

ORDINANCE NO. 2021 - 23

AN ORDINANCE OF BOONE COUNTY FISCAL COURT, KENTUCKY, PROVIDING FOR A CREDIT OF ITS OCCUPATIONAL LICENSE FEE FOR NEW EMPLOYEES AS PART OF AN ECONOMIC DEVELOPMENT PROJECT BY GIVAUDAN FLAVORS CORPORATION UNDER THE KENTUCKY BUSINESS INVESTMENT PROGRAM (KRS 154.32-010–KRS 154.32-100).

WHEREAS, Givaudan Flavors Corporation has expended approximately \$20,800,000 to expand their operations at 9500 Sam Neace Dr, Boone County, Kentucky. This expansion would include a capital investment that would yield approximately 20 new full-time Kentucky-resident jobs which would include an hourly wage of \$37.50 inclusive of benefits.

WHEREAS, Givaudan Flavors Corporation, is soliciting support from the Boone County Fiscal Court for its application under the Kentucky Business Investment Program (KBI) under KRS 154.32-010–KRS 154.32-100. The application of Givaudan Flavors Corporation received preliminary approval from the Kentucky Economic Development Finance Authority (KEDFA) as an approved Economic Development Project on July 26th, 2018.

WHEREAS, KRS 154.32-010 (3) (b) permits that the "approved company or its successors in interest or affiliates as may be approved by the KEDFA, with the authority's consent, an affiliate of an approved company may require that each employee subject to tax imposed by KRS 141.020, whose job is determined by the authority to be created as a result of the economic development project, as a condition of employment, agree to pay an assessment of up to four percent (4%) of taxable wages."

WHEREAS, Boone County Judge Executive Gary Moore indicated in writing on February 22, 2019 his willingness to support a **.6% credit** of the Boone County Occupational License Fees on new Kentucky-resident jobs created by Givaudan Flavors Corporation, as part of this Economic Development Project for a ten-year period after project completion. This local **.6% credit** will be based on the relative estimate of occupational license fees for the Boone County Fiscal Court generated by this economic development project over a ten-year period. This local credit will cause a **2.25% Kentucky personal income tax credit** on such new jobs under KBI and thus a total **2.85% credit**.

WHEREAS, KRS 154.32-010 also entitles each employee paying the wage assessment fee to an equal credit against his/her Kentucky income tax and an equal credit against his/her local occupational license fee, both for ten years. Givaudan Flavors Corporation, under KRS 154.32-010, will impose up to a 2.85% wage assessment as a condition of employment and shall be authorized to deduct the 2.85% assessment from each payment of wages to qualified employees, with such assessment only to be utilized as permitted by KRS 154.32-010–KRS 154.32-100.

NOW, THEREFORE BE IT ORDAINED BY THE BOONE COUNTY FISCAL COURT, COMMONWEALTH OF KENTUCKY:

Section One

The Boone County Fiscal Court authorizes a credit of its Occupational License Fee pursuant to the Kentucky Business Investment Program (KRS 154.32-010–KRS 154.32-100) for and throughout a ten-year period (beginning and ending as stipulated in the Wage Assessment Agreement executed between KEDFA and Givaudan Flavors Co) **equal to 0.6%** on the wages of the new Givaudan Flavors Corporation Kentucky-resident employees created as part of this Economic Development Project.

Section Two

That if any section or part of any section or any provision of this Ordinance shall be declared invalid by a Court of appropriate jurisdiction, for any reason, such declaration shall not invalidate, or adversely affect, the remainder of this Ordinance. All ordinances or parts of ordinances in conflict with this Ordinance are hereby repealed to the extent of said conflict.


Section Three

This Ordinance shall be in effect and in full force from and after its passage, publication and recording, according to law.

First Reading - the 8th day of June, 2021

Second Reading - the 22nd day of June, 2021

Adopted this 22nd day of June, 2021. Yes 4 No 0



GARY W. MOORE, Judge/Executive
Boone County Fiscal Court

Attest:



Sharon Burcham,
Fiscal Court Clerk