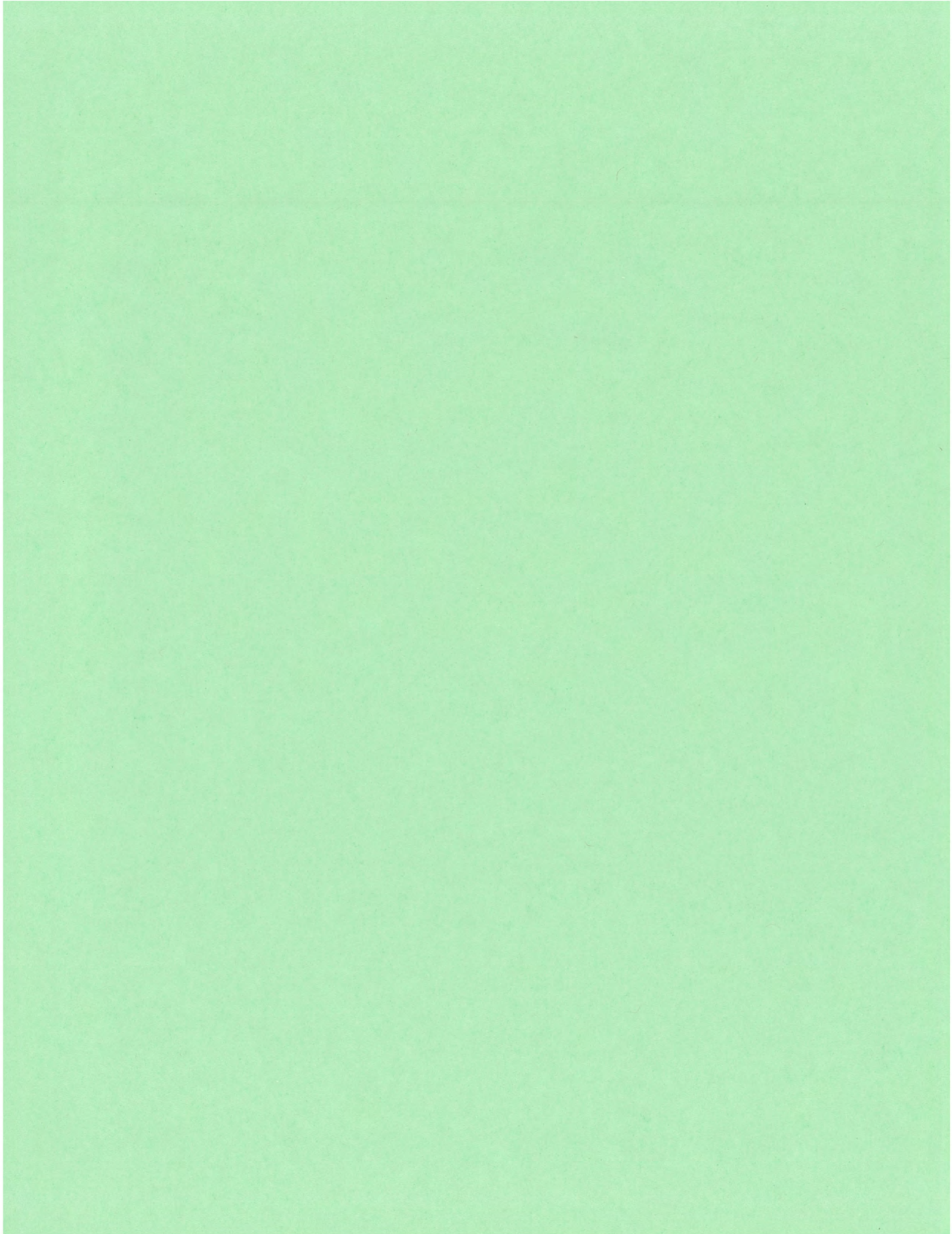
Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:
State: 5.0%

Unemployment Rate:
County: 11.2% Kentucky: 4.2%

Existing Presence in Kentucky:
Floyd County

Special Conditions:
The company will be required to maintain a base employment equal to the number of full-time employees subject to Kentucky income tax as of the date of preliminary approval. The company reported 25 full-time employees subject to Kentucky income tax as of the application date.



**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT**

Date: September 29, 2022
Approved Company: Emerald Energy & Exploration Land Company
City: Salyersville **County:** Magoffin
Activity: Non-Retail Service or Technology **Resolution #:** KEIA-23-24038
Bus. Dev. Contact: F. Shrout **DFS Staff:** M. Elder
Project Description: Emerald Energy & Exploration Land Company, established in 2007, as a Right of Way acquisition company and has become one of the most recognized acquisition companies. The company is considering relocating into Magoffin County in order to meet new business development need and growth opportunities.

Facility Details: Locating in a new facility

Anticipated Project Investment

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

Eligible Costs	Total Investment
\$0	\$50,000
\$650,000	\$650,000
\$0	\$0
\$0	\$0
\$0	\$0
\$0	\$500,000
\$0	\$200,000
\$650,000	\$1,400,000

Approved Recovery Amount:

Construction Materials and Building Fixtures: \$15,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$15,000

See KBI file (KBI-I-22-24037) for Ownership, Other State Participation and Unemployment Rate.



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

Date: September 29, 2022
Approved Company: Verst Group Logistics, Inc.
City: Dry Ridge **County:** Grant
Activity: Non-Retail Service or Technology **Prelim Resolution #:** KBI-I-22-23990
Bus. Dev. Contact: J. Metz **DFS Staff:** D. Phillips
Project Description: Verst Group Logistics, Inc. is a third-party logistics provider of omnichannel fulfillment, shrink sleeve labeling, dedicated transportation and shipping brokerage with warehouses nationwide. The company is considering the construction of a new warehouse facility in Dry Ridge.

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
\$44,150,000	\$44,150,000
\$1,000,000	\$1,000,000
\$250,000	\$250,000
\$45,400,000	\$45,400,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	50	\$31.00	
1	75	\$31.00	\$135,000
2	100	\$31.00	\$150,000
3	100	\$31.00	\$155,000
4	100	\$31.00	\$180,000
5	100	\$31.00	\$180,000
6	100	\$31.00	\$180,000
7	100	\$31.00	\$180,000
8	100	\$31.00	\$180,000
9	100	\$31.00	\$180,000
10	100	\$31.00	\$180,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$1,700,000

Incentive Type:

Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Ownership (20% or more):

No individual owners with 20% or greater ownership

Active State Participation at the project site:

<u>Date</u>	<u>Program</u>	<u>Status / Jobs Required</u>	<u>Amount</u>
Jun 27, 2013	KBI	Monitor/59	\$500,000

Requested Wage Assessment / Local Participation:

State: 3.0%

Local: .50% - City of Dry Ridge
.50% - Grant County**Unemployment Rate:**

County: 3.9%

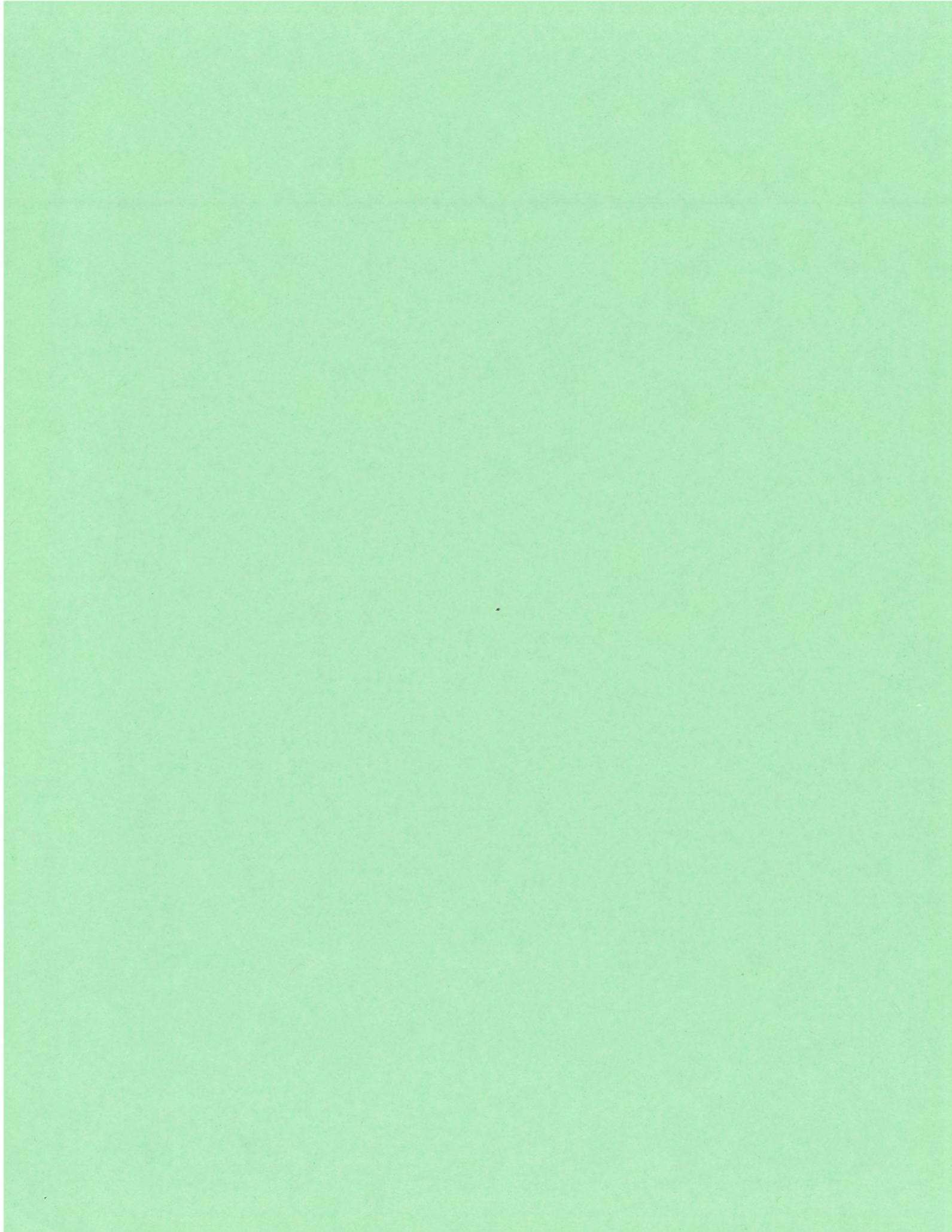
Kentucky: 4.2%

Existing Presence in Kentucky:

Boone and Fayette Counties

Special Conditions:

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



**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT**

Date: September 29, 2022
Approved Company: Verst Group Logistics, Inc.
City: Dry Ridge **County:** Grant
Activity: Non-Retail Service or Technology **Resolution #:** KEIA-23-23991
Bus. Dev. Contact: J. Metz **DFS Staff:** D. Phillips
Project Description: Verst Group Logistics, Inc. is a third-party logistics provider of omnichannel fulfillment, shrink sleeve labeling, dedicated transportation and shipping brokerage with warehouses nationwide. The company is considering the construction of a new warehouse facility in Dry Ridge.

Facility Details: Locating in a new facility

Anticipated Project Investment

	Eligible Costs	Total Investment
Land	\$0	\$0
Building Construction	\$30,150,000	\$44,150,000
Electronic Processing Equipment	\$0	\$0
Research & Development Equipment	\$0	\$0
Flight Simulation Equipment	\$0	\$0
Other Equipment	\$0	\$1,000,000
Other Start-up Costs	\$0	\$250,000
TOTAL	\$30,150,000	\$45,400,000

Existing Presence in Kentucky:

Boone and Fayette Counties

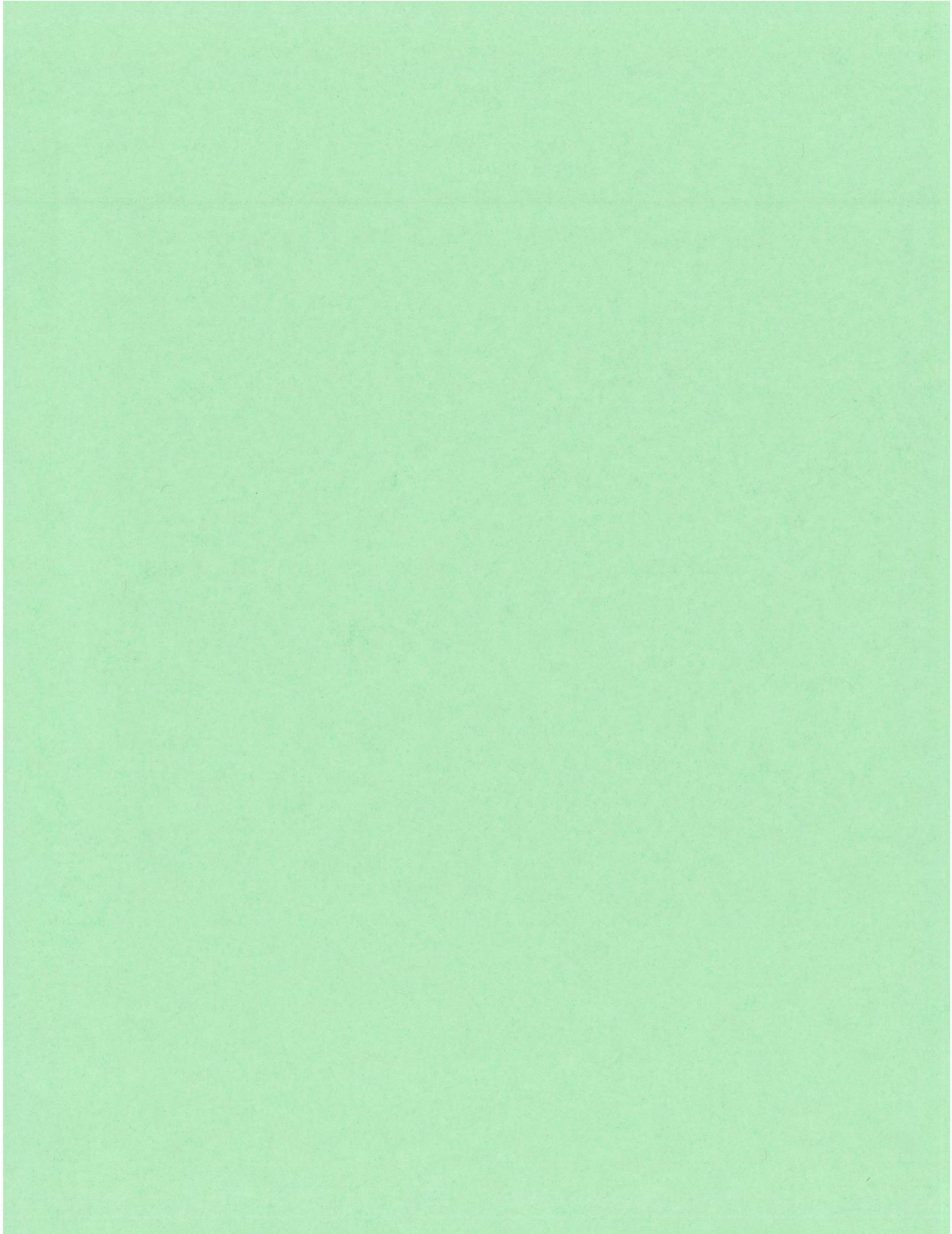
Approved Recovery Amount:

Construction Materials and Building Fixtures: \$300,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$300,000

See KBI file (KBI-I-22-23990) for Ownership, Other State Participation and Unemployment Rate.



KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

KBI REPORT - PRELIMINARY APPROVAL

Date: September 29, 2022
Approved Company: U. S. Smokeless Tobacco Company LLC
City: Hopkinsville **County:** Christian
Activity: Manufacturing **Prelim Resolution #:** KBI-I-22-24032
Bus. Dev. Contact: B. Dickinson **DFS Staff:** D. Phillips
Project Description: U. S. Smokeless Tobacco Company LLC is a leading producer and marketer of smokeless tobacco including premium brands, Copenhagen, Skoal and Red Seal. The company is considering an expansion of its existing facility in Hopkinsville to consolidate/relocate operations outside of the Commonwealth.

Facility Details: Expanding existing operations

Anticipated Project Investment - Owned

	Eligible Costs	Total Investment
Land	\$0	\$0
Building/Improvements	\$23,444,524	\$23,444,524
Equipment	\$17,361,541	\$17,361,541
Other Start-up Costs	\$5,839,616	\$5,839,616
TOTAL	\$46,645,681	\$46,645,681

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	17	\$56.00	
1	17	\$56.00	\$37,500
2	17	\$56.00	\$37,500
3	17	\$56.00	\$37,500
4	17	\$56.00	\$37,500
5	17	\$56.00	\$37,500
6	17	\$56.00	\$37,500
7	17	\$56.00	\$37,500
8	17	\$56.00	\$37,500
9	17	\$56.00	\$37,500
10	17	\$56.00	\$37,500
11	17	\$56.00	\$25,000
12	17	\$56.00	\$25,000
13	17	\$56.00	\$25,000
14	17	\$56.00	\$25,000
15	17	\$56.00	\$25,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$500,000

Enhanced

Statutory Minimum Wage Requirements:

Base hourly wage: \$9.06

Total hourly compensation: \$10.42

Ownership (20% or more):

UST LLC - Richmond, VA

Active State Participation at the project site:

<u>Date</u>	<u>Program</u>	<u>Status / Jobs Required</u>	<u>Amount</u>
Dec 10, 2015	KBI	Monitor/108	\$4,500,000

Requested Wage Assessment / Local Participation:

State: 5.0%

Unemployment Rate:

County: 5.4%

Kentucky: 4.2%

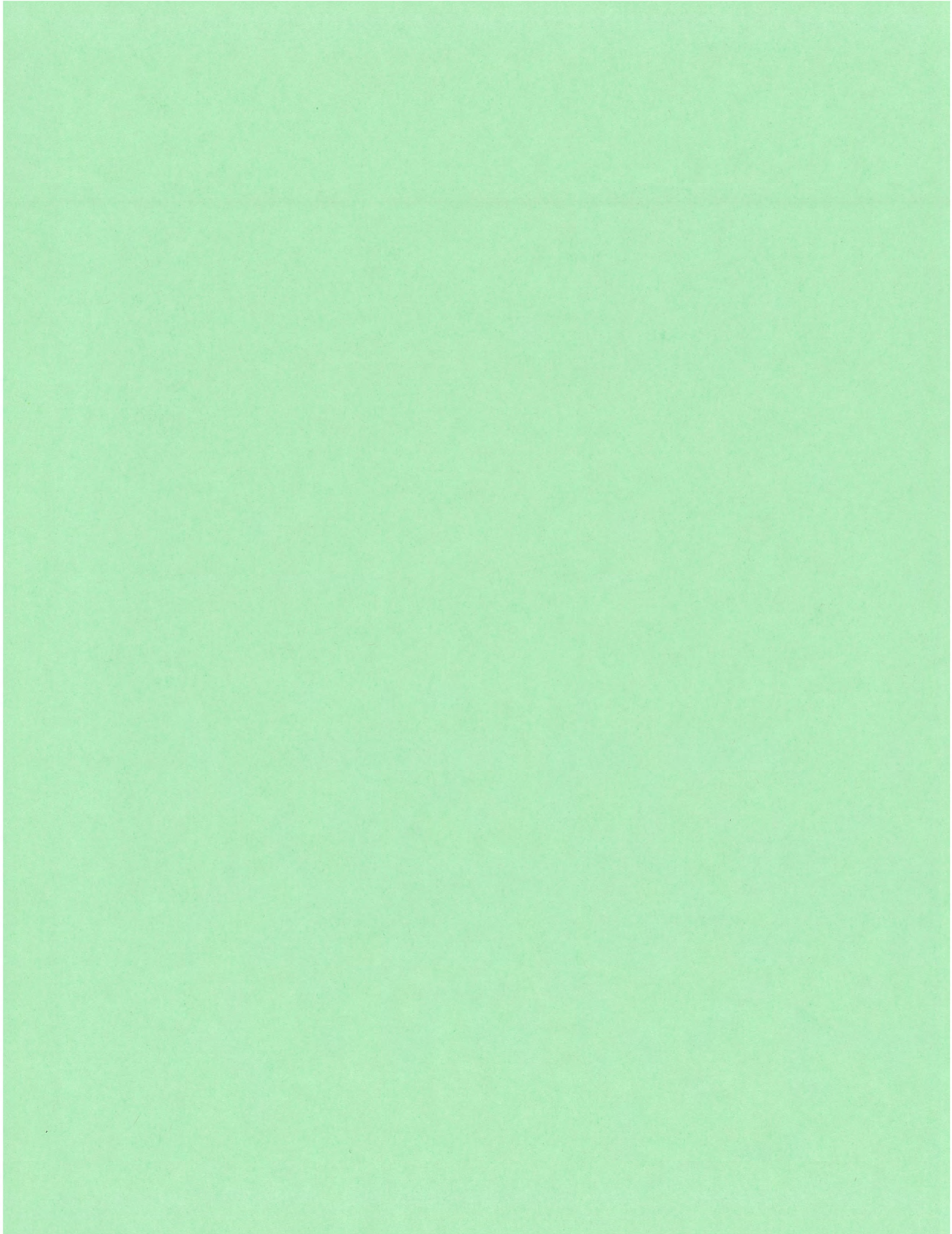
Existing Presence in Kentucky:

Christian and Trigg Counties

Special Conditions:

The Company will be required to maintain a base employment equal to the greater of the number of full-time employees subject to Kentucky income tax as of the date of preliminary approval or 108 full-time employees subject to Kentucky income tax, which number is based on the job requirement for the Company's previous KBI project #19850.

The project will include multiple locations within Hopkinsville/Christian County. Only investment costs incurred at 1600 Main Street 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
KEIA REPORT**

Date: September 29, 2022
Approved Company: U.S. Smokeless Tobacco Company LLC
City: Hopkinsville **County:** Christian
Activity: Manufacturing **Resolution #:** KEIA-23-24033
Bus. Dev. Contact: B.Dickinson **DFS Staff:** D. Phillips

Project Description: U. S. Smokeless Tobacco Company LLC is a leading producer and marketer of smokeless tobacco including premium brands, Copenhagen, Skoal and Red Seal. The company is considering an expansion of its existing facility in Hopkinsville to consolidate/relocate operations outside of the Commonwealth.

Facility Details: Expanding existing operations

Anticipated Project Investment

	Eligible Costs	Total Investment
Land	\$0	\$0
Building Construction	\$14,066,714	\$23,444,524
Electronic Processing Equipment	\$0	\$0
Research & Development Equipment	\$0	\$0
Flight Simulation Equipment	\$0	\$0
Other Equipment	\$0	\$17,361,541
Other Start-up Costs	\$0	\$5,839,616
TOTAL	\$14,066,714	\$46,645,681

Existing Presence in Kentucky:

Christian and Trigg Counties

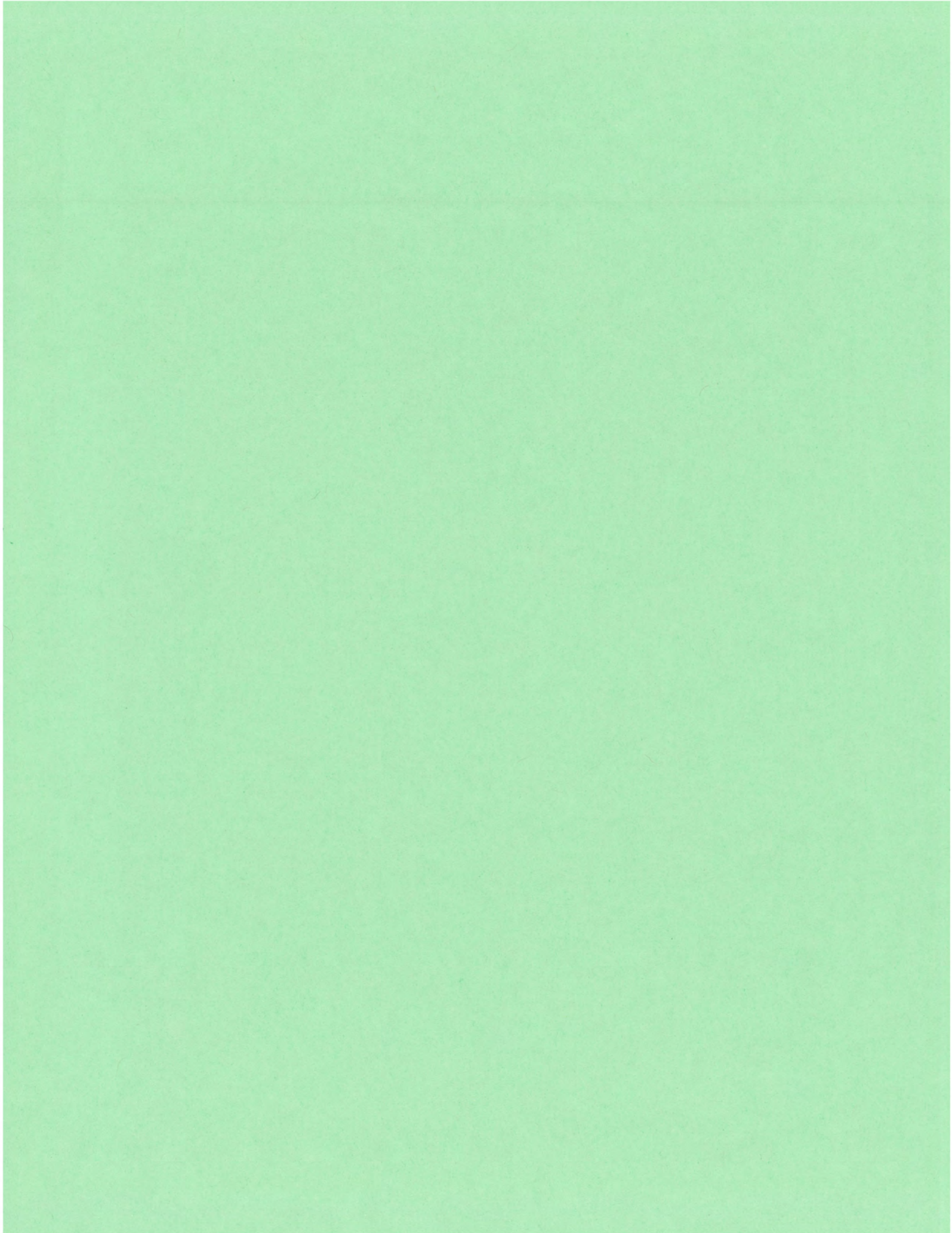
Approved Recovery Amount:

Construction Materials and Building Fixtures: \$75,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$75,000

See KBI file (KBI-I-22-24032) for Ownership, Other State Participation and Unemployment Rate.



KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY**KBI REPORT - PRELIMINARY APPROVAL****Date:** September 29, 2022**Approved Company:** Circusil LLC**City:** Louisville**Activity:** Manufacturing**Bus. Dev. Contact:** F. Shrout**County:** Jefferson**Prelim Resolution #:** KBI-I-22-24049**DFS Staff:** M. Elder

Project Description: Circusil LLC is considering building its first integrated silicone re-processing facility in North America. The company hopes to locate close to other Silicone manufacturing units and Silicone oil units for ease of transport.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

Land

Building/Improvements

Equipment

Other Start-up Costs

TOTAL

Eligible Costs	Total Investment
\$700,000	\$700,000
\$6,800,000	\$6,800,000
\$800,000	\$5,000,000
\$1,000,000	\$1,000,000
\$9,300,000	\$13,500,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	40	\$41.00	
1	40	\$41.00	\$125,000
2	40	\$41.00	\$125,000
3	40	\$41.00	\$125,000
4	40	\$41.00	\$125,000
5	40	\$41.00	\$125,000
6	40	\$41.00	\$125,000
7	40	\$41.00	\$125,000
8	40	\$41.00	\$125,000
9	40	\$41.00	\$125,000
10	40	\$41.00	\$125,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:**\$1,250,000**

Incentive Type:
Other

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

Ownership (20% or more):

Dr. Ravindra D. Kulkarni Pune, India
Annarao K. Lokapur Pune, India

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

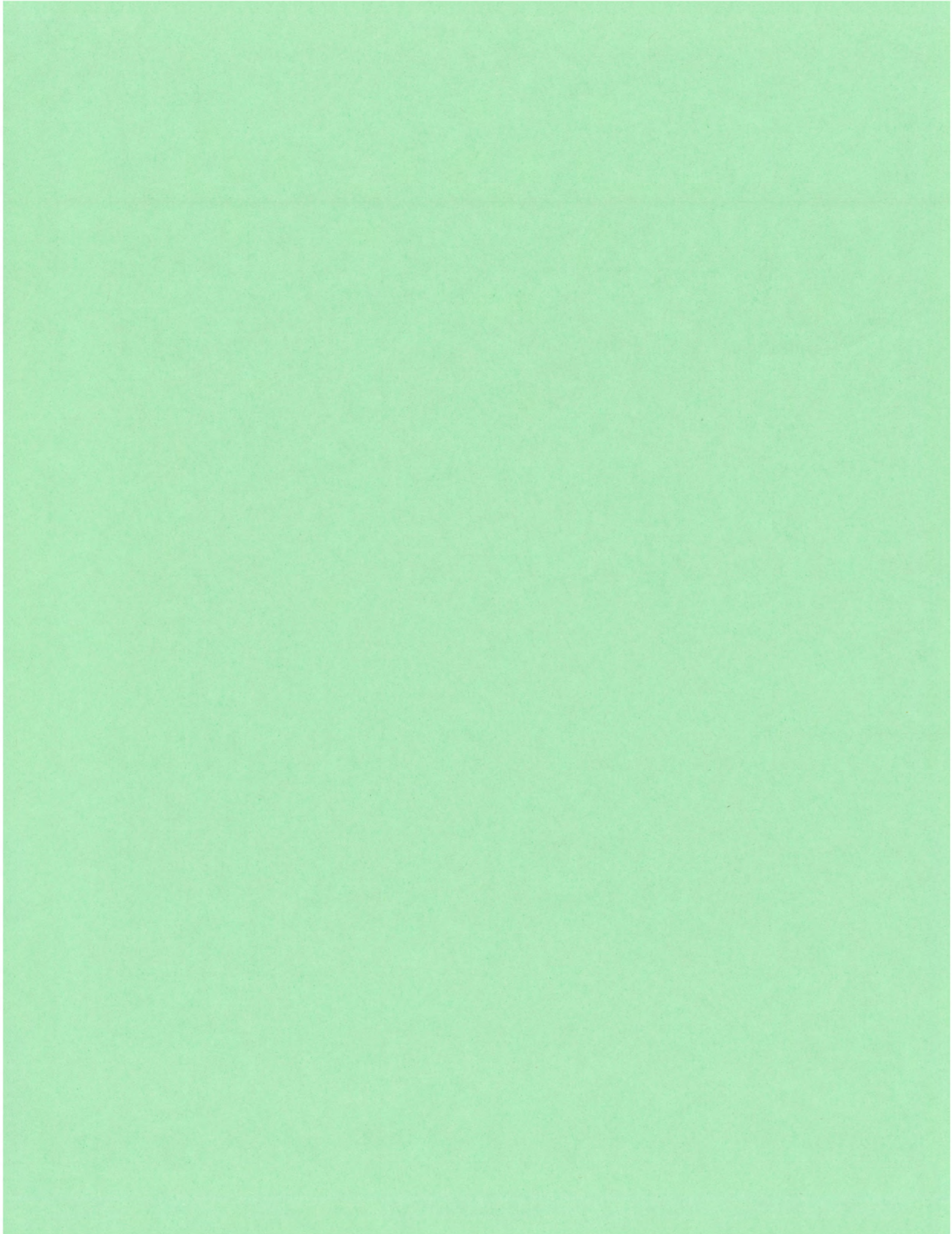
State: 3.0%
Local: 1.0% Louisville Metro Government

Unemployment Rate:

County: 4.0% Kentucky: 4.2%

Existing Presence in Kentucky: None

Special Conditions: None



**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEIA REPORT**

Date: September 29, 2022

Approved Company: Circusil LLC

City: Louisville

Activity: Manufacturing

Bus. Dev. Contact: F. Shrout

County: Jefferson

Resolution #: KEIA-23-24050

DFS Staff: M. Elder

Project Description: Circusil LLC is considering building its first integrated silicone re-processing facility in North America. The company hopes to locate close to other Silicone manufacturing units and Silicone oil units for ease of transport.

Facility Details: Locating in a new facility

Anticipated Project Investment

	Eligible Costs	Total Investment
Land	\$0	\$700,000
Building Construction	\$3,400,000	\$6,800,000
Electronic Processing Equipment	\$0	\$0
Research & Development Equipment	\$0	\$0
Flight Simulation Equipment	\$0	\$0
Other Equipment	\$0	\$5,000,000
Other Start-up Costs	\$0	\$1,000,000
TOTAL	\$3,400,000	\$13,500,000

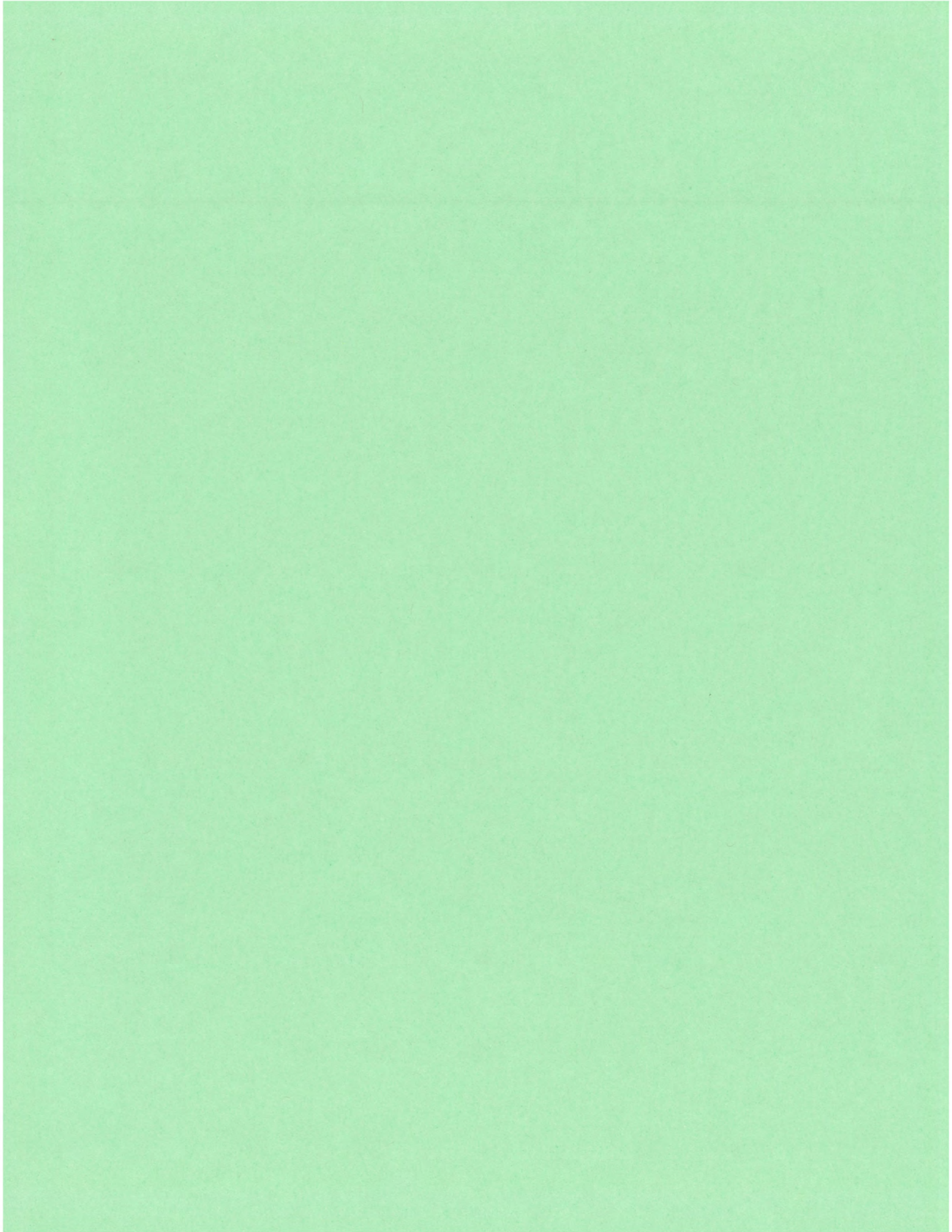
Approved Recovery Amount:

Construction Materials and Building Fixtures: \$50,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$50,000

See KBI file (KBI-I-22-24049) for Ownership, Other State Participation and Unemployment Rate.



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

Date: September 29, 2022
Approved Company: eBlu Solutions Inc.
City: Louisville **County:** Jefferson
Activity: Non-Retail Service or Technology **Prelim Resolution #:** KBI-IL-22-24031
Bus. Dev. Contact: M. Jollie **DFS Staff:** M. Elder
Project Description: eBlu Solutions Inc., founded in 2012, helps specialty medical practices get its patients authorized and approved medications. The company has created a portal for managing data helping to mitigate risk, improve staff efficiency and reduce the burden of training new staff members. eBlu is considering expanding in Louisville in order to meet its customers demands.

Facility Details: Expanding existing operations

Anticipated Project Investment - Leased

Rent
Building/Improvements
Equipment
Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$66,960	\$133,920
\$0	\$0
\$0	\$0
\$550,000	\$550,000
\$616,960	\$683,920

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	\$36.00	
1	32	\$36.00	\$55,000
2	57	\$36.00	\$55,000
3	82	\$36.00	\$55,000
4	82	\$36.00	\$55,000
5	82	\$36.00	\$55,000
6	82	\$36.00	\$55,000
7	82	\$36.00	\$55,000
8	82	\$36.00	\$55,000
9	82	\$36.00	\$55,000
10	82	\$36.00	\$55,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$550,000

Incentive Type:

Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Ownership (20% or more):

Robert Grable Floyds Knobs, IN

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

State: 3.0%

Local: 1.0% Louisville Metro Government

Unemployment Rate:

County: 4.0%

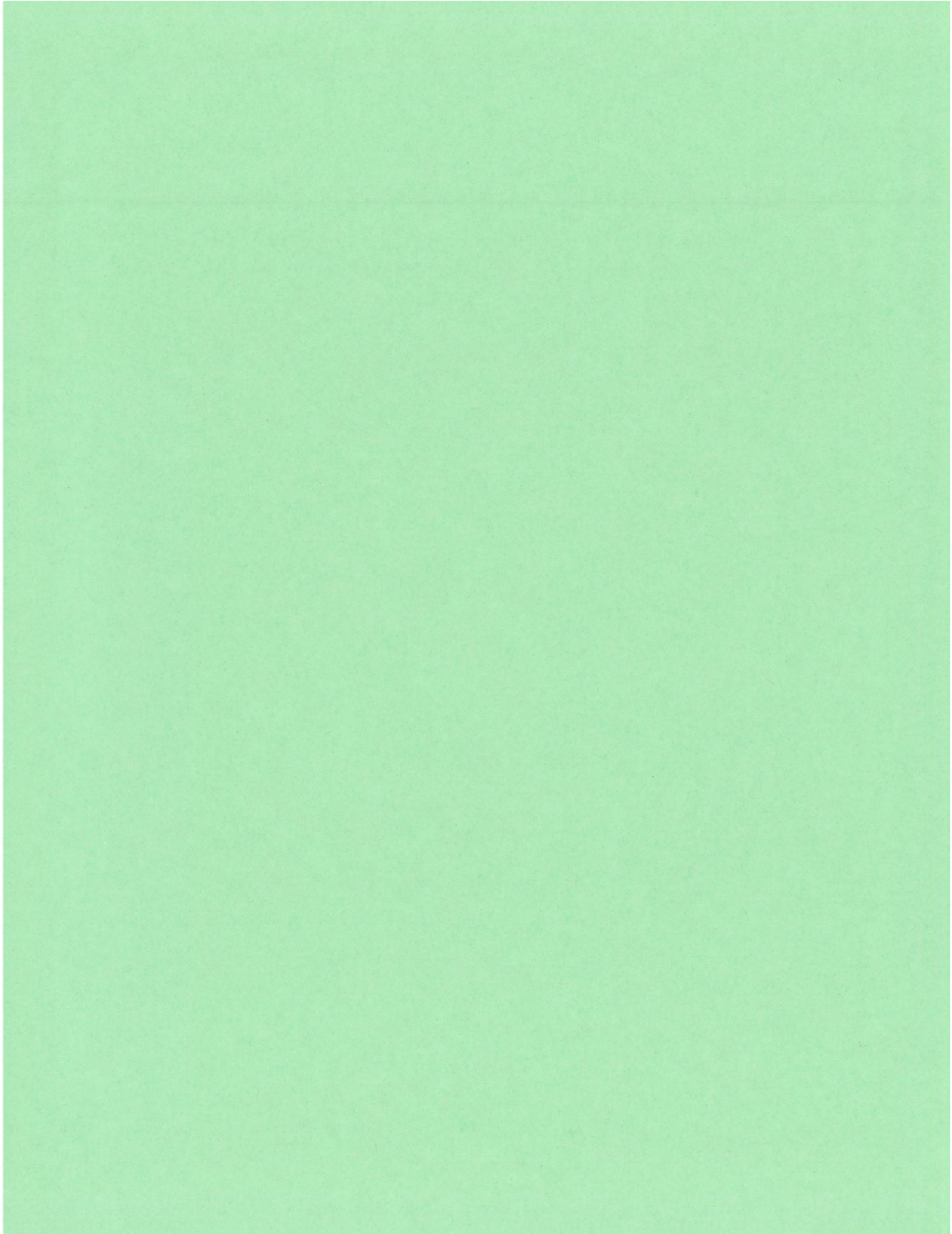
Kentucky: 4.2%

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 employees subject to Kentucky income tax as of the date of preliminary approval. The company reported 69 full-time employees subject to Kentucky income tax as of the application date.



