

SUMMARY OF MEETING HELD ON APRIL 9, 2020 BY THE INDUSTRIAL DEVELOPMENT BOARD OF THE CITY OF DECATUR, ALABAMA

In accordance with Governor Ivey's Proclamation dated March 18, 2020, as amended by her 5th Supplemental Proclamation dated April 2, 2020, the IDB held a meeting by telephone conference to consider the application for tax abatements filed with the IDB by AFC Feed, LLC. As required by Governor Ivey's said Proclamation and 5th Supplemental Proclamation the following summary of said meeting shall be posted on the City of Decatur's website within twelve (12) hours following the conclusion of said meeting:

1. All currently serving members of the IDB were in attendance at the meeting via telephone conference.

2. In advance of the meeting the members of the IDB were provided with a written summary of the application for tax abatements filed with the IDB by AFC Feed, LLC. A copy of said summary is attached to this Summary as Exhibit "A" and is incorporated herein by reference.

3. After due consideration of the application for tax abatements, and following a presentation by David Riggs, General Manager of AFC Feed, LLC, upon motion duly made and seconded, by unanimous vote of the members of the IDB the application for tax abatements by AFC Feed, LLC was approved.

4. Thereafter, upon motion duly made and seconded the meeting of the IDB was adjourned.

EXHIBIT "A"

SUMMARY OF AFC FEED, LLC APPLICATION FOR TAX ABATEMENTS

AFC Feed, LLC (herein "AFC") has under consideration a new manufacturing plant in the City of Decatur. AFC is a joint venture between Alabama Farmers Cooperative, Inc. and Purina Animal Nutrition, LLC. AFC plans to build an animal feed blending facility and warehouse on a portion of the Alabama Farmers Cooperative, Inc. property on Market Street in Decatur.

The question being considered by AFC is whether or not to make the investment. The estimated cost of the project is \$7.402 million. It is estimated the project will create approximately nine (9) new jobs with a total payroll of \$360,000.00 a year, which equates to an average annual wage of \$40,000.00 per employee, not including benefits.

AFC is asking The Industrial Development Board of the City of Decatur to consider tax abatements for this project which would amount to an abatement of approximately \$28,000.00 a year in State of Alabama, Morgan County and City of Decatur non-educational property taxes for ten years. The Project would create new State of Alabama, Morgan County and City of Decatur property school taxes in the approximate amount of \$34,500.00 a year for the ten year period. The estimated amount of Morgan County sales and use taxes created during the period of this capital investment only are \$34,100.00, which will benefit the Decatur, Hartselle and Morgan County school systems. The abated City of Decatur sales and use taxes requested during the period of this capital investment only are only are in an estimated amount of \$102,375.00 (the total sales tax that would be due the City of Decatur for this project is \$136,500.00, the amount requested to be abated equals 75% of that amount.) The abated State of Alabama sales and use taxes requested during the period of this capital investment only are in an estimated amount of \$136,500.00.