

# KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

## SPECIAL MEETING January 23, 2018

### MINUTES

#### Call to Order

The Kentucky Economic Development Finance Authority convened at 9:30 a.m. EST, January 23, 2018, at the Cabinet for Economic Development, Old Capitol Annex, 300 West Broadway, Board of Directors Conference Room, 1<sup>st</sup> Floor, in Frankfort, Kentucky and via video conference at LockNet, LLC, 800 John C. Watts Drive, Bay 3 Conference Room in Nicholasville, Kentucky for a special meeting to consider a Kentucky Business Investment (KBI) project and Kentucky Enterprise Initiative Act (KEIA) project in Todd County.

#### Notification of Press

Don Goodin, Vice Chairman, received verification that the media had been notified of the KEDFA Special Board Meeting.

#### Roll Call

**Members Present:** Don Goodin, Secretary William Landrum, Joe Kelly and Chad Miller

**Staff Present:** David Brock, Sarah Butler, Michelle Elder, Reid Glass, Brandon Mattingly, Vivek Sarin, Katie Smith, Teresa Spreitzer and Lucas Witt

#### KBI Project (Preliminary) and KEIA Project

Vice Chairman Goodin called on staff to present the KBI and KEIA projects to the Authority.

#### Novelis Corporation Todd County

Lucas Witt  
Michelle Elder

Lucas Whitt stated, Novelis Corporation is the global leader in aluminum rolled products and the world's largest recycler of aluminum. The company is considering locating a manufacturing operation in Guthrie, Kentucky to meet market demands from the automotive markets. The proposed project anticipates the creation of at least 125 new, full-time jobs (including non-Kentucky residents).

Michelle Elder stated the project investment is \$304,850,754 of which \$120,069,246 qualifies as KBI eligible costs and \$98,968,998 qualifies as KEIA eligible costs. The highest job target over the term of the agreement is 100 with an average hourly wage of \$38.50 including benefits. The state wage assessment participation is 3.0% and Todd County and the City of Guthrie will participate by providing \$7,250,000 for land acquisition and site preparation. The company will be required to maintain 90% of the total statewide full-time, Kentucky resident employees at the Madison County location as of the date of preliminary approval.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$8,500,000 and the KEIA approved recovery amount of \$3,000,000 for construction materials and building fixtures.

Joe Kelly moved to approve the staff recommendation, as presented; Secretary William Landrum seconded the motion. Motion passed; unanimous.

**Adjournment**

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

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

The meeting adjourned at 9:38 a.m.

**PRESIDING OFFICER:**

A handwritten signature in cursive script, appearing to read "Jean Hale", written over a horizontal line.

Jean Hale, Chairman