

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

BOARD MEETING JUNE 29, 2017

MINUTES

Call to Order

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

Notification of Press

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

Roll Call

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

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

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

Approval of Minutes

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

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

Approved/Undisbursed Loan Report

Chairman Hale called on Kylee Palmer to review the approved/undisbursed loan report.

After review, the Authority accepted the report as presented.

Financial Statements and Monitoring Reports

Chairman Hale called on Katie Smith to review the financial statements and monthly monitoring reports as of May 31, 2017.

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

Tax Increment Financing (TIF) Project (Amendment)

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

Oak Grove Village at Fort Campbell, LLC

Christian County

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

Staff recommended approval of the amendment request.

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

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

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

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

Secure Energy Kentucky, LLC

McCracken County

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

Staff recommended approval of extension request.

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

Kentucky Business Incentives (KBI) Project (Amendment)

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

Payment Alliance International, Inc.

Jefferson County

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

Staff recommended approval of the KBI amendment request.

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

Kentucky Enterprise Initiative Act (KEIA) Projects (Extension)

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

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

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

Staff recommended approval of extension requests.

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

KEIA Projects

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

Braidy Industries Inc. Greenup County

**Tess Simon
Debbie Phillips**

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

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

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

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

Amazon Fulfillment Services, Inc. Boone County

**Anna Beth Bobbitt
Debbie Phillips**

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

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

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

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

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

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

Distilled Spirits Epicenter, LLC Jefferson County

**Anna Beth Bobbitt
Debbie Phillips**

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

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

The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval. Only investment costs incurred by the approved company will be considered toward calculating eligible costs. Only the approved company may participate in the corporate income tax credit incentive (no affiliate is eligible). The jobs creation/maintenance and wage requirements will be satisfied collectively by the approved company and the affiliate, Pro-Liquitech, LLC, for KBI. The project will include multiple locations within Jefferson County/Louisville. Only investment costs incurred at 827 South 8th Street will be considered toward calculating eligible costs. Employees and their respective wages at the locations included in the project definition will be eligible for compliance.

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

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

KBI Projects (Preliminary)

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

**Adkev, Inc.
Boyle County**

**Alec Germond
Lynda Cunningham**

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

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

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

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

**Worldwide Technologies, LLC
Simpson County**

**Kristina Slattery
Lynda Cunningham**

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

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

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

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

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

**Robyn Lee
Lynda Cunningham**

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

Ms. Cunningham stated the project investment is \$8,500,000 all of which qualifies as KBI eligible costs. The highest jobs target over the term of the agreement is 130 with average hourly wages of \$16.00 including benefits. The state wage assessment participation is 5.0%. The company will be required to maintain 95% of the total statewide full-time, Kentucky resident employees at all company locations, excluding the site of the project, as of the date of preliminary approval. Only investment costs incurred by the approved company will be considered toward calculating eligible costs. Only the approved company may participate in

the corporate income tax credit incentive (no affiliate is eligible). The jobs creation/maintenance and wage requirements will be satisfied collectively by the approved company and the affiliates, Wright Block & Precast, LLC and Wrightway Ready-Mix, LLC.

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

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

**IDEXX Distribution Inc.
Jefferson County**

**Tess Simon
Debbie Phillips**

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

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

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

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

**ShellTech LLC
Pulaski County**

**Joan Ward
Debbie Phillips**

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

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

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

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

**The Dow Chemical Company
Carroll County**

**Lindsey Ransdell
Michelle Elder**

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

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

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

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

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

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

**Corky Peek
Michelle Elder**

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

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

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

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

**Stratus Plastics KY, LLC
Butler County**

**Corky Peek
Michelle Elder**

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

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

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

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

KBI Projects (Extension)

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

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

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

Staff recommended approval of the KBI extension requests.

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

KBI Projects (Final)

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

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

No Modifications:

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

Retail Convergence.com, LP	Bullitt	Service & Technology
Riken Elastomers Corporation	Christian	Manufacturing
Sabert Corporation	Bullitt	Manufacturing
Speyside Cooperage Kentucky, Inc.	Bullitt	Manufacturing
The Bardstown Bourbon Company, LLC	Nelson	Manufacturing
T.RAD North America, Inc.	Christian	Manufacturing
Wolf Steel U.S.A. Inc. *	Grant	Manufacturing

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

Modifications:

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

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

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

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

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

Kentucky Reinvestment Act (KRA) Project (Preliminary)

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

**Tarter Tube, LLC
 Casey County**

**Tess Simon
 Debbie Phillips**

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

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

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

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

KRA Project (Final)

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

**Kellogg USA Inc.
Pike County**

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

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

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

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

Kentucky Small Business Tax Credit (KSBTC) Projects

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

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

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

Staff recommended approval of the tax credits.

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

Other Business

KBI Enhanced Incentive Counties for FY 2017-2018

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

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

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

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

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

Resolution of Recognition

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

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

Adjournment

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

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

The meeting adjourned at 10:50 a.m.

PRESIDING OFFICER:



Jean Hale, Chairman