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***INDUSTRIAL REVENUE BONDS***

**AND**

***TAX LEASE PROGRAM***

***APPLICATION***

**for assistance through**

**the  
County of Chautauqua  
Industrial Development Agency**

**County of Chautauqua Industrial Development Agency  
200 Harrison Street  
Jamestown, New York 14701**

**Phone: 716-664-3262**

**Fax: 716-664-4515**

**Application for Financial Assistance  
through the  
County of Chautauqua  
Industrial Development Agency**

The information listed on this form is necessary to determine the eligibility of the project applicant. Please fill in all blanks, using "NONE" or "NOT APPLICABLE" where necessary. If an estimate is given, put "EST" after the figure. Attach additional sheets if necessary. All information completed with this form will be treated confidentially. This application is only for the purpose of determining whether the applicant is eligible for consideration by the Board of Directors of the County of Chautauqua Industrial Development Agency. Return eight (8) copies of this application to the County of Chautauqua Industrial Development Agency at the address listed on the cover of this document.

**PART 1**

**A. APPLICANT**

Federal ID #: 20-3168875

Company Name: Arkwright Summit Wind Farm LLC

Office Address: c/o EDP Renewables North America LLC  
808 Travis Street, Suite 700  
Houston, Texas 77002

Telephone: 309.531.0440

**Company officer completing this application:**

Name: Ryan Brown

Title: Eastern Region Executive Vice President

**1. Number of locations of present business facilities:**

- a. County of Chautauqua: 0
- b. New York State: 0
- c. Outside New York State: 0

**2. Business Organization (check appropriate categories):**

Corporation                      Partnership

Sole Proprietorship                      Subchapter S

Other (Specify)  LLC

3. Is business publicly or privately held? Public     Private   

4. List principal stockholders and percentage of ownership if applicable:

<u>Name</u>	<u>Percentage</u>	<u>Home Address</u>
77002 EDP Renewables North America LLC	100%	808 Travis, Suite 700, Houston, TX

5. Is the business a subsidiary of, or affiliated directly or indirectly with any other organization?  Yes     No    If "Yes" indicate relationship and name and address of the related organization(s) on a separate sheet. See response to Part 1 (A)(4) above.

6. Complete the following information:

<u>Officers</u>	<u>Name</u>	<u>Address</u>	<u>Social Security Number</u>	<u>Other Principal Business Affiliations</u>
EVP	Ryan Brown	808 Travis, Suite 700 Houston, TX 77002		EDP Renewables North America LLC

**B. References (these will be contacted):**

1. Banking (List names of banks, account officers address and telephone number):  
n/a – newly formed LLC
2. Business Suppliers (List three largest accounts – names, addresses, telephone numbers, and list suppliers' terms of sale):  
n/a – newly formed LLC
3. Major customers (List three largest – names, addresses, telephone numbers, and show percentage (%) of gross business obtained from each):  
n/a – newly formed LLC
4. What are your terms of sale? n/a
5. Current Landlord (List name, address and telephone number):  
n/a. However, the Applicant does have land leases with a number of landowners in the Project Area, defined below.

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6. Legal Counsel (List name, address and telephone number):  
Swartz Moses PLLC  
Attn: Peter Swartz, Esq.  
1583 East Genesee 13152  
Skaneateles, NY 14604  
315-554-8166

EDP Renewables North America LLC  
Attn: Leslie Freiman, General Counsel  
808 Travis Street, Suite 700  
Houston, NY 77002  
713-265-0252

**C. Business Description**

1. Describe type of business:  
Large scale wind energy electrical power generation facility
2. Describe the principal products and services:  
Clean, renewable electrical power
3. Describe the market(s) served:  
New York State electrical energy market

**D. Present Location**

1. If you rent:
  - a. What is the present annual rent (state whether firm has a gross or net lease): The Applicant has lease agreements with over 50 different landowners. Each lease pays based on the use of the land (i.e. turbines, wires, roads, etc.). Since the layout is in the process of being permitted, the exact layout cannot be confirmed at this time; however, aggregate annual landowner lease payments are estimated at over \$500,000.
  - b. When does the lease expire? In approximately 36 years
2. If you own:
  - a. What is the current annual mortgage payment? n/a
  - b. When does the mortgage terminate? n/a
3. Describe present location (include square footage, number of buildings, number of floors, etc.)  
Approximately 6500 acre project site
4. List the current annual taxes by respective taxing jurisdictions:
  - a. Building(s): \$ n/a – no property tax payments are due because no improvements have been constructed

