

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY**

**KBI REPORT - PRELIMINARY APPROVAL**

**Date:** July 25, 2013  
**Approved Company:** Clariant Corporation  
**City:** Louisville **County:** Jefferson  
**Activity:** Manufacturing **Prelim Resolution #:** KBI-I-13-19633  
**Bus. Dev. Contact:** A. Logan **OFS Staff:** M. Elder

**Project Description:** Clariant Corporation is a wholly owned subsidiary of Clariant International, a leading specialty chemicals company headquartered in Muttenz, Switzerland. Clariant currently operates two plant sites in Louisville which produce industrial catalysts used in the chemical and petrochemical industries. They are considering building a new manufacturing facility to expand their product line on property they own in the Louisville area or in China.

**Facility Details:** Expanding existing operations

**Anticipated Project Investment - Owned**

Land  
 Building/Improvements  
 Equipment  
 Other Start-up Costs  
**TOTAL**

Eligible Costs	Total Investment
\$0	\$0
\$21,600,000	\$21,600,000
\$540,000	\$43,600,000
\$6,600,000	\$6,600,000
<b>\$28,740,000</b>	<b>\$71,800,000</b>

**NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:**

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	27	\$33.00	
1	27	\$33.00	\$50,000
2	27	\$33.00	\$50,000
3	27	\$33.00	\$50,000
4	27	\$33.00	\$50,000
5	27	\$33.00	\$50,000
6	27	\$33.00	\$50,000
7	27	\$33.00	\$50,000
8	27	\$33.00	\$50,000
9	27	\$33.00	\$50,000
10	27	\$33.00	\$50,000

**Other County Minimum Wage Requirements:** Base hourly wage: \$10.88  
 Total hourly compensation: \$12.51

**TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:**

<b>\$500,000</b>
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**Ownership (20% or more):**

Clariant AG Mutenz, Switzerland

**Active State Participation at the project site:**

<u>Date</u>	<u>Program</u>	<u>Status</u>	<u>Amount</u>
25-Jul-13	KEIA	Prelim	\$500,000

**Requested Wage Assessment / Local Participation:**

State: 3.0%

Local: 1.0%

**Unemployment Rate**

County: 8.3%

Kentucky: 8.1%

**Existing Presence in Kentucky:**

Jefferson County

*per employee listins  
provided 8/27/13 ME*

**Special Conditions:**

The company will be required to maintain a base employment equal to the number of full-time, <sup>273</sup> Kentucky resident employees as of the date of preliminary approval. The company reported ~~277~~ full-time, Kentucky resident employees as of the application date.

The project will include multiple locations within the county/city of Jefferson/Louisville. Only investment costs incurred at Corner of 12th Street and Willson St. will be considered towards calculating eligible costs. Employees and their respective wages at the locations included in the project definition will be eligible for compliance.