



CABINET FOR ECONOMIC DEVELOPMENT

Andy Beshear
Governor

Old Capitol Annex
300 West Broadway
Frankfort, Kentucky 40601

Larry Hayes
Interim Secretary

July 10, 2020

Holly M. Johnson, Secretary
Finance and Administration Cabinet
Room 383, Capitol Annex
Frankfort, KY 40601

RE: Economic Development Fund Grant - \$500,000 to the City of Hopkinsville on behalf of the Hopkinsville Industrial Foundation, Inc.

Dear Secretary Johnson:

In accordance with KRS 154.12-100, this letter shall serve as notice of my recommendation for the use of \$500,000 in Economic Development Fund (EDF) funds for the purpose of making a grant to the City of Hopkinsville on behalf of the Hopkinsville Industrial Foundation, Inc.

The City of Hopkinsville in partnership with the Hopkinsville Industrial Foundation, Inc. is seeking to construct a speculative building located in Hopkinsville, Christian County, Kentucky on a 22-acre Kentucky Certified Build-Ready Site in the Commerce Park. The TVA Prep Grant funds and City of Hopkinsville will be obtaining a bank loan to fund the match to the EDF grant. This project was one of eight potential infrastructure projects identified by an independent site selection consultant contracted by the Kentucky Association for Economic Development as having the potential for future investment/location of an economic development project.

Under the terms of the EDF grant agreement, requests may be submitted no more than monthly and funds shall be disbursed on a reimbursement basis. Supporting documentation of invoices, proof of payment, matching funds, etc. and a progress report will be required to be submitted with each request. Upon staff's review and approval of all documentation, funds will be disbursed to the local government entity to provide to the project applicant.

I respectfully request your concurrence in the funding of this project. If KEDFA approves this proposal, I would ask that you place this project on the next agenda of the State Property and Buildings Commission. Please feel free to contact me if you have any questions.

Sincerely,

Larry Hayes
Interim Secretary

AGREED TO AND APPROVED BY:

Holly M. Johnson, Secretary
Finance and Administration Cabinet

7-15-2020
Date

cc: Jeff Taylor
Kristina Slattery
Katie Smith

TEAM
KENTUCKY

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
ECONOMIC DEVELOPMENT FUND (EDF) PROJECT REPORT**

Date: July 30, 2020
Grantee: City of Hopkinsville
Beneficiary: Hopkinsville Industrial Foundation, Inc.
City: Hopkinsville **County:** Christian
Bus. Dev. Contact: C. Peek **OFS Staff:** M. Elder

Project Description: The South Western Kentucky Economic Development Council and the Hopkinsville Industrial Foundation, Inc. plan to construct a speculative building located in Hopkinsville, Christian County, Kentucky on the 22-acre Kentucky Certified Build-Ready Site in the Commerce Park. The Industrial Foundation owns the site and has funded the completion of the site preparations. The Industrial Foundation, City and County will collectively commit to guaranteeing the interest payments on a bank loan for this project. This project is a Product Development Initiative project recommended for approval under the EDF program. The project was identified by an independent site selection consultant contracted by the Kentucky Association for Economic Development as having the potential for future investment/location of an economic development project.

Total Investment	
Land	\$0
Building/Improvements	\$3,166,000
Equipment	\$0
Other Start-up Costs	\$0
TOTAL	\$3,166,000

Anticipated Project Funding	
Amount	% of Total
Bank Loan	\$2,266,000 71.6%
Economic Development Fund Grant (State)	\$500,000 15.8%
TVA/Prep Grant	\$400,000 12.6%
TOTAL	\$3,166,000 100.0%

Other Terms: In accordance with the grant agreement, disbursement requests may be submitted no more than monthly requesting funds to be disbursed on a reimbursement basis. Supporting documentation of invoices, proof of payment, matching funds, etc. and a progress report will be required to be submitted with each request. Upon staff's review and approval of all documentation, funds will be disbursed to the local government entity to provide to the project applicant.

RECOMMENDED ECONOMIC DEVELOPMENT FUND AMOUNT:

\$500,000

Recommendation:

Staff recommends approval of this EDF grant subject to the terms set forth in this report and the recommendation letter from the Secretary of the Cabinet for Economic Development (CED). In accordance with KRS 154.12-100, KEDFA's approval of this EDF grant is subject to CED's receipt of the Secretary of the Finance and Administration Cabinet's concurrence to CED's use of the EDF funds for this project.