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

Date: September 29, 2022
Approved Company: Elevate Windows and Doors, LLC
City: Hopkinsville **County:** Christian
Activity: Manufacturing **Prelim Resolution #:** KBI-I-22-24043
Bus. Dev. Contact: C. Peek **DFS Staff:** M. Elder

Project Description: Elevate Windows and Doors, LLC is the leading manufacturer of contemporary, energy efficient window and doors for residential applications. The company has had phenomenal growth and is considering expanding its manufacturing and distribution footprint into the southern states.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

	Eligible Costs	Total Investment
Land	\$840,000	\$840,000
Building/Improvements	\$8,120,000	\$8,120,000
Equipment	\$6,605,000	\$6,605,000
Other Start-up Costs	\$500,000	\$500,000
TOTAL	\$16,065,000	\$16,065,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	80	\$22.00	
1	203	\$22.00	\$150,000
2	203	\$22.00	\$150,000
3	203	\$22.00	\$150,000
4	203	\$22.00	\$150,000
5	203	\$22.00	\$150,000
6	203	\$22.00	\$150,000
7	203	\$22.00	\$150,000
8	203	\$22.00	\$150,000
9	203	\$22.00	\$150,000
10	203	\$22.00	\$150,000
11	203	\$22.00	\$150,000
12	203	\$22.00	\$150,000
13	203	\$22.00	\$150,000
14	203	\$22.00	\$150,000
15	203	\$22.00	\$150,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:**\$2,250,000**

Incentive Type:
Enhanced

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

Ownership (20% or more):

James P. Gresham Westlake, TX
James E. Robinson Argyle, TX

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:
State: 5.0%

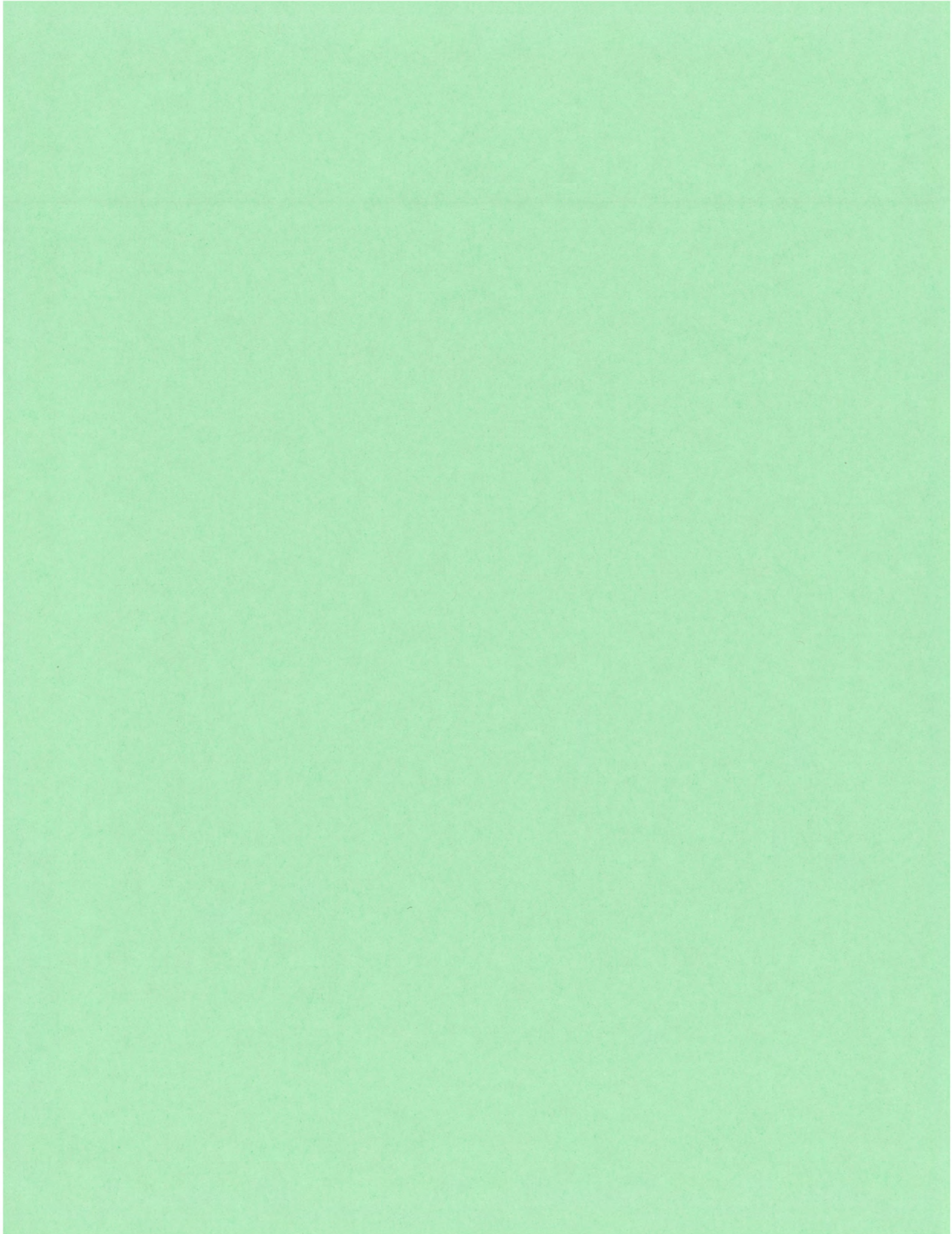
Unemployment Rate:

County: 5.4%

Kentucky: 4.2%

Existing Presence in Kentucky: None

Special Conditions: None



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

Date: September 29, 2022
Approved Company: BM2 Freight Services, Inc.
City: Covington **County:** Kenton
Activity: Non-Retail Service or Technology **Prelim Resolution #:** KBI-IL-22-24028
Bus. Dev. Contact: F. Shrout **DFS Staff:** M. Elder

Project Description: BM2 Freight Services, Inc. is a family-owned and operated third party logistics company. The company provides strategic transportation solutions to customers throughout North America. The company is currently out of space and is considering expanding to help meet customer demand.

Facility Details: Expanding existing operations

Anticipated Project Investment - Leased

Rent
Building/Improvements
Equipment
Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$1,022,500	\$2,045,000
\$100,000	\$100,000
\$0	\$0
\$150,000	\$150,000
\$1,272,500	\$2,295,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	\$28.61	
1	20	\$28.61	\$40,000
2	30	\$28.61	\$50,000
3	40	\$28.61	\$60,000
4	50	\$28.61	\$60,000
5	51	\$28.61	\$60,000
6	52	\$28.61	\$60,000
7	53	\$28.61	\$60,000
8	54	\$28.61	\$60,000
9	55	\$28.61	\$75,000
10	56	\$28.61	\$75,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$600,000

Incentive Type:

Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Ownership (20% or more):

Kevin Ball Fort Thomas, KY

Matthew Mason Fort Thomas, KY

Jeffrey Mason Fort Thomas, KY

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

State: 3.0%

Local: 1.0% City of Covington

Unemployment Rate:

County: 3.5%

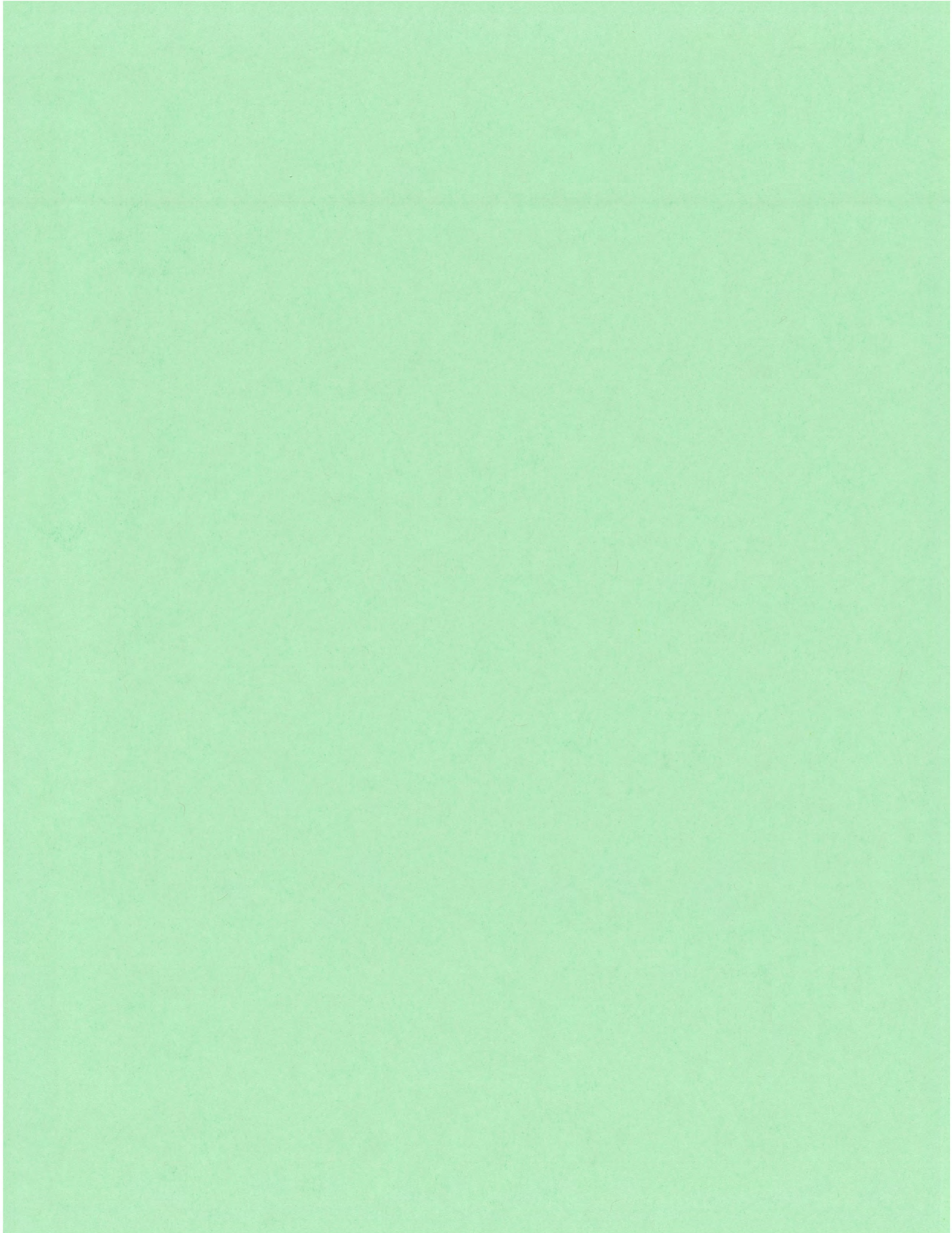
Kentucky: 4.2%

Existing Presence in Kentucky:

Kenton County

Special Conditions:

The company will be required to maintain a base employment equal to the number of full-time employees subject to Kentucky income tax as of the date of preliminary approval. The company reported 98 full-time employees subject to Kentucky income tax as of the application date.



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

Date: September 29, 2022
Approved Company: Flash Steelworks, Inc.
City: Middlesboro
Activity: Manufacturing
Bus. Dev. Contact: M. Jollie

County: Bell
Prelim Resolution #: KBI-IL-22-24029
DFS Staff: M. Elder

Project Description: Flash Steelworks, Inc. was founded in 2006 and developed a global IP suite of patents surrounding the highly disruptive Flash Process to rapidly, energy efficiently heat treat steel. Flash's novel technology leads to mass reduction, performance improvement and simultaneous cost savings. The company is considering locating a Flash Armor line in Middlesboro to help meet the growth curve in employment, revenue and expansion.

Facility Details: Locating in a new facility

Anticipated Project Investment - Leased

Rent
Building/Improvements
Equipment
Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$1,800,000	\$3,600,000
\$0	\$0
\$7,000,000	\$7,000,000
\$1,500,000	\$1,500,000
\$10,300,000	\$12,100,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	15	\$39.00	
1	22	\$39.00	\$75,000
2	50	\$39.00	\$100,000
3	100	\$39.00	\$125,000
4	110	\$39.00	\$125,000
5	125	\$39.00	\$150,000
6	140	\$39.00	\$150,000
7	155	\$39.00	\$175,000
8	170	\$39.00	\$200,000
9	185	\$39.00	\$250,000
10	200	\$39.00	\$250,000
11	210	\$39.00	\$250,000
12	220	\$39.00	\$250,000
13	230	\$39.00	\$300,000
14	240	\$39.00	\$300,000
15	250	\$39.00	\$300,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$3,000,000

Incentive Type:
Enhanced

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

Ownership (20% or more):

