



OFFICE OF THE MAYOR
LOUISVILLE, KENTUCKY

GREG FISCHER
MAYOR

July 14, 2014

Ms. Lindsey Ransdell
Business Development Project Manager
Kentucky Cabinet for Economic Development
Old Capitol Annex
300 West Broadway
Frankfort, KY 40601

Dear Lindsey:

Koch Corporation is requesting Kentucky Business Investment Act inducements by the Kentucky Economic Development Finance Authority Board.

Koch Corporation complies with the wage threshold standards established by Louisville Metro therefore Louisville Metro supports an occupational tax contribution of 1%.

We look forward to final approval of their application. Thank you for your assistance.

Sincerely,

Greg Fischer
Mayor

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

KBI REPORT - PRELIMINARY APPROVAL

Base 27

Date: July 31, 2014
Approved Company: Strong Tower Construction, LLC dba Koch Corporation
City: Louisville **County:** Jefferson
Activity: Manufacturing **Prelim Resolution #:** KBI-I-14-20029
Bus. Dev. Contact: L. Ransdell **OFS Staff:** D. Phillips

Project Description: Strong Tower Construction, LLC dba Koch Corporation, is a multi-generation family-owned specialty contractor performing work in all aspects of exterior building renovation and security systems projects. Koch specializes in glass window manufacturing, fabrication and installation for commercial buildings throughout North America. The company is considering relocating and expanding its current operation to include more self-fabrication capabilities for its existing processes.

Facility Details: Expanding existing operations

Anticipated Project Investment - Owned

Land
 Building/Improvements
 Equipment
 Other Start-up Costs
TOTAL

Eligible Costs	Total Investment
\$100,000	\$100,000
\$1,225,000	\$1,225,000
\$200,000	\$325,000
\$125,000	\$125,000
\$1,650,000	\$1,775,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	\$22.00	
1	10	\$22.00	\$25,000
2	11	\$22.00	\$25,000
3	11	\$22.00	\$25,000
4	12	\$22.00	\$25,000
5	13	\$22.00	\$25,000
6	14	\$22.00	\$25,000
7	15	\$22.00	\$25,000
8	15	\$22.00	\$25,000
9	15	\$22.00	\$25,000
10	15	\$22.00	\$25,000

Other County Minimum Wage Requirements:

Base hourly wage: \$10.88
 Total hourly compensation: \$12.51

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$250,000

Ownership (20% or more):

Vicki Feinn Louisville, KY

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: 7.4%

Kentucky: 7.5%

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 25 full-time, Kentucky resident employees as of the application date.

*9-4-14 per base
listing provided
by the Company*

27

The project will include multiple locations within Jefferson County/Louisville. Only investment costs incurred at 1901 So. 7th Street will be considered towards calculating eligible costs. Employees and their respective wages at the locations included in the project definition will be eligible for compliance.