b. Land: \$ 1,070

**E. Previous Financial Activities**

1. What were your company's estimated capital expenditures in Chautauqua County, New York, during the past three (3) years? (Specify by place, year and amount.)  
none
2. Has your company ever been a recipient of funds obtained through tax-exempt or taxable bonds? Yes  No  If "Yes" give details below:
3. Describe your company's effort to secure assistance or financing in the County of Chautauqua, or any other area, on a separate sheet.  
This application represents the Applicant's effort to secure economic development assistance, in the form of property tax exemption, mortgage recording tax exemption, and sales tax exemption.

**F. Types of Financial Assistance Requested**  
(Cross out those which are not applicable.)

1. ~~Industrial Development Revenue Bonds~~  
~~A. Tax Exempt~~  
~~B. Taxable~~
2. Tax Lease
3. Other loan(s). Describe:

**Part 2**

**A. Describe the Project**

(Include a general, functional description and prospective location.)

The Arkwright Summit Wind Farm project (the "Project") is a proposed wind-powered electric generating facility of up to 36 wind turbines with a maximum capacity of up to 79.8 megawatts (MW). The Project would meet the electrical needs of approximately 25,000 New York households. In addition to the wind turbines, the Project would involve construction of up to two permanent meteorological towers, a system of gravel access roads, a buried and overhead electrical collection system, an operation and maintenance building, a project substation, and an interconnection substation facility.

The Project would be developed on approximately 6,500 acres of leased private land in the towns of Arkwright and Pomfret in Chautauqua County. The majority of the Project, including all of the turbines, would be located in the Town of Arkwright, while the interconnection point and approximately 5500ft of generator lead line is expected to be located in the Town of Pomfret.

**B. Reasons for Project**

1. Briefly describe the reasons why this project is necessary and what effect it will have on your business:

The primary purpose of the proposed Project is to create a wind-powered electric generating facility that will provide a significant source of renewable energy to the New York power grid. The Project would facilitate compliance with the Public Service Commission's (PSC) Renewable Portfolio Standard (RPS) Policy (Case 03-E-0188, PSC Order dated January 8, 2010), which calls for an increase in renewable energy used in the State of New York to 30 percent by the year 2015. The Project would respond to objectives identified in the 2014 Draft New York State Energy Plan (2014 State Energy Plan) (New York State Energy Planning Board, 2014) and various RPS Main Tier solicitations issued by the New York State Energy Research and Development Authority (NYSERDA). These objectives include stimulating economic growth, increasing energy diversity, and promoting a cleaner and healthier environment. The benefits of the Project include positive impacts on socioeconomics (e.g., payment-in-lieu of tax ("PILOT") revenues to local municipalities, lease revenues to participating landowners, and reduced wholesale electricity prices statewide), air quality (through reduction of emissions from fossil-fuel-burning power plants), and climate (reduction of greenhouse gases that contribute to global warming). The principal, overriding benefits of the Project are in complete accordance with the 2014 State Energy Plan, namely:

"Creativity and innovation in regulation, policy, and financial tools will enable New York's economy to continue to grow, supported by affordable, reliable, and clean energy";

"Reformed regulations ... and new strategies ... will result in an energy system that is innovative, sustainable, and reliable"; and

"Addressing climate change is a global challenge, but New York can ... realize the benefits from our transition to a cleaner, more productive economy."

2. If your business is unable to arrange suitable financing for this project, what will be the impact on your company and the County of Chautauqua? Would your company proceed with the project without Agency assistance and / or financing? Describe in detail:

Without an acceptable PILOT agreement and sales tax exemption for construction-related expenditures, the Applicant would not proceed with the proposed Project. The Project would have to compete with other wind projects that have PILOT agreements, as well as with fossil generators whose real property tax-related costs are significantly lower than for wind generators.

The Project is one of many projects being considered by the Applicant's parent company, EDP Renewables North America LLC ("EDPRNA"). EDPRNA is a subsidiary of EDP Renovaveis, S.A., a subsidiary of EDP-Energias de Portugal, S.A., a Portuguese company, which also is contemplating many renewable energy projects primarily in Europe. As such, the Project must be able to demonstrate to the Applicant's parent company that it will yield satisfactory and sustainable economic results when compared with other similar renewable energy projects being contemplated both in the United States and abroad. A PILOT agreement, mortgage recording tax exemption, and sales tax exemption are critical to the Project being able to achieve the kind of economic results necessary for the Project to be constructed. Once constructed, the Project will need to be competitive with other wind projects, which have already received tax benefits in the form of favorable PILOT

agreements, mortgage recording tax exemptions, and sales tax exemptions, as well as with fossil generators.

