



Incentives for Energy-related Business Act (IEBA)

Statutorily Required Annual Reports

FY 2020-2021





CABINET FOR ECONOMIC DEVELOPMENT

Andy Beshear
Governor

Old Capitol Annex
300 West Broadway
Frankfort, Kentucky 40601

Larry Hayes
Interim Secretary

October 29, 2021

The Honorable Andy Beshear, Governor
Office of the Governor
700 Capitol Avenue
Capitol Building, Suite 100
Frankfort, KY 40601

RE: Incentives for Energy- related Business Act (IEBA) Annual Report

Dear Governor Beshear:

Pursuant to KRS 154.27-050(4), which pertains to projects approved under the Incentives for Energy-related Business Act (IEBA), the Kentucky Economic Development Finance Authority (KEDFA), jointly with the Department of Revenue, must prepare a report for the Legislative Research Commission on or before December 1 each year. The contents of this report are to include a list of all companies with which tax incentive agreements have been entered into and a summary of the terms of each agreement.

To date, KEDFA has entered into three tax incentive agreements that would provide inducements under this act. The report detailing the projects is enclosed. In addition, this information is publicly available through a searchable database on the Cabinet for Economic Development's website, https://ced.ky.gov/newsroom/Annual_Reports.aspx.

Please contact Katie Smith at 782-1987, if there are any questions with this report.

Sincerely,

A handwritten signature in blue ink that reads "Katie Smith".

Katie Smith, Commissioner
Department for Financial Services
Cabinet for Economic Development

A handwritten signature in black ink that reads "Thomas B. Miller".

Thomas B. Miller, Commissioner
Department of Revenue
Finance and Administration Cabinet

pc: Secretary Holly M. Johnson
Anthony Ellis

TEAM
KENTUCKY



CABINET FOR ECONOMIC DEVELOPMENT

Andy Beshear
Governor

Old Capitol Annex
300 West Broadway
Frankfort, Kentucky 40601

Larry Hayes
Interim Secretary

October 29, 2021

Jay D. Hartz, Director
Legislative Research Commission
700 Capitol Avenue
Capitol Building, Suite 300
Frankfort, KY 40601

RE: Incentives for Energy-related Business Act (IEBA) Annual Report

Dear Director Hartz:

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Please contact Katie Smith at 782-1987, if there are any questions with this report.

Sincerely,

Katie Smith, Commissioner
Department for Financial Services
Cabinet for Economic Development

Thomas B. Miller, Commissioner
Department of Revenue
Finance and Administration Cabinet

cc: Secretary Holly M. Johnson
Anthony Ellis

TEAM
KENTUCKY

**Incentives for Energy-related Business Act (IEBA) and
Incentives for Energy Independence Act (IEIA)
2021 ANNUAL REPORT**

| Approved Company | Facility Type | Product Produced | Est. Output Upon Completion | Required Minimum Capital Investment | Tax Incentive Amount Approved** | Type of Tax Incentive Approved | Activation Date | Termination Date |
|-----------------------------|-----------------------------|-------------------------|------------------------------------|--|--|---|------------------------|-------------------------|
| KCF Station 1, LLC | Alternate Fuel Facility | Compressed Natural Gas | 2,100,000 Gallons | \$1,000,000 | \$500,000 | Sales Tax Refund Corporate Income Tax Severance Tax | 01/30/14 | 01/30/39 |
| Lock 12 Hydro Partners, LLC | Renewable Energy-Hydropower | Electricity | 10,880 MWH | \$1,000,000 | \$250,000 | Sales Tax Refund | 08/31/17 | 08/31/22 |
| Lock 14 Hydro Partners, LLC | Renewable Energy-Hydropower | Electricity | 10,880 MWH | \$1,000,000 | \$250,000 | Sales Tax Refund | 09/26/19 | 09/26/24 |

**Tax incentive amount approved is the maximum amount available for recovery.