



**TO:** Linda Gorton  
Mayor

**FROM:** Kevin Atkins  
Chief Development Officer

**DATE:** May 27, 2020

**RE:** Approve agreement with Summit Biosciences, Inc. to participate in the Kentucky Business Investment Program

**Request:**

Authorization to allow an inducement to Summit Biosciences, Inc. as local participation in the Kentucky Business Investment (KBI) Program, which includes a 10-year local 1% wage assessment through KBI. The company will expand their facility, which is a specialty pharmaceutical company focused on developing and manufacturing generic and novel nasal spray drug products.

**Why are you requesting:**

The Kentucky Economic Development Finance Authority (KEDFA) has given Summit Biosciences, 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 78 new jobs with an average wage of approximately \$49,050 per year plus benefits. The company has determined the median wage is approximately \$50,876 per year. Summit Biosciences, Inc. plans to invest more than \$20.4 million in building improvements, equipment and start-up costs.

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

The cost for FY2020 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

