

# KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

## SPECIAL MEETING

August 17, 2016

### MINUTES

#### Call to Order

The Kentucky Economic Development Finance Authority convened at 10:00 a.m. EDT August 17, 2016, at the Cabinet for Economic Development, Old Capitol Annex, 300 West Broadway, Board of Directors Conference Room in Frankfort, Kentucky, for a special meeting to consider a Kentucky Business Investment (KBI) project in Kenton County. Other sites, via video conference, were Mazak Corporation, 6850 Industrial Road, Conference Room B in Florence, Kentucky and Community Trust Bank, Inc., 346 North Mayo Trail, 5<sup>th</sup> Floor Conference Room in Pikeville, Kentucky.

#### Notification of Press

Jean Hale, Chairman, received verification that the media had been notified of the KEDFA Special Board Meeting.

#### Roll Call

**Members Present:** Jean Hale, Aubrey Hayden, Edwin King, Proxy for Secretary William M. Landrum, Tucker Ballinger, Joe Kelly and Mike Vogt

**Staff Present:** Caroline Baesler, John Bevington, Marlene Duffy, Jack Mazurak, Debbie Phillips, Katie Smith and Teresa Spreitzer

**Others Present:** Curt Sizemore and Thomas McCoy, Community Trust Bank, Inc., Pikeville; Melissa Stewart, The Community Recorder, Ft. Mitchell; Jim McGraw, KMK Consulting Company, LLC, Cincinnati and Dan Tobergte, Tri-County Economic Development Corporation, Ft. Mitchell

#### KBI Project (Preliminary)

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

**CTI – Clinical Trial Services, Inc.  
Kenton County**

Marlene Duffy stated CTI – Clinical Trial Services, Inc., provides therapeutic services to the pharmaceutical and biotechnology industry. The company is considering Covington for the relocation of its headquarters operation which would consolidate multiple locations and expand operations to accommodate growth.

**Marlene Duffy  
Debbie Phillips**

Debbie Phillips stated the project investment is \$36,425,210 of which \$20,356,105 qualifies as KBI eligible costs. The highest jobs target over the term of the agreement is 500 with average hourly wages of \$40.00 including benefits. The state wage assessment participation is 3.0% and the City of Covington 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 \$14,000,000.

After discussion, Aubrey Hayden moved to approve the staff recommendation, as presented; Joe Kelly seconded the motion. Motion passed; unanimous.

**Adjournment**

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

Mr. Hayden moved to adjourn the KEDFA Special Board Meeting; Edwin King seconded the motion. Motion passed; unanimous.

The meeting adjourned at 10:05 a.m.

**PRESIDING OFFICER:**



Jean Hale, Chairman