



TO: Linda Gorton
Mayor

FROM: Kevin Atkins
Chief Development Officer

DATE: November 6, 2023

RE: Approve agreement with Vector Corrosion Technologies, Inc. to participate in the Kentucky Business Investment Program

Request:

Authorization to allow an inducement to Vector Corrosion Technologies, Inc. for local participation in the Kentucky Business Investment (KBI) Program, which includes a 10-year local 0.5% wage assessment through KBI. The company is a full-service supplier of corrosion mitigation products and services for reinforced concrete and masonry structures.

Why are you requesting:

The Kentucky Economic Development Finance Authority (KEDFA) has given Vector Corrosion Technologies, Inc. preliminary approval to participate in the KBI Program. The KBI Program requests that the state and local government enter into a 10-year agreement with the approved company under which the business can recover up to 100% of its start-up and equipment costs through Kentucky corporate income tax credits and a wage assessment fee of up to 4%. The company plans to create 20 new jobs with an average wage of approximately \$39,124 per year plus benefits. Vector Corrosion Technologies plans to invest more than \$1.1 million in lease, equipment, and start-up costs.

What is the cost in this budget year and future budget years?

The cost for FY2024 is: Revenue to be rebated. Tax expenditure, not actual cost

The cost for future FY is: Revenue to be rebated. Tax expenditure, not actual cost

Are the funds budgeted?

N/A

Director/Commissioner:

Kevin Atkins