Gary M. Cola, Jr. Washington Twp, MI

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 5.0%

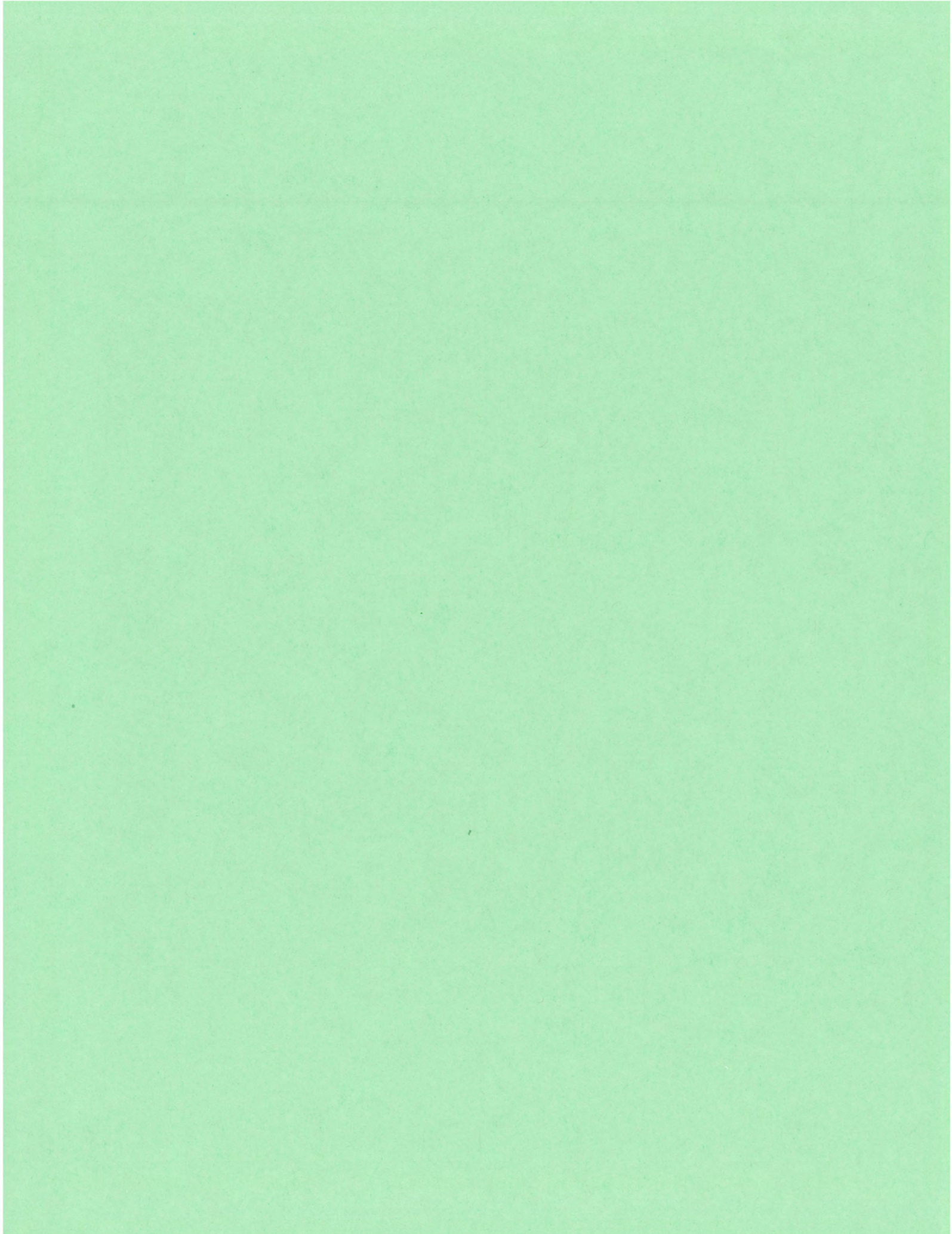
Unemployment Rate:

County: 5.5%

Kentucky: 4.2%

Existing Presence in Kentucky: None

Special Conditions: None



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

Date: September 29, 2022
Approved Company: Trader Joe's East Inc.
City: Franklin **County:** Simpson
Activity: Non-Retail Service or Technology **Prelim Resolution #:** KBI-I-22-24047
Bus. Dev. Contact: A. Chilton **DFS Staff:** M. Elder
Project Description: Trader Joe's East Inc. is a leading retailer distributor and supplier of food and beverage products. The company has grown nationally through acquisitions and consumer brand recognition. Trader Joe's East Inc. is considering establishing a new state-of-the art distribution, warehousing, and cold storage center to service its growing grocery demands.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

	Eligible Costs	Total Investment
Land	\$3,375,000	\$3,375,000
Building/Improvements	\$206,000,000	\$206,000,000
Equipment	\$1,820,000	\$50,000,000
Other Start-up Costs	\$0	\$0
TOTAL	\$211,195,000	\$259,375,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	91	\$31.17	
1	91	\$31.17	\$50,000
2	91	\$31.17	\$50,000
3	91	\$31.17	\$50,000
4	91	\$31.17	\$50,000
5	91	\$31.17	\$50,000
6	91	\$31.17	\$50,000
7	91	\$31.17	\$50,000
8	91	\$31.17	\$50,000
9	91	\$31.17	\$50,000
10	91	\$31.17	\$50,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$500,000

Incentive Type:
Other

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

Ownership (20% or more):

TACT Holding Inc. Monrovia, CA

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 3.0%

Local: 1.0% Simpson County Fiscal Court

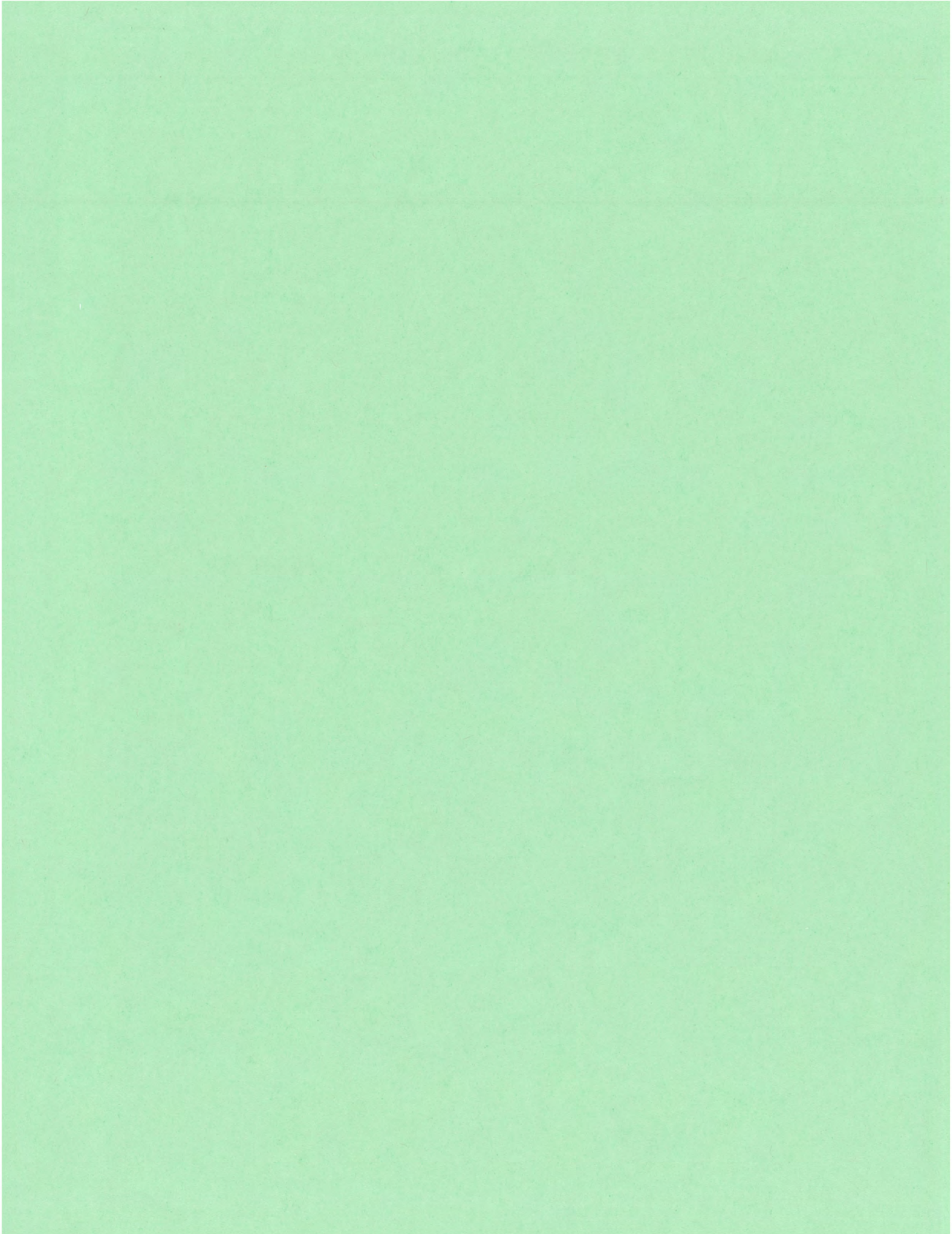
Unemployment Rate:

County: 3.7%

Kentucky: 4.2%

Existing Presence in Kentucky: None

Special Conditions: None



MEMORANDUM

TO: KEDFA Board Members

FROM: Michelle Elder 
Incentive Administration Division

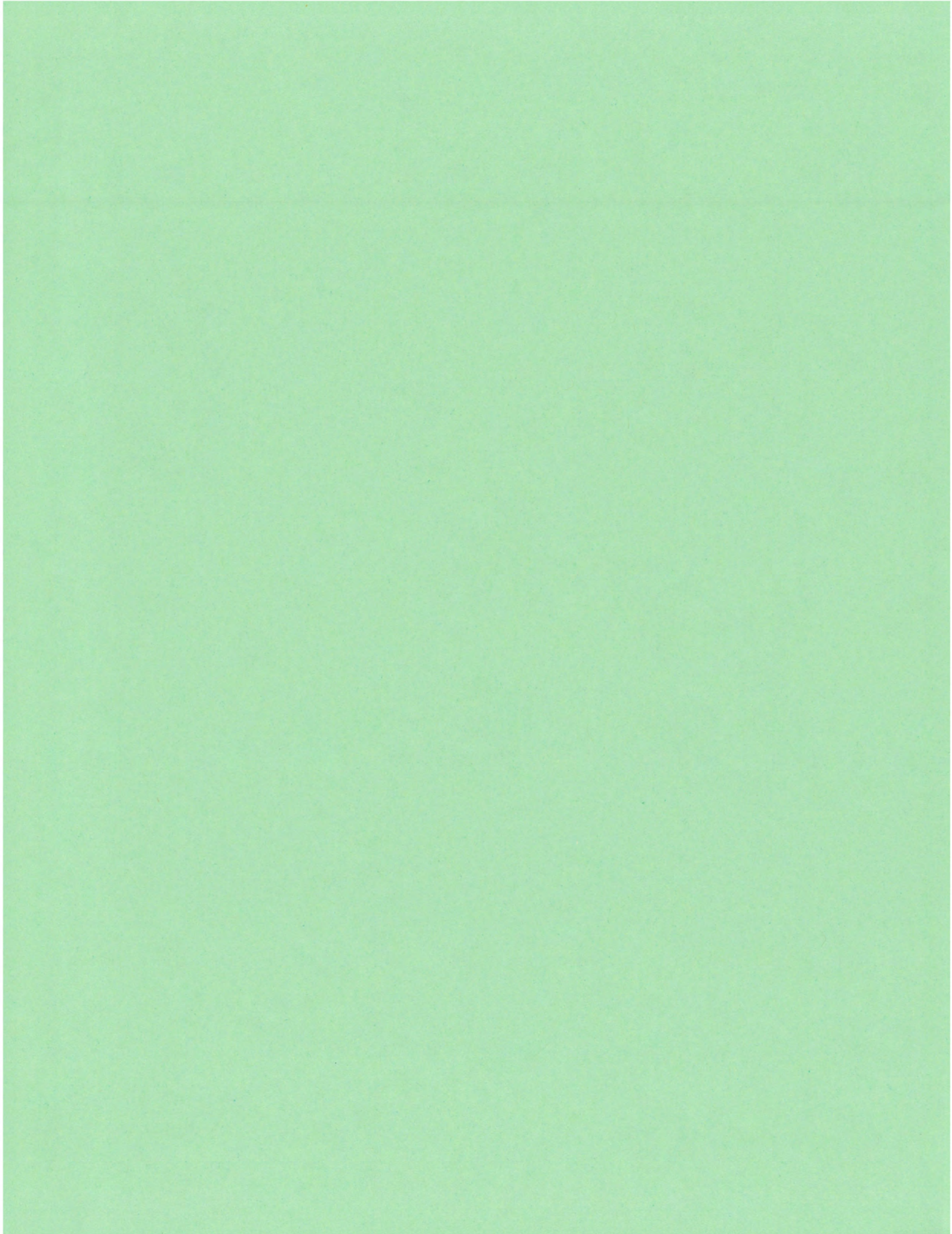
DATE: September 29, 2022

SUBJECT: KBI Extensions

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

Company	County	Extension
Distilled Spirits Epicenter, LLC	Jefferson	3 Month
Ag Science Solutions, Inc.	Simpson	12 Month
Froedge Machine and Supply Co., Inc.	Barren	12 Month
IJW Whiskey Company, LLC	Jefferson	12 Month
Strigiformes, LLC	Nelson	12 Month
Taeyang America Corp.	Simpson	12 Month
The Hollaender Manufacturing Company	Pulaski	12 Month
United Parcel Service Co.	Jefferson	12 Month
UPS Supply Chain Solutions, Inc.	Jefferson	12 Month

Staff recommends approval.



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

Date: September 29, 2022

Preliminary Approval: May 27, 2021

Approved Company: Fruehauf, Inc.

City: Bowling Green

Activity: Manufacturing

Bus. Dev. Contact: C. McKinney

County: Warren

Final Resolution #: KBI-F-22-23473

DFS Staff: M. Elder

Project Description: Fruehauf Inc., a subsidiary of the Fultra Group, is a diversified manufacturing company based in Mexico. Fruehauf has a history of manufacturing transportation products that goes back to the company founding in 1890. The company established a new trailer manufacturing facility to serve its customers in the United States and Canada.

