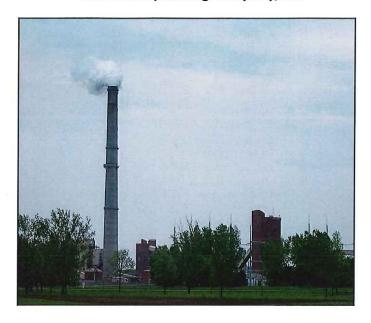
## PROJECT SUMMARY Somerset Operating Company, LLC



Applicant:	Somerset Operating Company, LLC
Project Location:	7725 Lake Road Town of Somerset
Assistance:	Extension of PILOT agreement for two years
Description:	The Company was formed in 2012 as a result of the bankruptcy proceeding of the predecessor in interest. At that time, the Agency and the Company entered into a PILOT agreement which was necessary for the Company to operate the facility in an economical manner and retain employment within Niagara County.  The PILOT agreement was extended in February of 2015. This amended PILOT Agreement expires on December 31, 2016 and the Company states that if it is forced to pay full taxes, it may be forced to reduce current employment levels or, worse, cease its operations. The Company is seeking an extension of the existing amended PILOT agreement for an additional two (2) years and a downward adjustment of the current annual PILOT payment by \$500,000 per year.
Project Costs:	N/A
Employment:	Jobs retained: 99 Total payroll: \$11,076,000

## REGIONAL ECONOMIC IMPACT ANALYSIS Somerset Operating Company, LLC

Estimated State & Regional Benefits / Estimated Project Incentives Analysis				
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Total State and Regional Benefits	\$2,464,712			
Total Project Incentives	\$1,000,000			
Benefit to Cost Ratio	2.4:1			
	0			
Projected Employment	State	Region		
Total Employment	259	259		
Direct*	99	99		
Indirect**	47	47		
Induced***	113	113		
Temporary Construction (Direct and Indirect)	0	0		

Estimated State and Regional Benefits			
Total State and Regional Benefits	\$2,464,712		
Income Tax Revenue	\$ 1,640,248		
Sales Tax Revenue	\$ 824,464		

Estimated Project Incentives				
Total Project Incentives	\$1,000,000			
Property Tax	\$1,000,000			

Utilizing informANALYTICS modeling software, an economic impact analysis was conducted to measure new investment and employment for the project. This software is a widely accepted and an industry standard for economic impact modeling measuring employment and salary impacts and facility output on the community for a given project.

<sup>\*\*</sup> Direct - The recipient of IDA assistance adds new jobs to the regional economy and/or retains jobs at risk of being lost to another region. Investments that result in displacing existing jobs (e.g., most retail and many service sector industries) do not fall under this definition.

<sup>\*\*</sup> Indirect - The recipient of IDA assistance makes purchases from regional firms, which stimulates suppliers to add jobs and payroll that are new to the regional economy or are saved from being lost to competitors outside the region.

<sup>\*\*\*</sup> Induced - The recipient of IDA assistance by adding to and/or retaining payroll stimulates household spending that is new to the regional economy and/or saved from being lost to competitors outside the region.