

MINUTES
June 18, 2019
KENTUCKY CAPITAL DEVELOPMENT CORPORATION

The regular meeting of the Kentucky Capital Development Corporation was called to order at 12:02 p.m., June 18, 2019. Those present were Danny Willis, Chairman; Heather Worthington; Clay Patrick; Sam Amburgey; Mayor Bill May; Terri Bradshaw, President/CEO; Anne Northcutt, Franklin County Community Development/Grant Administrator; Sherry Sebastian, Magistrate; Eric Whisman, Commissioner; Tandra Harrod, Deputy Judge Executive; Margaret Gray; and McKenna Horsley with the State Journal.

MEETING MINUTES

Danny Willis presented the minutes from the April 16, 2019 meeting for approval. Clay Patrick moved to accept the minutes as read. The motion was seconded by Sam Amburgey and passed unanimously.

MONTHLY BUSINESS

Due to the absence of the treasurer, Ms. Bradshaw presented the monthly invoices for May which totaled \$16,716.22 and June which totaled \$18,416.63. On a motion by Clay Patrick and a second by Heather Worthington, the board voted unanimously to approve the May and June invoices for payment.

Ms. Bradshaw then presented the General Fund Monthly Financial Reports for April 2019. The Operating Account had disbursements of \$14,149.96, receipts of \$57,794.48 and an ending balance of \$539,090.86. Other financial reports included the Land Account with an ending balance of \$818,059.50; the County Revolving Loan Account with an ending balance of \$439,636.54; and the City Revolving Loan Account with an ending balance of \$254,331.56. Ms. Bradshaw then presented the General Fund Monthly Financial Reports for May 2019. The Operating Account had disbursements of \$14,106.70, receipts of \$28,937.26 and an ending balance of \$550,400.88. The other financial reports included the Land Account with an ending balance of \$920,511.85; the County Revolving Loan Account with an ending balance of \$443,261.27; and the City Revolving Account with an ending balance of \$254,796.67. On a motion by Sam Amburgey and a second by Clay Patrick, the board voted unanimously to approve the April 2019 and May 2019 Financial Reports.

NEW BUSINESS

Ms. Bradshaw explained the Entertainment Destination Center and informed the board that the Chamber, DFI and Tourism are supporting the Destination Center and that KCDC should as well. On a motion made by Heather Worthington and seconded by Clay Patrick, with all in approval, Ms. Bradshaw will write a letter in support of the Entertainment Destination Center to the City Commission.

Ms. Bradshaw reported that Bartell Global, a metal stamping company, purchased the old Artiflex building and equipment and hired all Artiflex employees without them missing a day of work.

Ann Northcutt spoke on the Energy Project Assessment District, stating that the county passed a resolution to create an EPAD district, and designated Energize Kentucky as the administrator. Ann explained briefly how the program works and Ms. Bradshaw noted that the EPAD program is a City/County project.

Ms. Bradshaw reported that Commissioner Whisman had proposed that the city no longer collect a Net Profit Tax but instead pass a Gross Profit Tax. She provided a tax schedule for Franklin County and Frankfort as well as six other counties and county seats for comparison as well as a tax schedule that is currently used by Paducah, and which is the program model that was referred to by Commissioner Whisman.

Ms. Bradshaw asked the board to approve a letter in support of the Federal Historic Tax Credit changes that are proposed in HR 2825 – Historic Tax Credit Growth and Opportunity Act. On a motion made by Sam Amburgey and seconded by Clay Patrick, the board unanimously approved in favor of writing the letter to the legislature.

OLD BUSINESS

On June 13, 2019 the County approved to budget KCDC at \$115,000.00 per fiscal year, the city has yet to approve their yearly budget. Therefore KCDC will postpone voting on an updated budget until the July meeting and instead, extend the

2018-19 budget through July. A motion was made by Heather Worthington with a second by Sam Amburgey. All were in favor.

Ms. Bradshaw went over Frankfort's property issues, stating there is only one piece of property left in the Industrial Park for sale. Other than this piece of Professional Office property, KCDC has no property left for development.

PRESIDENT/CEO REPORT

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

At 12:35 p.m., a motion was made by Clay Patrick and seconded by Heather Worthington to enter into closed session. The motion passed unanimously.

At 12:45 p.m., a motion was made by Clay Patrick and seconded by Heather Worthington to come out of closed session. The motion passed unanimously.

There being no further business of the board, at 12:45 p.m., a motion was made by Clay Patrick and seconded by Heather Worthington, with all in approval, to adjourn.