Anticipated Project Investment - Owned	Eligible Costs	Total Investment
	\$8,815,692	\$12,700,938

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	64	\$21.00	
1	197	\$21.00	\$300,000
2	288	\$21.00	\$400,000
3	288	\$21.00	\$400,000
4	288	\$21.00	\$400,000
5	288	\$21.00	\$400,000
6	288	\$21.00	\$400,000
7	288	\$21.00	\$400,000
8	288	\$21.00	\$400,000
9	288	\$21.00	\$450,000
10	288	\$21.00	\$450,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$4,000,000

County Type:
Other

Statutory Minimum Wage Requirements:

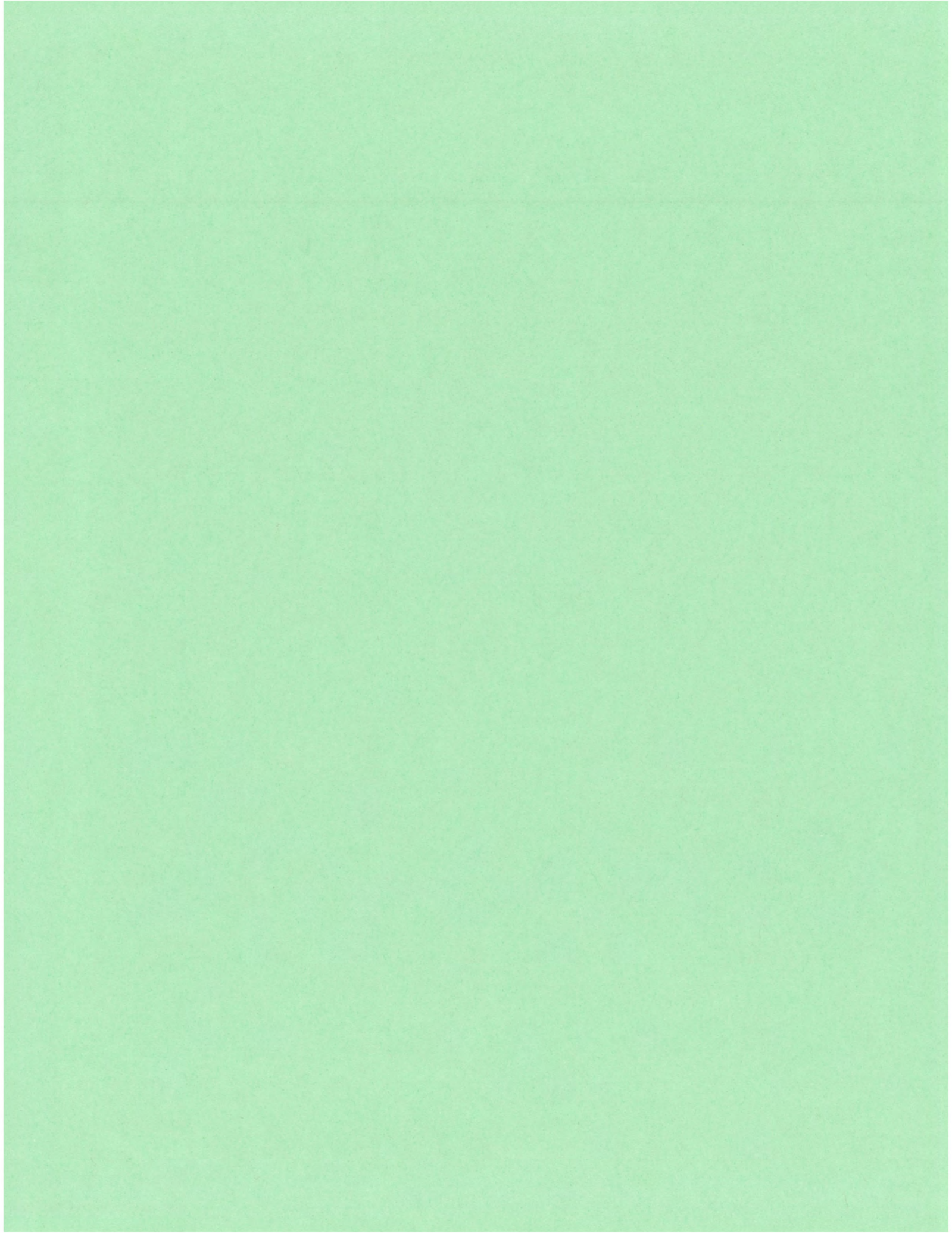
Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Special Conditions: None

Modifications since preliminary approval? Yes

Total investment and eligible costs have been updated based on the current projections. The project changed from a leased project to an owned project. All other aspects of the project remain the same.



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

Date: September 29, 2022
Preliminary Approval: October 25, 2018
Approved Company: Highlands Diversified Services, Inc.
City: London **County:** Laurel
Activity: Manufacturing **Final Resolution #:** KBI-F-22-22275
Bus. Dev. Contact: A. Chilton **DFS Staff:** M. Elder

Project Description: Highlands Diversified Services, Inc. (HDS) is a full-service contract manufacturer serving the telecommunication, automotive, and aerospace markets. HDS specializes in metal stamping, welding, powder-coat painting, assembly, warehousing and distribution. The company expanded its current location to meet customer demand.

	Eligible Costs	Total Investment
Anticipated Project Investment - Owned	\$3,925,407	\$3,925,407

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	\$13.00	
1	20	\$13.00	\$65,000
2	35	\$13.00	\$65,000
3	50	\$13.00	\$65,000
4	60	\$13.00	\$65,000
5	65	\$13.00	\$65,000
6	65	\$13.00	\$65,000
7	65	\$13.00	\$65,000
8	65	\$13.00	\$65,000
9	65	\$13.00	\$65,000
10	65	\$13.00	\$65,000
11			
12			
13			
14			
15			

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$650,000

County Type:
Enhanced

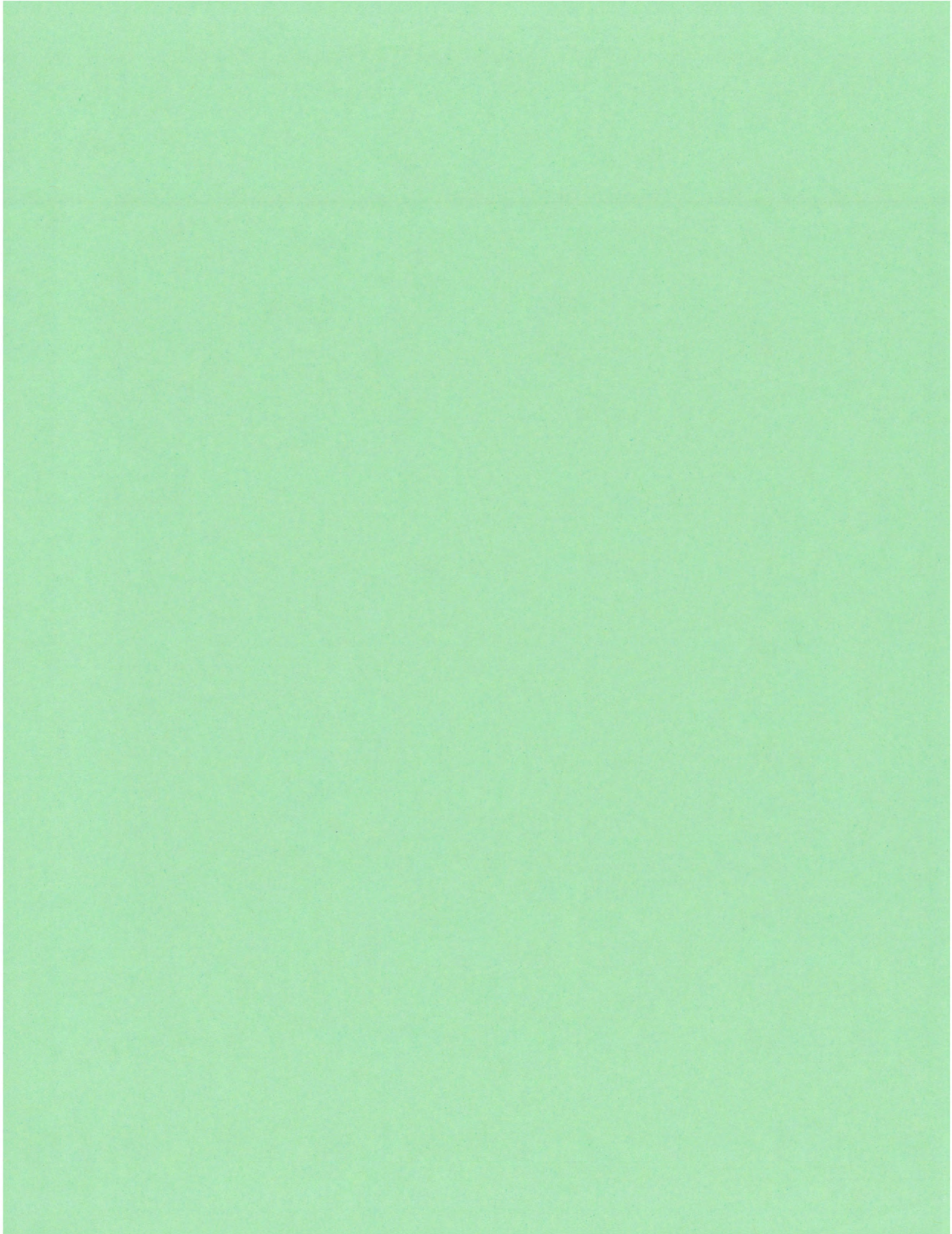
Statutory Minimum Wage Requirements:

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

Special Conditions:
Maintain Base Employment: 201

Modifications since preliminary approval? Yes

Total investment and eligible costs have been updated based on the current projections. All other aspects of the project remain the same.



**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEI REPORT**

Date: September 29, 2022
Approved Company: Love Finds A Way LLC
Project Name: Love Finds A Way
 Jefferson, Oldham, Pulaski

**Counties Where Filming
or Production Will Occur:**

Activity: Feature-length Film

DFS Staff: Tim Bates

Project Description: Love Finds A Way LLC is a single purpose company focused on the production of the feature film, Love Finds A Way. When Millie's practice proposal to Leo is caught on camera and turns into a real proposal and social media sensation, the couple find themselves in the spotlight. With the help of Leo's best friend and publicist, the fake couple decide to continue the charade to help their respective careers. But along the way what started as a business arrangement turns to love.

Production is set to begin as early as October 25, 2022 and is anticipated to end by December 30, 2022.

Anticipated Qualifying Project Expenditures:

	Enhanced Incentive County Expenditures	Other County Expenditures	Total Expenditures
KY Resident, Above-the-line Production Crew	\$519,230		\$519,230
Non-KY Resident, Above-the-line Production Crew	\$755,000	\$35,582	\$790,582
KY Resident, Below-the-line Production Crew		\$117,317	\$117,317
Non-KY Resident, Below-the-line Production Crew		\$127,886	\$127,886
Total Qualifying Payroll Expenditures	\$1,274,230	\$280,785	\$1,555,015
Total Qualifying Non-payroll Expenditures	\$1,357,554	\$175,000	\$1,532,554
TOTAL	\$2,631,784	\$455,785	\$3,087,569

Minimum Required Qualifying Project Expenditures:

\$125,000

Anticipated Production Crew:

	Kentucky Resident Crew Members	Non-Kentucky Resident Crew Members	Total Production Crew Members
Above-the-line Production Crew	5	13	18
Below-the-line Production Crew	56	27	83
Total Production Crew Members	61	40	101

Ownership (20% or more):

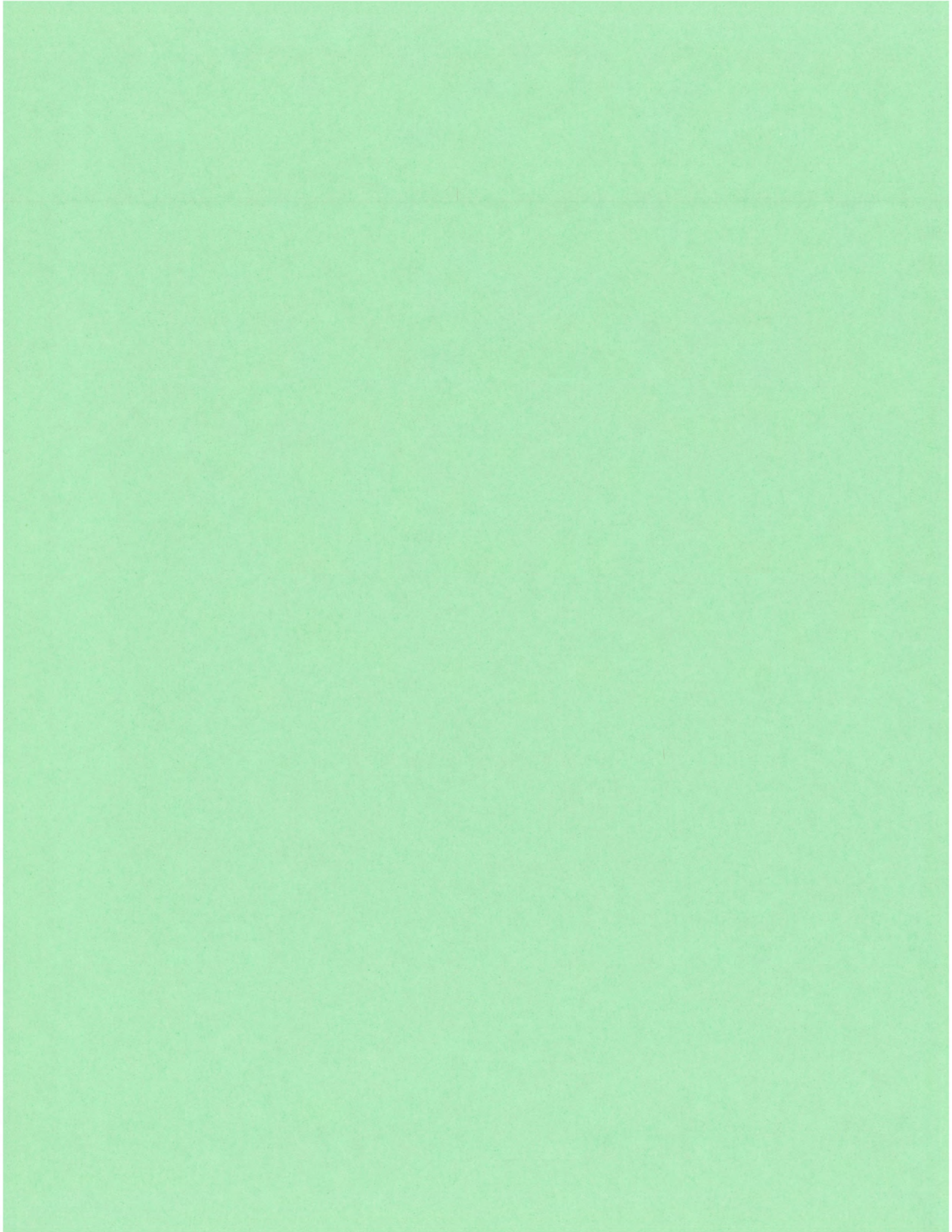
Watercolor Studios Inc.

