

**KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY**

**KBI REPORT - PRELIMINARY APPROVAL**

**Date:** April 28, 2016  
**Approved Company:** AAK USA K2, LLC  
**Approved Affiliate(s):** AAK USA REALCO, LLC  
 AAK USA K1, LLC  
**City:** Louisville **County:** Jefferson  
**Activity:** Manufacturing **Prelim Resolution #:** KBI-I-16-21022  
**Bus. Dev. Contact:** A. Bobbitt **OFS Staff:** L. Cunningham

**Project Description:** AAK is an international corporation that refines vegetable oils for specialized products. The company is organized into four business areas: Confectionery Fats, Food Ingredients, Personal Care and Technical Products and Feed. AAK USA K2, LLC is primarily engaged in the Food Ingredients business with a focus on value-added specialty oil solutions to minimize trans fat and saturated fat. The company is considering investing in its current facility in Louisville to meet current demand and accommodate for future growth.

**Facility Details:** Expanding existing operations

**Anticipated Project Investment - Owned**

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

Eligible Costs	Total Investment
\$0	\$0
\$5,650,000	\$5,650,000
\$200,000	\$26,580,000
\$520,000	\$520,000
<b>\$6,370,000</b>	<b>\$32,750,000</b>

**NEGOTIATED TARGETS AND INCENTIVE AMOUNTS:**

Year	Job Target	Average Hourly Wage Target (Including Employee Benefits)	Annual Approved Cost Limitation
As of Activation Date	10	\$21.00	
1	10	\$21.00	\$20,000
2	15	\$21.00	\$20,000
3	20	\$21.00	\$20,000
4	20	\$21.00	\$20,000
5	20	\$21.00	\$20,000
6	20	\$21.00	\$20,000
7	20	\$21.00	\$20,000
8	20	\$21.00	\$20,000
9	20	\$21.00	\$20,000
10	20	\$21.00	\$20,000

**TOTAL NEGOTIATED TAX INCENTIVE AMOUNT:**

<b>\$200,000</b>
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