



CABINET FOR ECONOMIC DEVELOPMENT

Andy Beshear
Governor

Old Capitol Annex
300 West Broadway
Frankfort, Kentucky 40601

Jeff Noel
Secretary

June 5, 2024

Holly M. Johnson, Secretary
Finance and Administration Cabinet
200 Mero Street, 5th Floor
Frankfort, KY 40601

RE: Economic Development Fund Grant - \$397,750 to Adair County Fiscal Court on behalf of the Columbia-Adair County Economic 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 \$397,750 in Economic Development Fund (EDF) funds for the purpose of making a grant to the Adair County Fiscal Court on behalf of Columbia-Adair County Economic Development Authority, Inc.

The Adair County Fiscal Court on behalf of Columbia-Adair County Economic Development Authority, Inc. is seeking to fund general infrastructure improvements, paving, and entrance construction for the Green River Commerce Park. This project was a potential infrastructure project identified by an independent site selection consultant 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,

Jeff Noel
Secretary

AGREED TO AND APPROVED BY:

DocuSigned by:
Holly M. Johnson 6/11/2024
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Secretary, Finance and Administration Cabinet Date

cc: Kristina Slattery
Katie Smith

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

Date: June 27, 2024
Grantee: Adair County Fiscal Court
Beneficiary: Columbia-Adair County Economic Development Authority, Inc.
City: Columbia **County:** Adair
Activity: Manufacturing
Bus. Dev. Contact: C. Prather **DFS Staff:** B. Combs

Project Description: The Adair County Fiscal Court on behalf of Columbia-Adair County Economic Development Authority, Inc. is seeking to fund general infrastructure improvements, paving, and entrance construction for the Green River Commerce Park. This project was a potential infrastructure project identified by an independent site selection consultant as having the potential for future investment/location of an economic development project.

Anticipated Project Investment - Owned

Infrastructure Extensions/Improvements
 Road Improvements
TOTAL

Total Investment
\$286,000
\$509,500
\$795,500

Anticipated Project Funding

Economic Development Fund Grant (State)
 Columbia-Adair County EDA Funds
TOTAL

Amount	% of Total
\$397,750	50.0%
\$397,750	50.0%
\$795,500	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: **\$397,750**

Recommendation:

Staff recommends approval of this KPMI-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 grant is subject to CED's receipt of the Secretary of the Finance and Administration Cabinet's concurrence to CED's use of the funds for this project.



CABINET FOR ECONOMIC DEVELOPMENT

Andy Beshear
GOVERNOR

Old Capitol Annex
300 West Broadway
Frankfort, Kentucky 40601

Jeff Noel
SECRETARY

June 21, 2024

Holly M. Johnson, Secretary
Finance and Administration Cabinet
200 Mero Street, 5th Floor
Frankfort, KY 40601

RE: Economic Development Fund Grant - \$1,000,000 to the Allen County Fiscal Court on behalf of Belmark, Inc.

Dear Secretary Johnson:

In accordance with KRS 154.12-100, this letter shall serve as notice of my recommendation for the use of \$1,000,000 in Economic Development Fund (EDF) funds for the purpose of making a grant **to the Allen County Fiscal Court on behalf of Belmark, Inc.**

Belmark Inc., founded in 1977 and based in De Pere, Wisconsin, manufactures pressure sensitive labels, flexible packaging and folding cartons for customers in a broad range of markets. The company is considering building a "Flexible Packaging Plant" in Allen County, which will allow it to serve the Southeastern United States.

In consideration of this EDF grant, Belmark, Inc. will be required to make investment and create new, full-time jobs for employees subject to Kentucky individual income taxes (excluding contract or temporary employees) paying the following wages in Scottsville in accordance with the following schedule:

Compliance Date	Full-time Jobs Required	Job Type	Average Wage Required	Average Wage Type
December 31, 2032	159	Create	\$36.98	Total Hourly Compensation (includes benefits)
December 31, 2033	159	Create	\$36.98	Total Hourly Compensation (includes benefits)
December 31, 2034	159	Create	\$36.98	Total Hourly Compensation (includes benefits)
December 31, 2035	159	Create	\$36.98	Total Hourly Compensation (includes benefits)
December 31, 2036	159	Create	\$36.98	Total Hourly Compensation (includes benefits)

* Compliance periods will be annually and first compliance period may be accelerated. Subsequent compliance periods will be adjusted if acceleration occurs.



Secretary Holly M. Johnson
June 21, 2024
Page Two

Under the terms of the EDF grant agreement, disbursement of grant funds will occur after the annual compliance reporting has occurred. The amount of the disbursements will be based on the performance requirements achieved. If Belmark, Inc. fails to create or maintain the job target as of each compliance date, then the amount of the grant payable after each compliance measurement date will be reduced by the sum of \$1,258 for each new, full-time job not created or maintained by the company at each of the five annual measurement dates. Furthermore, if Belmark, Inc. fails to pay these new jobs the average hourly wage of \$36.98, including benefits, the amount of the grant payable after each compliance measurement date will be reduced by a pro rata portion of the EDF grant based on a formula to be outlined in the EDF grant agreement.

Any funds repaid to the Allen County Fiscal Court by Belamrk, Inc. must be used for economic development purposes as approved by the Cabinet for Economic Development. In no event will the repayment of EDF grant proceeds exceed the EDF grant amount of \$1,000,000.