99%

Other State Participation:DateProgramStatusAmount

None

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:**\$1,063,726**



**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEI REPORT**

Date: September 29, 2022
Approved Company: HD2 LLC
Project Name: Haunted Discoveries - Season 2
 Boyd, Boyle, Bracken, Clay, Harrison, Jefferson, Oldham, Pulaski
Counties Where Filming or Production Will Occur:
Activity: Television Program **DFS Staff:** Tim Bates

Project Description: HD2 LLC is a single purpose company focused on the production of the television program, Haunted Discoveries - Season 2. After encountering a series of inexplicable phenomena during their initial investigations in Kentucky, Brandon and the team are compelled to dig deeper into these groundbreaking new finds. By enlisting the help of world renowned scientists and researchers, season 2 introduces a controversial methodology that challenges years of supernatural study. Will this radical departure revolutionize paranormal research, or are the team headed towards a dead end?

Production is set to begin as early as October 15, 2022 and is anticipated to end by December 30, 2022.

Anticipated Qualifying Project Expenditures:

	Enhanced Incentive County Expenditures	Other County Expenditures	Total Expenditures
KY Resident, Above-the-line Production Crew	\$1,032,000		\$1,032,000
Non-KY Resident, Above-the-line Production Crew	\$1,440,000	\$300,000	\$1,740,000
KY Resident, Below-the-line Production Crew	\$47,487	\$47,487	\$94,974
Non-KY Resident, Below-the-line Production Crew	\$96,950	\$96,950	\$193,900
Total Qualifying Payroll Expenditures	\$2,616,437	\$444,437	\$3,060,874
Total Qualifying Non-payroll Expenditures	\$3,642,625	\$29,625	\$3,672,250
TOTAL	\$6,259,062	\$474,062	\$6,733,124

Minimum Required Qualifying Project Expenditures: \$125,000

Anticipated Production Crew:

	Kentucky Resident Crew Members	Non-Kentucky Resident Crew Members	Total Production Crew Members
Above-the-line Production Crew	3	5	8
Below-the-line Production Crew	76	7	83
Total Production Crew Members	79	12	91

Ownership (20% or more):

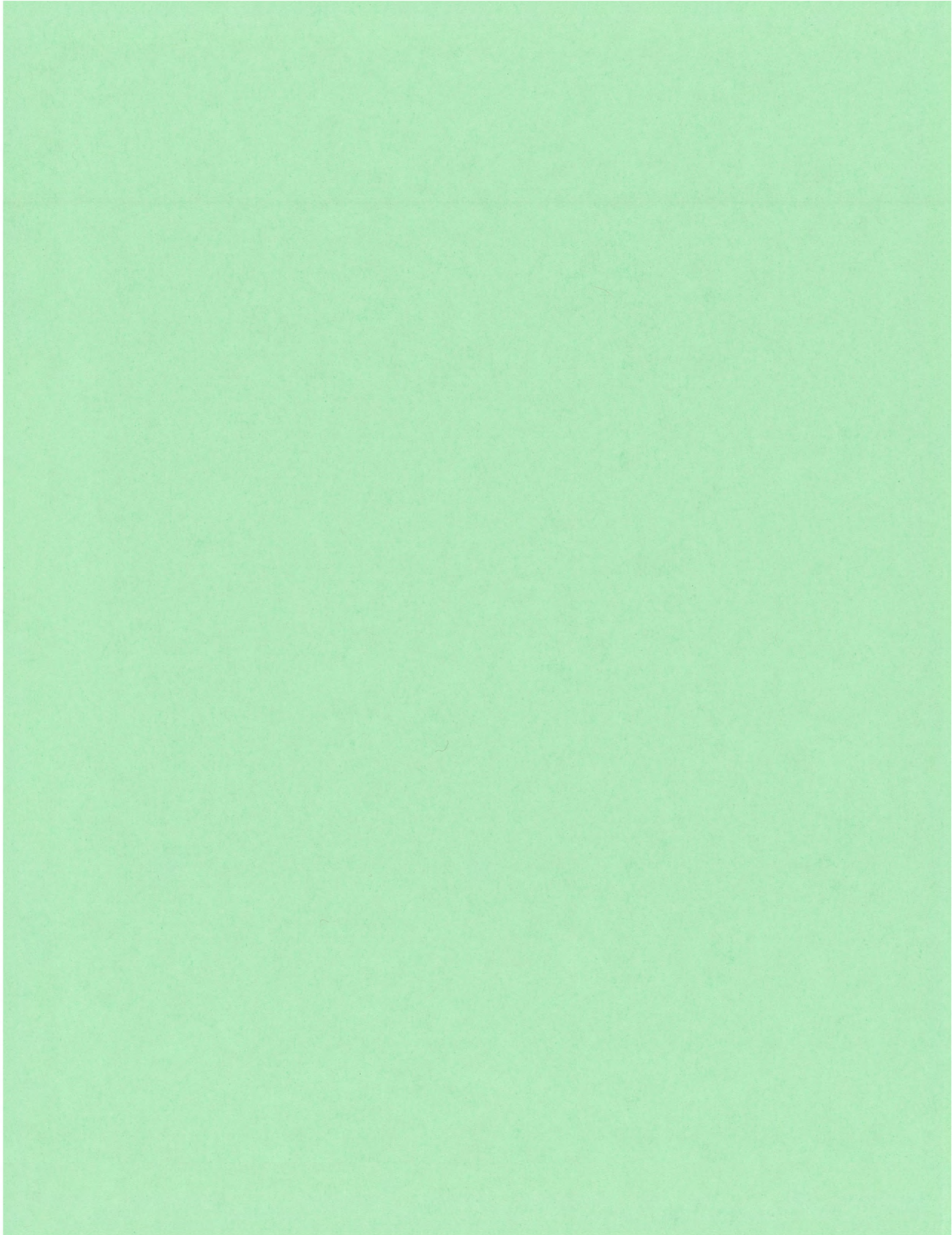
Watercolor Studios Inc.

99%

Other State Participation:DateProgramStatusAmount

None

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:**\$2,335,265**



**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KEI REPORT**

Date: September 29, 2022
Approved Company: World of Wonder Production Processing, Inc.
Project Name: Glitterball Documentary
Counties Where Filming or Production Will Occur: Jefferson

Activity: Documentary **DFS Staff:** Tim Bates

Project Description: World of Wonder is an international entertainment company and creator of Emmy Award-winning feature and television programming.

Glitterball is a documentary inspired by the book "A Dark Room in Glitter Ball City" by David Domine. The documentary will follow the discovery and details of a gruesome 2009 murder in the unique community of Old Louisville. Seen through the eyes of an aspiring author, we learn everything about the murder, the strange way it came to light, and David's idea to write a book about it all. This documentary will attempt to find out what happened to tell the story of the murder and how it played out in the community, in the courts, and in the media.

Production is set to begin as early as October 01, 2022 and is anticipated to end by April 01, 2023.

Anticipated Qualifying Project Expenditures:

	Enhanced Incentive County Expenditures	Other County Expenditures	Total Expenditures
KY Resident, Above-the-line Production Crew			\$0
Non-KY Resident, Above-the-line Production Crew		\$235,000	\$235,000
KY Resident, Below-the-line Production Crew		\$160,000	\$160,000
Non-KY Resident, Below-the-line Production Crew		\$620,112	\$620,112
Total Qualifying Payroll Expenditures	\$0	\$1,015,112	\$1,015,112
Total Qualifying Non-payroll Expenditures		\$127,750	\$127,750
TOTAL	\$0	\$1,142,862	\$1,142,862

Minimum Required Qualifying Project Expenditures: \$20,000

Anticipated Production Crew:

	Kentucky Resident Crew Members	Non-Kentucky Resident Crew Members	Total Production Crew Members
Above-the-line Production Crew	0	2	2
Below-the-line Production Crew	11	12	23
Total Production Crew Members	11	14	25

Ownership (20% or more):

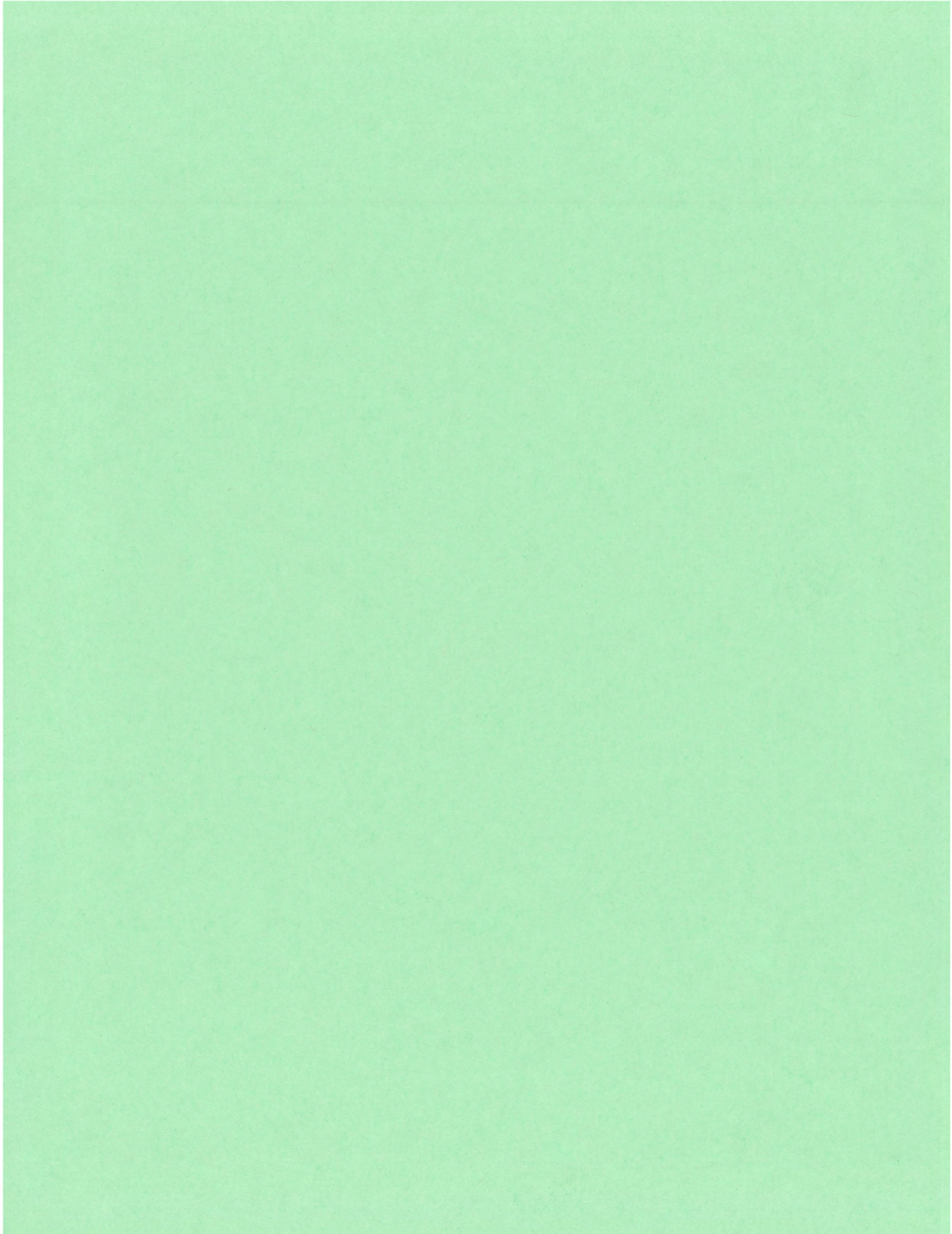
Fenton Bailey	50%
Randy Barbato	50%

Other State Participation:

<u>Date</u>	<u>Program</u>	<u>Status</u>	<u>Amount</u>
None			

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$350,859



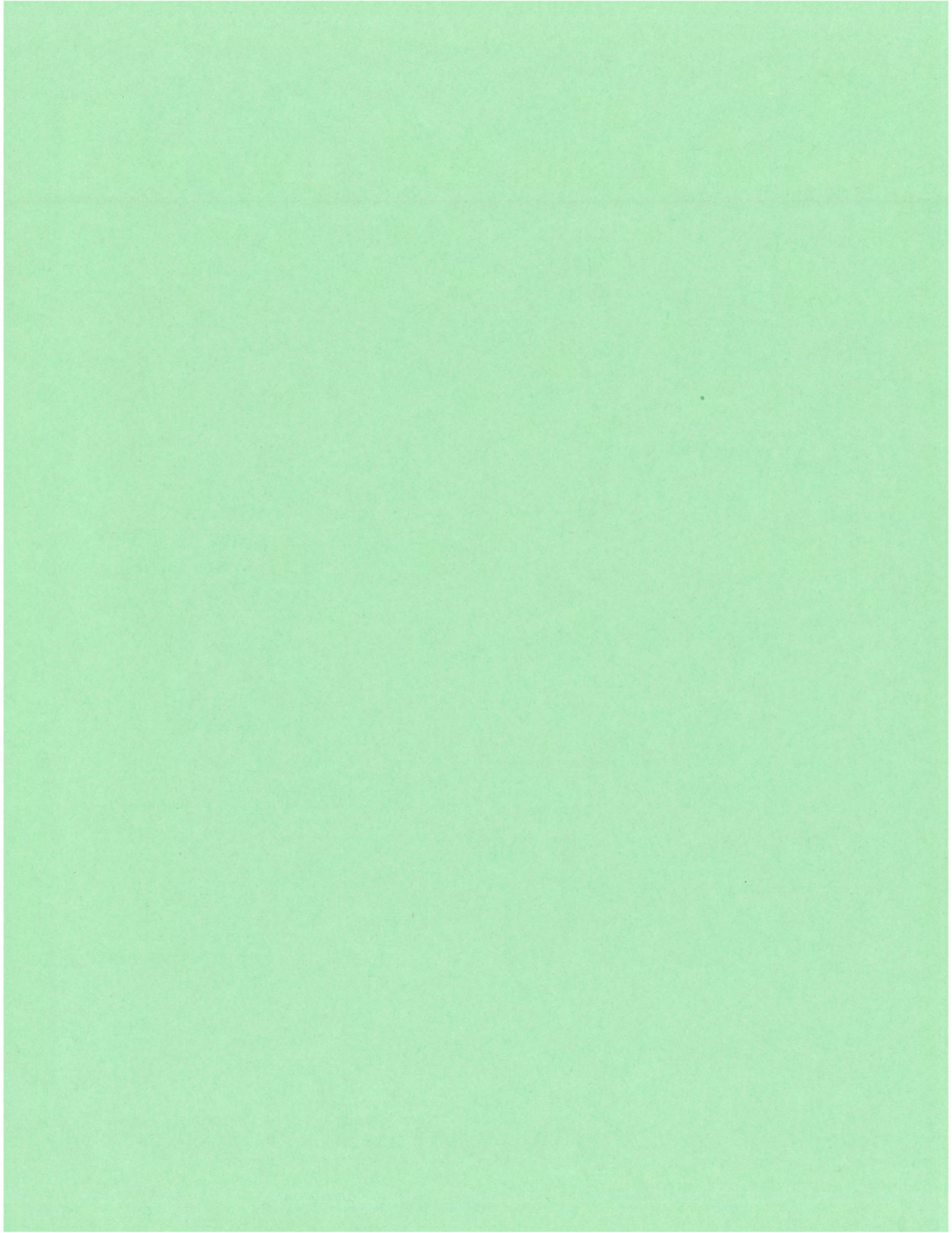
Kentucky Small Business Tax Credit (KSBTC) Projects Report

