

Applicant: Ancient Brands Milling, LLC / Ancient Brands Real Estate, LLC
Project Sponsor: City of Dyersville BFAA-000715
Award Date: May 20, 2022
Program: High Quality Jobs
Version: 5/18/2022, 2:09 PM

Executive Summary

Ancient Brands Milling (ABM) is a leading North American manufacturer of organic and non-gmo puffed grains for market-recognizable brands and co-manufacturers of cereal, granola, energy bar and plant based alternatives.

The company will construct a 92,000 sq ft. facility in the Dyersville Industrial Park to increase its capacity from 2.5 million pounds to 30 million pounds of puffed product annually. This expansion will not only allow the company to compete in the national markets but will open global export markets.

Award Summary

Direct Financial Assistance		
	Forgivable Loan	\$ -
	5-year 0% Loan	\$ -
	Total	\$ -
Secured by: N/A		
Tax Credits		
	Investment Tax Credit	\$ 490,048
	Sales, Service, Use Tax Refund	\$ 279,045
	Research Activities Credit	\$ -
	Targeted Jobs Withholding Credit	\$ -
	Other (Describe)	\$ -
	Total	\$ 769,093

Project Jobs

	Incented	Other	Total Jobs
Created	17	0	17
Retained	0	0	0
Total	17	0	17

Contract Conditions

- Award contingent upon application sponsorship and approval of local match by the City of Dyersville

Applicant: Ancient Brands Milling, LLC / Ancient Brands Real Estate, LLC
Project Sponsor: City of Dyersville BFAA-000715
Award Date: May 20, 2022
Program: High Quality Jobs
Version: 5/18/2022, 2:09 PM

Project Budget

<i>Use of Funds</i>	<i>Cost</i>	<i>Source of Funds</i>	<i>Amount</i>	<i>Form</i>
Land Acquisition	\$ 371,000	Business	\$ 498,800	
Site Preparation	\$ 100,000	Bank Loan - Building	\$ 6,020,000	
Building Construction	\$ 9,201,500	Bank Loan - Equipment	\$ 8,000,000	
Mfg. Machinery & Equip.	\$ 14,829,900	New Equity	\$ 12,000,000	
Other Machinery & Equip.	\$ 1,222,900		\$ -	
Furniture & Fixtures	\$ 793,500		\$ -	
TOTAL	\$ 26,518,800	TOTAL	\$ 26,518,800	

Indirect Project Contributions

<i>Source of Funds/Contribution</i>	<i>Amount</i>	<i>Form / Term</i>
TIF Rebate	\$ -	
Tax Abatement*	\$ 2,000,000	10-Year 80%
In-kind contribution (Describe)	\$ -	
RISE / RED funds - IDOT	\$ -	
Other (Describe)	\$ -	
TOTAL	\$ 2,000,000	

*- Local match for the project

Notes on Other Project Contributions

The City of Dyersville will provide a 10-year 80% TIF Rebate with an estimated value of \$2 million.

Project Jobs

Job & Wage Information

Business' Base Employment: 17 (currently employed at this location)
Verification Source: 4/22/2022 – Company Records

Proposed:	<u>Incented Jobs</u>	<u>Other Jobs</u>	<u>Total Project Jobs</u>
Created	17	0	17
Retained	0	n/a	0
Total Project Jobs	17	0	17

Applicant: Ancient Brands Milling, LLC / Ancient Brands Real Estate, LLC
Project Sponsor: City of Dyersville BFAA-000715
Award Date: May 20, 2022
Program: High Quality Jobs
Version: 5/18/2022, 2:09 PM

Laborshed Area	Distressed County?	Brownfield /Grayfield	Laborshed Wage 120%
Dyersville	No (Delaware Co.)	No	\$22.63 /hr

Prior Awards

No Prior Awards

Competition

The company has no competitors in Iowa.

Additional Project Information and Timeline

Activity	Activity Completion Date
Building Construction	December 2022
Equipment Installation	February 2023
Equipment Commission	March 2023
Facility Go Live	April 2023

High Quality Jobs Program Tax Credits

Capital Investment \$26,518,800
Qualifying Investment \$25,295,900
Investment Qualifying for Tax Credits \$24,502,400

Tax Benefits	Included in Award	Maximum Value
Refund of sales, service or use taxes paid during construction	☒ Yes ☐ No	\$279,045
Refund of sales taxes paid on racks, shelving, and conveyor equipment (<i>warehouse/DC projects only</i>)	☐ Yes ☒ No	\$0
Investment tax credit (2%)	☒ Yes ☐ No	\$490,048

Applicant: Ancient Brands Milling, LLC / Ancient Brands Real Estate, LLC
Project Sponsor: City of Dyersville BFAA-000715
Award Date: May 20, 2022
Program: High Quality Jobs
Version: 5/18/2022, 2:09 PM

Supplemental research activities tax credit	☐ Yes ☒ No	\$0
MAXIMUM AWARD – STATE’S PORTION		\$769,093
<u>Local</u> Property Tax Exemption through the High Quality Jobs Program	☐ Yes ☒ No	\$0
TOTAL VALUE of State and Local benefits through program		\$769,093

Investment Tax Credit Amortization Schedule

Company FY 2022	January 1, 2022	through	December 31, 2022	\$98,010
Company FY 2023	January 1, 2023	through	December 31, 2023	\$98,010
Company FY 2024	January 1, 2024	through	December 31, 2024	\$98,010
Company FY 2025	January 1, 2025	through	December 31, 2025	\$98,010
Company FY 2026	January 1, 2026	through	December 31, 2026	\$98,010

**The final amortization schedule will be determined as a part of the contract with the recipient. Administrative code requires that the Investment Tax Credit be amortized equally over five years. The chart above illustrates a proposed schedule that starts in the current year.*

Employee Benefits

Company provides sufficient benefits:

- ☒ Pays at least 70% of single coverage medical premiums & meets deductible level of \$3,000 (or part of the deductible is offset by additional premium cost) based on number of Iowa employees at time of application
- ☒ Pays at least 60% of family coverage medical premiums & meets deductible level of \$6,000 (or part of the deductible is offset by additional premium cost) based on number of Iowa employees at time of application
- ☐ Provides some level of medical insurance and provides a monetary equivalent through the following benefits:

Contract Information

Project Award Date: May 20, 2022
 Project Performance Completion Date: May 31, 2025
 Project Maintenance Completion Date: May 31, 2027