

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY
KBI REPORT - PRELIMINARY APPROVAL**

Date: June 26, 2014
Approved Company: Koroseal Interior Products, LLC
City: Louisville **County:** Jefferson
Activity: Manufacturing **Prelim Resolution #:** KBI-IL-14-19977
Bus. Dev. Contact: A. Bobbitt **OFS Staff:** M. Elder

Project Description: Koroseal Interior Products, LLC is a leading manufacturer and distributor of specialty interior commercial building products including wallcoverings and wall protection systems. The company is considering expanding its Louisville facility to increase manufacturing capabilities.

Facility Details: Expanding existing operations

Anticipated Project Investment - Leased	Eligible Costs	Total Investment
Rent	\$3,966,500	\$7,933,000
Building/Improvements	\$500,000	\$500,000
Equipment	\$1,760,000	\$2,000,000
Other Start-up Costs	\$7,900,000	\$7,900,000
TOTAL	\$14,126,500	\$18,333,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	88	\$23.00	
1	104	\$23.00	\$250,000
2	104	\$23.00	\$250,000
3	104	\$23.00	\$250,000
4	104	\$23.00	\$250,000
5	104	\$23.00	\$250,000
6	104	\$23.00	\$250,000
7	104	\$23.00	\$250,000
8	104	\$23.00	\$250,000
9	104	\$23.00	\$250,000
10	104	\$23.00	\$250,000

Other County Minimum Wage Requirements: Base hourly wage: \$10.88
Total hourly compensation: \$12.51

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT: **\$2,500,000**

Ownership (20% or more):

Koroseal Interior Products Holdings, Inc. Fairlawn, OH

Active State Participation at the project site: None

Requested Wage Assessment / Local Participation:

State: 3.0%

Local: 1.0% Louisville/Jefferson County Metro Government

Unemployment Rate

County: 6.9%

Kentucky: 7.2%

Existing Presence in Kentucky:

Jefferson County

Special Conditions:

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. The company reported 75 full-time, Kentucky resident employees as of the application date.