September 2022

Small Business	County	Beginning Employment	Eligible Positions	Average Hourly Wage	Qualifying Equipment/Technology	Tax Credit Amount
BEH Physical Therapy, LLC	Madison	0	1	\$30.29	\$5,489	\$3,500
Best Pets Animal Clinic, LLC	Scott	1	1	\$44.93	\$43,350	\$3,500
Chism Machine and Gage, Inc.	Pulaski	2	5	\$40.35	\$25,000	\$17,500
Corvin's Furniture & Carpet, LLC	Nelson	21	1	\$36.05	\$52,126	\$3,500
H.P.G. Inc	Jefferson	1	1	\$22.59	\$6,345	\$3,500
Jeffries Heating & Air, LLC	Pulaski	6	4	\$22.50	\$11,495	\$11,400
Meyerowitz & King, PLLC	Jefferson	3	1	\$43.27	\$5,085	\$3,500
Phoenix Preferred Care Incorporated	Pulaski	13	2	\$19.23	\$10,030	\$7,000
8	5		16	Total	\$158,920	\$53,400

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

Fiscal Year Credit Limit	\$3,000,000
FYTD KSBTC Approvals	\$182,500
FYTD KSFTC Approvals	\$0
Current KSBTC Request	\$53,400
Current KSFTC Request	\$0
Remaining FY Credits	\$2,764,100



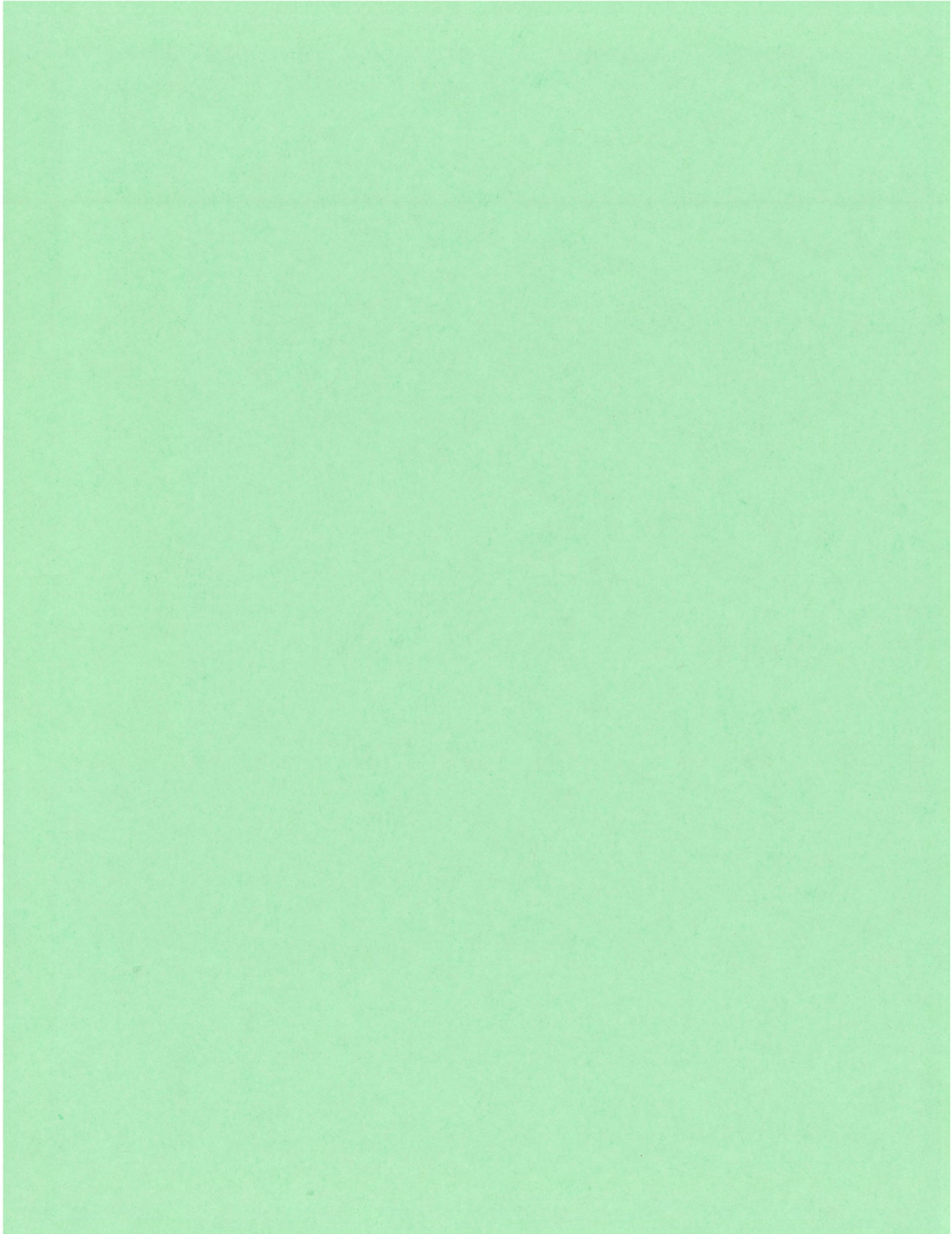
Kentucky Angel Investment Tax Credit Projects Report

September 2022

Qualified Investor	Qualified Small Business	County	Projected Investment	Potential Tax Credit
Christopher H. Young	Gun Media Holdings, Inc.	Fayette	\$500,000	\$125,000
Roy T. Toutant	Liberate Medical (DE), Inc.	Oldham	\$25,000	\$6,250
Michael B. Fritz	Wendal Inc	Kenton	\$10,032	\$2,508
3 Projects	3	3	\$535,032	\$133,758
3 Investors				


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

Projected Credits - To Date	(\$856,833)
Reclaimed Credits	\$34
Net Obligated Credits	(\$856,799)
Credit Limit	\$3,000,000
Net Obligated Credits	(\$856,799)
Remaining Credits	\$2,143,201



MEMORANDUM

To: Kentucky Economic Development Finance Authority

From: Katie Smith, Deputy Secretary & Commissioner 

Date: September 29, 2022

RE: Resolution authorizing and transfer and use of property associated with Loan Agreement between the Authority, County of Hardin, Kentucky (the "Borrower") and Elizabethtown-Hardin County Industrial Foundation, Inc. (the "Foundation")

On August 29, 2002, the Authority, Borrower and Foundation entered into the above-referenced Loan Agreement for the purpose of acquiring 47 tracts of contiguous real property generally located in Glendale, Hardin County, Kentucky for the potential location of a future economic development project. According to Section 4.1 of the Loan Agreement, "the Borrower shall not Transfer the Project Site or any portion thereof to any transferee other than the Foundation without (i) the prior written consent of the Authority and the Cabinet and (ii) prior legislative approval of the Kentucky General Assembly." The Restricted Covenants filed on the property also included similar language.

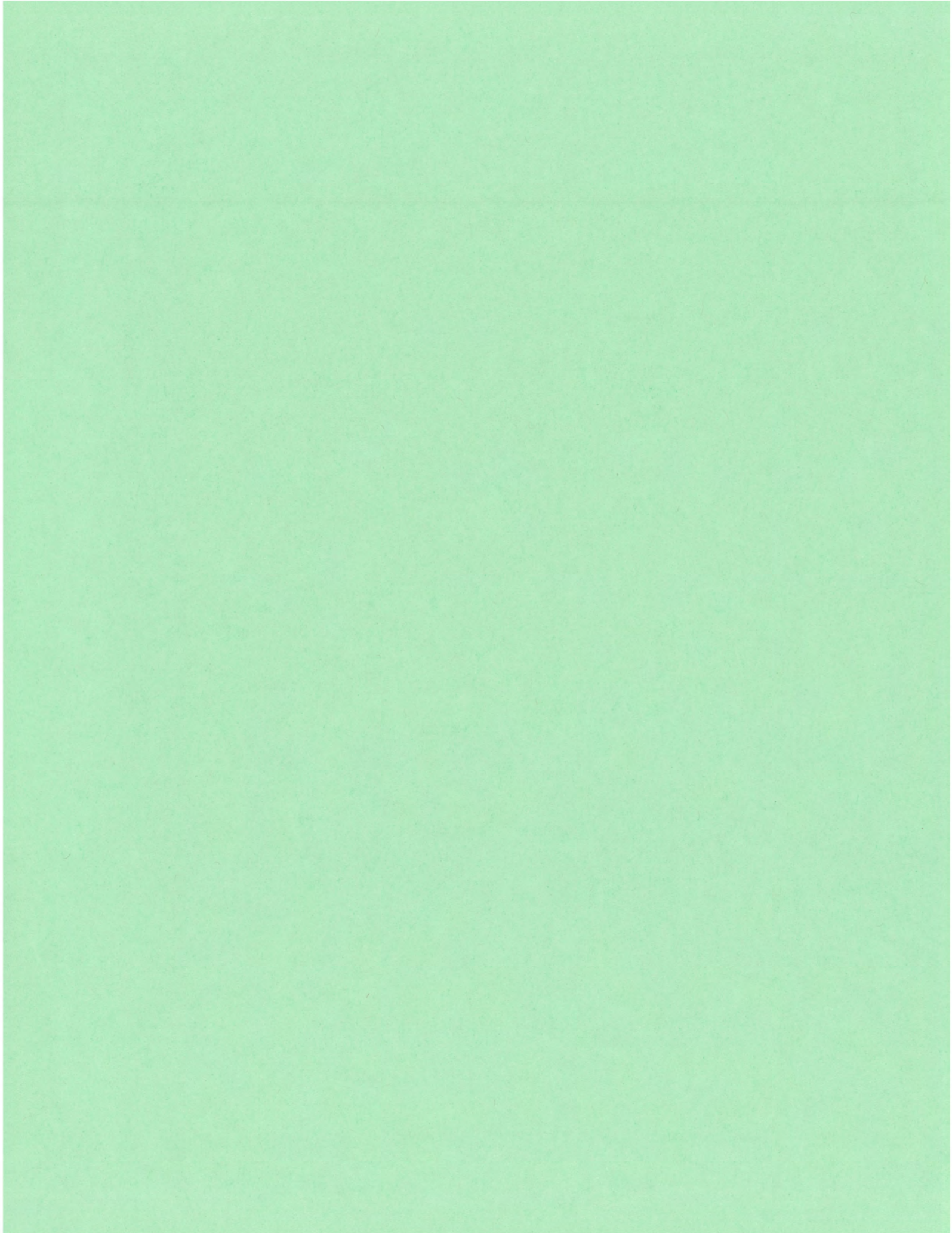
The future economic development project has been identified. In September 2021, the Governor, Ford Motor Company and SK Innovation announced the single largest economic development project in the history of the Commonwealth anticipating a \$5.8 billion investment and the creation of 5,000 jobs. The BlueOvalSK Battery Park will consist of two electric battery plants located on the 1,551 acre economic development site in Glendale, Hardin County.

During the 2021 Special Session of the General Assembly, Senate Bill 5 included the following language authorizing the transfer of the property:

The Restrictive Covenants associated with property purchased in 2002 consisting of 47 tracts of contiguous real property in Hardin County acquired to be used solely in connection with economic development projects require the General Assembly, the Kentucky Economic Development Finance Authority, and the Kentucky Cabinet for Economic Development to authorize the use of property for major manufacturing, processing, and assembling facilities and provide written consent if the property is conveyed to any party other than the Elizabethtown-Hardin County Industrial Foundation. For eligible projects meeting these qualifications, the General Assembly authorizes the Authority to approve the use of the property and provides consent to transfer the property to another entity.

The Governor has provided a letter providing consent on behalf of the Cabinet for Economic Development and the Commonwealth of Kentucky to approve the transfer and use of the property from the Borrower to BlueOval SK, LLC, the entity that will have fee title to the property for use in the BlueOvalSK Battery Park. Attached is a draft resolution approving the same transfer and use of the property to satisfy the requirements of Senate Bill 5 and terminate the restrictive covenants.

Staff recommends adoption of the resolution.





CABINET FOR ECONOMIC DEVELOPMENT

Andy Beshear
Governor

Old Capitol Annex
300 West Broadway
Frankfort, Kentucky 40601

Jeff Noel
Secretary

MEMORANDUM

TO: KEDFA Members

FROM: Katie Smith, Deputy Secretary and Commissioner
Department for Financial Services 

DATE: September 29, 2022

SUBJECT: Resolution No. 2022-02

With great appreciation, KEDFA Resolution No. 2022-02 (the "Resolution") recognizes the excellent work of Commonwealth Seed Capital, LLC ("CSC") in recuperating a \$15,000,000 investment that failed to materialize. Furthermore, the Resolution authorizes the Kentucky Economic Development Partnership to request from CSC transfer of said funds to the Kentucky Economic Development Finance Authority ("KEDFA"), the entity originally appropriated the funds. KEDFA shall administer said funds in a manner consistent with the funding appropriation until otherwise directed by the Kentucky General Assembly.