

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

KBI REPORT - PRELIMINARY APPROVAL

Date: October 26, 2017
Approved Company: Anderson Hardwood Pellets, LLC
City: Louisville **County:** Jefferson
Activity: Manufacturing **Prelim Resolution #:** KBI-I-17-21840
Bus. Dev. Contact: T. Simon **OFS Staff:** D. Phillips

Project Description: Anderson Hardwood Pellets, LLC is a manufacturer of hardwood pellets used for home heating. The company is considering opening a finishing facility to support its sister company, Anderson Wood Products Company, which manufactures bed posts, headboards and rails out of hardwood lumber.

Facility Details: Locating in a new facility

Anticipated Project Investment - Owned

	Eligible Costs	Total Investment
Land	\$20,000	\$20,000
Building/Improvements	\$366,000	\$366,000
Equipment	\$240,000	\$668,000
Other Start-up Costs	\$50,000	\$50,000
TOTAL	\$676,000	\$1,104,000

NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	12	\$17.00	
1	14	\$17.00	\$15,000
2	14	\$17.00	\$15,000
3	14	\$17.00	\$15,000
4	14	\$17.00	\$15,000
5	14	\$17.00	\$15,000
6	14	\$17.00	\$15,000
7	14	\$17.00	\$15,000
8	14	\$17.00	\$15,000
9	14	\$17.00	\$15,000
10	14	\$17.00	\$15,000

TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:

\$150,000

County Type:

Other

Statutory Minimum Wage Requirements:

Base hourly wage: \$10.88

Total hourly compensation: \$12.51

Ownership (20% or more):

Sid Anderson, III - Louisville, KY

David Anderson - 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: 4.7%

Kentucky: 5.2%

Existing Presence in Kentucky: None

Special Conditions: None