CABINET FOR ECONOMIC DEVELOPMENT

Andy Beshear
Governor

Old Capitol Annex
300 West Broadway
Frankfort, Kentucky 40601

Larry Hayes
Interim Secretary

July 1, 2020

Holly M. Johnson, Secretary
Finance and Administration Cabinet
Room 383, Capitol Annex
Frankfort, KY 40601

RE: Economic Development Fund Grant - \$250,000 to County of Knox on behalf of Southeast Kentucky Industrial Development Authority, Inc.

Dear Secretary Johnson:

In accordance with KRS 154.12-100, this letter shall serve as notice of my recommendation for the use of \$250,000 in Economic Development Fund (EDF) funds for the purpose of making a grant to County of Knox on behalf of Southeast Kentucky Industrial Development Authority, Inc.

Southeast Kentucky Industrial Development Authority, Inc. (SKIDA) proposes to extend water and sewer infrastructure to supply speculative building #4 to improve the marketability in the industrial park. SKIDA has committed funds on hand to match the EDF grant. This project was one of eight potential infrastructure projects identified by an independent site selection consultant contracted by the Kentucky Association for Economic Development as having the potential for future investment/location of an economic development project.

Under the terms of the EDF grant agreement, requests may be submitted no more than monthly and funds shall be disbursed on a reimbursement basis. Supporting documentation of invoices, proof of payment, matching funds, etc. and a progress report will be required to be submitted with each request. Upon staff's review and approval of all documentation, funds will be disbursed to the local government entity to provide to the project applicant.

I respectfully request your concurrence in the funding of this project. If KEDFA approves this proposal, I would ask that you place this project on the next agenda of the State Property and Buildings Commission. Please feel free to contact me if you have any questions.

Sincerely,


Larry Hayes
Interim Secretary

AGREED TO AND APPROVED BY:

 7-15-2020
Holly M. Johnson, Secretary
Finance and Administration Cabinet
Date

cc: Jeff Taylor
Kristina Slattery
Katie Smith

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
ECONOMIC DEVELOPMENT FUND (EDF) PROJECT REPORT**

Date: July 30, 2020
Grantee: County of Knox
Beneficiary: Southeast Kentucky Industrial Development Authority, Inc.
City: Corbin **County:** Knox
Bus. Dev. Contact: B. Burton **OFS Staff:** K. McCane

Project Description: Southeast Kentucky Industrial Development Authority, Inc.(SKIDA) is seeking to extend water and sewer infrastructure to supply speculative building #4 to improve the marketability in the industrial park. SKIDA has committed funds on hand to match the Economic Development Fund grant. This is a Product Development Initiative project recommended for approval under the EDF program. The project was identified by an independent site selection consultant contracted by the Kentucky Association for Economic Development as having the potential for future investment/location of an economic development project.

Select Owned or Leased

Land
Building/Site Improvements
Equipment
Other Start-up Costs
TOTAL

Total Investment
\$0
\$500,000
\$0
\$0
\$500,000

Anticipated Project Funding

Economic Development Fund Grant (State)
SKIDA Funds
TOTAL

Amount	% of Total
\$250,000	50.0%
\$250,000	50.0%
\$500,000	100.0%

Other Terms: In accordance with the grant agreement, disbursement requests may be submitted no more than monthly requesting funds to be disbursed on a reimbursement basis. Supporting documentation of invoices, proof of payment, matching funds, etc. and a progress report will be required to be submitted with each request. Upon staff's review and approval of all documentation, funds will be disbursed to the local government entity to provide to the project applicant.

RECOMMENDED ECONOMIC DEVELOPMENT FUND AMOUNT:

\$250,000

Active State Participation at the Project Site: None

Recommendation:

Staff recommends approval of this EDF grant subject to the terms set forth in this report and the recommendation letter from the Secretary of the Cabinet for Economic Development (CED). In accordance with KRS 154.12-100, KEDFA's approval of this EDF grant is subject to CED's receipt of the Secretary of the Finance and Administration Cabinet's concurrence to CED's use of the EDF funds for this project.