

MINUTES
November 21, 2017
KENTUCKY CAPITAL DEVELOPMENT CORPORATION

The regular meeting of the Kentucky Capital Development Corporation was called to order at 12:05 p.m., November 21, 2017. Those present were Danny Willis, Chairman; Dave Weller, Vice Chairman; Rex Fowler, Treasurer; Zachary Horn; Heather Worthington; Terri Bradshaw, President/CEO; Laura Ray Warren, Administrative Assistant; Huston Wells, Franklin County Judge Executive; Ann Northcutt, Franklin County Community Development/Grant Administrator; Bill May, Mayor of Frankfort; Robert Roach, Ed Councill, John Sower; Joel Fisher and Alfred Miller, staff writer with the Frankfort State-Journal.

MEETING MINUTES

Danny Willis presented the minutes from the October meeting. On a motion by Rex Fowler and seconded by Dave Weller, the minutes of the regular meeting of October 31, 2017 were unanimously approved.

MONTHLY BUSINESS

Rex Fowler presented the monthly invoices for November 2017 for a total of \$18,885.54. On a motion by Dave Weller and a second by Rex Fowler, the board voted unanimously to approve the November 2017 invoices for payment.

Mr. Fowler then presented the General Fund Monthly Financial Reports for October 2017. The October Operating Account had receipts of \$84,492.13 and disbursements of \$14,588.58. The balance in the Operating Account at the end of October was \$588,972.26. Other financial reports for October included the Land Account with an ending balance of \$499,886.81; the County Revolving Loan Account with a balance of \$585,324.13; and the City Revolving Loan Account with a balance of \$251,607.87 with a notation that the next interest posting will be updated for the December reports. On a motion by Dave Weller and a second by Rex Fowler, the board voted unanimously to approve the October 2017 Financial Reports.

NEW BUSINESS

Mr. Ed Councill spoke and presented background information for his organization Kids Grow KY, Inc., and asked that the Board sign a resolution in support of a community effort against Frankfort's opiate epidemic. The motion to sign the resolution was made by Zachary Horn, seconded by Rex Fowler, and was unanimously approved.

Ms. Bradshaw informed those present that Montaplast is working with the Franklin County Sheriff's office to obtain a 3D scanner that can be used to provide law enforcement with detailed information of the interiors, exteriors and floor plans of critical buildings within our community that will allow quicker response and assistance in emergency situations. She is currently making appointments for Oliver Dahl and Pat Melton to meet with the larger employers to educate them about how this technology can assist them and the community.

In the absence of the Frankfort City Manager, Ms. Bradshaw updated the Board on the Transportation Investment Generating Economic Recovery Grant (TIGER) that the City of Frankfort applied for. This grant will allow the city to address some issues on 2nd Street beginning at the crosswalk in front of the 2nd Street School, the intersection at Bridge Street and 2nd Street and the intersection at 2nd Street at Conway Street. It will also address the Capital Avenue Bridge and Blanton's Landing area lack of accessibility and meeting the guidelines for Americans with Disabilities Act (ADA). The City has asked for \$7.9 million and have a third of the funds appropriated. There is a need from community organizations, individuals and agencies for letters of support. The grant will be awarded in the spring of 2018.

OLD BUSINESS

The City of Frankfort has applied for another Brownfield Grant with funds to be awarded in the spring of 2018.

Ms. Bradshaw updated the Board on the status of the Revolving Loan for West 6th Brewing to facilitate the construction of their events venue on the property they purchased in Franklin County. The Executive Committee will review the application and make a recommendation to the full board.

Ms. Bradshaw reported that the November 13 City Commission to discuss the FPB issue was shut down by the mayor about 40 minutes into the discussion (and moments into her comments) and was rescheduled for November 27, 2017 at

6:00 pm. She stated that she continues to get calls and letters from the manufacturers with concerns about the FPB issue and the need to remove the “exit strategy” possibilities.

Mr. Horn questioned Ms. Bradshaw’s authority to make public statements representing KCDC and the manufacturers. Mr. Fowler stated that he believes it is the mandate of KCDC to speak for industry in Franklin County and that this is such an important issue to so many employers in industry as well as commercial and retail, that we would be remiss if she did not represent their opinions. Mr. Horn requested that we review input from the manufacturers and their economic stance to determine a stance and to vote to be involved in the issue. Mr. Fowler said that manufacturers would not allow anyone to review anything on their economic stance and that their opinions should have value based on their own merit.

Mr. Weller reminded the group that Ms. Bradshaw had obtained the written approval of the full board, prior to the first meeting concerning the FPB, to represent the concerns of the manufacturers and the KCDC Board of Directors. He stated that she also received written approval from the board to partner with the Chamber of Commerce in writing a series of letters to the Mayor/City Commission concerning not only the current FPB issues, but the Board appointment process moving forward.

Ms. Bradshaw noted that her job description states that she is to “advocate for the employers” and Mr. Willis stated that is why the board was created, why Ms. Bradshaw was hired and is what industry expects. A motion was made by Dave Weller that Ms. Bradshaw, as the President and CEO, have the authority to represent the opinion of the board and the manufacturing community. The motion was seconded by Rex Fowler and was carried unanimously.

After much discussion a motion was made by Mr. Weller and seconded by Mr. Horn to request a written commitment from the Frankfort Plant Board to completely honor the obligations of the current contract in which they are entered and to make every effort to obtain definitive rates as soon as possible. The motion carried unanimously.

Ms. Bradshaw informed the group that the manufacturers had requested, if the removal of the exit strategy language is not approved in the FPB meeting tonight, that she research what the options are for them to become deregulated and to purchase their power elsewhere. She will begin that process following tonight’s meeting and will report to the board next month.

PRESIDENT/CEO REPORT

A detailed description of the President/CEO’s activities was included in the board packets.

At 1:28 p.m., a motion was made by Dave Weller and seconded by Rex Fowler to enter into closed session. The motion passed unanimously.

At 2:02 p.m., a motion was made by Dave Weller and seconded by Rex Fowler to come out of closed session. The motion passed unanimously.

Dave Weller made a motion to increase the salary of the President/CEO, Terri Bradshaw by 5% to a total of \$81,375 to be reflected January 1, 2018. The motion was seconded by Rex Fowler and was unanimously approved.

At 2:03 p.m., a motion was made by Rex Fowler and seconded by Zachary Horn, with all in approval, to adjourn.