

## S T A T E O F M I C H I G A N

## BOARD OF COMMISSIONERS OF THE COUNTY OF ALLEGAN

**MICHIGAN COMMUNITY DEVELOPMENT BLOCK GRANT (CDBG) FUNDING—SET  
PUBLIC HEARING**

**WHEREAS**, the Board of Commissioners (Board) has been asked by the Michigan Economic Development Corporation to apply and accept CDBG funding for the expansion at LG Energy Solutions, 1 LG Way Holland; and

**WHEREAS**, for compliance purposes a public hearing is necessary.

**THEREFORE BE IT RESOLVED** the Board sets a public hearing at 1:00 P.M. for the Board Meeting on February 10, 2022, for the purpose of affording citizens an opportunity to submit comments on the proposed application for a CDBG Funding Grant for LG Energy Solutions.



ALLEGAN COUNTY  
REQUEST FOR ACTION FORM

Completed RFA form must be attached to a work order request through the Track-It System. If you have any questions regarding this process, please contact Administration @ ext. 2633.

RFA#: 209-534  
Date: 1/20/2022

Request Type	Routine Items	<b>Select a Request Type to reveal and complete required form.</b>
Department Requesting	Administration	
Submitted By	Dan Wedge, Executive Director of Services	
Contact Information	ex 2902	

Description

Requesting the Board of Commissioners set a public hearing at 1:00 P.M. for the Board Meeting on February 10, 2022, for the purpose of affording citizens an opportunity to submit comments on the proposed application for a CDBG Funding Grant for LG Energy Solutions.

The Board of Commissioners will be asked to consider the application for pass-through CDBG funding for the expansion at LG Energy Solutions at 1 LG Way Holland. A public hearing on the application is a necessary component.

The State Michigan Economic Development Corporation (MEDC), local economic development agency Lakeshore Advantage (LA), and more recently both the City and Holland Board of Public Works (HBPW) have been actively working with LG Energy Solution (LGES) to proceed with “phase 2” at their site at 1 LG Way. This has been a very competitive process, with other communities both in and out of the state vying for this project.

The Local Investment

1. \$1.5 billion in investment by 2025, including both real and personal property.
2. 1,000 skilled, well-paying new jobs, also expected by 2025.
3. One primary with ancillary support buildings totaling approximately 1 million square feet.
4. A total package of incentives totaling approximately \$525 million, including the Allegan County CDBG amount of \$27 million
5. A workforce Housing Loan Program of \$10 million, to be administered by the State, used specifically in our region to support affordable housing.

Attached are the following:

1. A letter from LGES to the State confirming their intent to proceed with the project.
2. A letter from MEDC confirming their support for the project.
3. A map of the proposed site, depicting the existing parcel containing phase 1 and the newly proposed parcel that will contain phase 2.



**LG Energy Solution, LTD.**

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T. +82-2-3777-1114 [www.lgensol.com](http://www.lgensol.com)

**December 2, 2021**

Dear Governor Whitmer,

I hereby would like to formally deliver an exciting development made during our Board of Director meeting held on November 25<sup>th</sup>, where we have officially decided to expand our Li-ion battery manufacturing facility in Holland, Michigan by investing more than \$1.5 billion by year 2025. This investment is expected to positively impact the community by creating more than 1,000 new jobs in Holland.

We believe that this new investment not only gives you a great value, but it also reflects our appreciation to Michigan Teams' continued effort shown so far through our long-partnership. Thanks to this investment, we will be able to scale the business and further elevate the art of storytelling, creating even more opportunities for the surrounding communities and stakeholders in Michigan. In this regard, LG Energy Solution Michigan Inc., our first facility in the U.S. that began with the vision of being a pioneer in the Li-ion battery industry in U.S., will continue to seek your great support again.

This facility has a significant meaning to our business in a way that it is our only wholly-owned facility that stands as the forefront among our production facilities in the U.S., therefore, we intend to drive this production site to act as a human resource "incubating hub" that takes the lead in nurturing next-generation Li-ion battery professionals. Thus, your seamless assistance and support, when inquired, during this course of journey will certainly be a help to ensure we stay and operate at the most competitive level in the market.

Further to this news, I have been honored to take a new position at LG Energy Solution as the Group Leader for Corporate Strategy Group that comprehensively directs and oversees all activities related to setting business pathways including global investment. My successor, Mr. Doowon Kim, started to take my role as the Head of Global Investment starting from December 1st, 2021. I will certainly be on every post to support him for this project as his boss and push everything forward in the course of developing the best win-win implementation strategy together in all stages of this investment.

As always, thank you for your continued support of our presence in Michigan and the role that you are playing alongside LG Energy Solution. Once the incentive gets approved, I will look forward to the next conversation in the forthcoming event of ceremony in Michigan.

Yours Sincerely,

A handwritten signature in black ink, appearing to be 'Allan Chung', written over a light blue horizontal line.

Allan Chung

Vice President / Group Leader, Corporate Strategy Group  
LG Energy Solution, Ltd.



**MICHIGAN ECONOMIC**  
DEVELOPMENT CORPORATION

January 27, 2022

Allegan County Board of Commissioners  
3283 122<sup>nd</sup> Ave.  
Allegan, MI 49010

To the Esteemed Members of the Allegan County Board of Commissioners:

On behalf of the Michigan Economic Development Corporation (MEDC), I am pleased to write to you in support of LG Energy Solution's expansion in the city of Holland. This is a transformational opportunity to create upward economic mobility for not only your constituents in Holland, but for all our 10 million-plus friends and neighbors across the state for generations to come.

Michigan remains the center of high-tech electric vehicle and component production in the U.S., with more than 15,000 mobility and automotive manufacturing jobs created since 2019 – many supporting increased electric vehicle manufacturing here in Michigan. Our state continues to be at the forefront of developing the vehicles, components, roads and talent of the future while leading innovative initiatives that will continue advancing Michigan's EV infrastructure and workforce landscape. Additionally, with LG Energy Solution's demonstrated commitment to continuing its growth in Michigan, we know that the future remains bright for both the industry and our workforce here in the state.

Michigan has a long-standing and strong relationship with LG Energy Solution and we remain grateful for the company's decade-long investment in both manufacturing and R&D in the state. We will continue to be a global home for opportunity within the future of mobility and electrification and are pleased to share with you today our support for LG Energy Solution and its continued growth and success in Michigan.

Respectfully Submitted,

Josh Hundt  
Chief Business Development Officer,  
Executive Vice President

PURE *M*ICHIGAN®