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,

AGREED TO AND APPROVED BY:



Jeff Noel
Secretary

DocuSigned by:
Holly M. Johnson 6/26/2024
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Secretary, Finance and Administration Cabinet Date

cc: Kristina Slattery
Katie Smith

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

Date: June 27, 2024
Grantee: Allen County Fiscal Court
Beneficiary: Belmark Inc.
City: Scottsville **County:** Allen
Activity: Manufacturing
Bus. Dev. Contact: C. Prather **OFS Staff:** M. Elder

Project Description: Belmark Inc., founded in 1977 and based in De Pere, Wisconsin, manufactures pressure sensitive labels, flexible packaging and folding cartons for customers in a broad range of markets. The company is considering building a "Flexible Packaging Plant" in Allen County, which will allow it to serve the Southeastern United States.

Anticipated Project Investment - Owned

	Total Investment
Land	\$31,290
Building/Improvements	\$36,900,000
Equipment	\$59,000,000
Other Start-up Costs	\$3,000,000
TOTAL	\$98,931,290

Anticipated Project Funding

	Amount	% of Total
Economic Development Fund Grant (State)	\$1,000,000	1.0%
Company Equity	\$97,931,290	99.0%
TOTAL	\$98,931,290	100.0%

Job and Wage Requirement Table

Compliance Date	Full-time Jobs Required	Job Type	Average Wage Required	Average Wage Type
12/31/2032	159	Create	\$36.98	Total Hourly Compensation (includes benefits)
12/31/2033	159	Create	\$36.98	Total Hourly Compensation (includes benefits)
12/31/2034	159	Create	\$36.98	Total Hourly Compensation (includes benefits)
12/31/2035	159	Create	\$36.98	Total Hourly Compensation (includes benefits)
12/31/2036	159	Create	\$36.98	Total Hourly Compensation (includes benefits)

* Compliance periods will be annually and first compliance period may be accelerated. Subsequent compliance periods will be adjusted if acceleration occurs.

Collateral Required: Not applicable - Grant is performance-based and disbursement will not occur until after annual compliance is confirmed.

Job Penalty Provision: \$1,258 per job not created or maintained

Wage Penalty Provision: pro rata portion of EDF grant based on a formula outlined in the EDF grant agreement

Disbursement: Disbursement of grant funds may occur after each annual compliance period when requirements have been reviewed by the Cabinet. Funds will flow through the Grantee/local government entity to the Beneficiary/company.

12/31/2032	\$200,000
12/31/2033	\$200,000
12/31/2034	\$200,000
12/31/2035	\$200,000
12/31/2036	\$200,000

RECOMMENDED ECONOMIC DEVELOPMENT FUND AMOUNT:

\$1,000,000

Ownership (20% or more):

Belmark Holdings, Inc. De Pere, WI

Active State Participation at the Project Site:

<u>Date</u>	<u>Program</u>	<u>Status</u>	<u>Amount</u>
Jan 25, 2024	KBI	Prelim. Approval	\$2,000,000
Jan 25, 2024	KEIA	Final Approval	\$500,000

Unemployment Rate:

County:

Kentucky:

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

Jeff Noel
Secretary

June 14, 2024

Holly M. Johnson, Secretary
Finance and Administration Cabinet
200 Mero Street, 5th Floor
Frankfort, KY 40601

RE: Economic Development Fund Grant - \$2,000,000 to Boone County Fiscal Court on behalf of the Kenton County Airport Board

Dear Secretary Johnson:

In accordance with KRS 154.12-100, this letter shall serve as notice of my recommendation for the use of \$2,000,000 in Economic Development Fund (EDF) funds for the purpose of making a grant to the **Boone County Fiscal Court on behalf of the Kenton County Airport Board**

The **Boone County Fiscal Court on behalf of the Kenton County Airport Board** is seeking funds to develop the CVG Site 7 at the CVG Airport. This site is an ideal choice for attracting and accommodating future industrial and manufacturing companies. 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,

Jeff Noel
Secretary

AGREED TO AND APPROVED BY:

DocuSigned by:

Holly M. Johnson

6/21/2024

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Secretary, Finance and Administration Cabinet Date

cc: Kristina Slattery
Katie Smith

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

Date: June 27, 2024
Grantee: Boone County Fiscal Court
Beneficiary: Kenton County Airport Board
City: Erlanger **County:** Boone
Activity: Manufacturing
Bus. Dev. Contact: A. Luttner **DFS Staff:** M. Elder
Project Description: The Boone County Fiscal Court on behalf of the Kenton County Airport Board is seeking funds to develop the CVG Site 7 at the CVG Airport. This site is an ideal choice for attracting and accommodating future industrial and manufacturing companies. The project was identified by an independent site selection consultant as having the potential for future investment/location of an economic development project.

Anticipated Project Investment - Owned	Total Investment
Land/Building Acquisition	\$467,600
Infrastructure Extensions/Improvements	\$27,922,400
Site Preparation	\$7,637,696
Building Construction/Renovation	\$169,490,812
Due Diligence Study	\$586,200
Other	\$22,731,801
TOTAL	\$228,836,509

Anticipated Project Funding	Amount	% of Total
Economic Development Fund Grant (State)	\$2,000,000	0.9%
Bank Loan	\$121,075,080	52.9%
Equity	\$104,061,429	45.5%
Lot Assignments	\$1,700,000	0.7%
TOTAL	\$228,836,509	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: **\$2,000,000**

Recommendation: Staff recommends approval of this KPDI-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 grant is subject to CED's receipt of the Secretary of the Finance and Administration Cabinet's concurrence to CED's use of the funds for this project.