**C. Type of Project**

1. Check category which best describes your project:

- |  |  |
|--|--|
| <input type="checkbox"/> Manufacturing       | <input type="checkbox"/> Warehousing       |
| <input type="checkbox"/> Industrial Assembly | <input type="checkbox"/> Pollution Control |
| <input type="checkbox"/> Research            | X Other (Specify)<br>Energy                |

2. If pollution control, check appropriate items below:

- |                                    |  |
|------------------------------------|--|
| <input type="checkbox"/> Air       | <input type="checkbox"/> Noise           |
| <input type="checkbox"/> Water     | <input type="checkbox"/> Solid Waste     |
| <input type="checkbox"/> Air/Water | <input type="checkbox"/> Other (Specify) |

**D. Proposed Location**

1. Does the project consist of (check appropriate categories):

- |  |                              |                             |
|--|------------------------------|-----------------------------|
| a. Construction of a new building                      | X Yes                        | <input type="checkbox"/> No |
| b. Renovations to an existing building                 | <input type="checkbox"/> Yes | X No                        |
| c. Construction of an addition to an existing building | <input type="checkbox"/> Yes | X No                        |
| d. Acquisition of an existing building                 | <input type="checkbox"/> Yes | X No                        |

If the Company is to acquire an existing plant, attach a photograph and indicate if it is in operation, about to be abandoned or abandoned. If in operation, describe present products.

N/A

List costs or orders made by Company for the project, at the date of this application, on a separate sheet.

N/A

2. Describe the proposed location(s) of this project, including square footage, number of floors, address, etc. (If new construction is involved or expansion of existing plant, attach proposed floor plan):

The proposed Project includes approximately 6,500 acres of leased private land within the towns of Arkwright and Pomfret ("Project Area"). It is located about 9.5 miles southeast of the southern shore of Lake Erie, approximately 8 miles southeast of the City of Dunkirk, 6 miles southeast of the Village of Fredonia, 6 miles southwest of the Village of Forestville, and 5.5 miles northeast of the Village of Cassadaga (as measured from the geographic

center of the Project Area to the center of each municipality). The Project Area is bordered: at its northern extent by the Arkwright-Sheridan town line and Straight Road; at its eastern extent by the Arkwright-Villanova town line; at its southern extent by the Arkwright-Charlotte town line; and at its western extent by State Highway 60 (located in the Town of Pomfret, approximately 0.5 miles west of the Arkwright-Pomfret town line). The proposed site for the Project substation is in Arkwright and point of interconnection (POI) switchyard is located in Pomfret near the western extent of the Project Area, on the north side of Webster Road.

3. List the present owner of the project site and the owner's name, address, and phone number. (If currently owned by the applicant, indicate date of purchase, reason for purchase and current use of the site):

The Project site consists of land owned by over 50 landowners and consists of over 100 different parcels.

4. Does the project site currently have existing occupant(s)?  
X Yes  No

If "Yes", list all lessees, the amount of space occupied by each, and the date of termination of such leases on a separate sheet.

The Applicant in the role of lessee under leases with a term of 36 years

5. Is there a relationship legally or by virtue of common control between the applicant or present owner?  
X Yes  No

The Applicant is the lessee under several leases covering the Project Area.

6. Does the Company have an option to purchase the project site or has a contract of sale been executed for such purchase? (If so, attach particulars.)  
 Yes X No\*

\*The Applicant has an option to purchase the point of interconnection site in Pomfret.

7. Has the Company placed any purchase orders or entered into any other agreements or contracts with respect to proposed project costs? (If so, attach particulars.)  
X Yes  No

The Applicant has purchased meteorological towers, entered into lease agreements and contractual agreements for the engineering, design and various studies necessary to complete the Draft Environmental Impact Statement.

**E. Location Maintenance Costs**

1. What are the real estate taxes on the land and the building? (If current rate is not available, give assessed value for each and so state.)



Land \$ Under the terms of its leases, the Applicant will not take on the tax responsibility for the underlying land or existing improvements (or future changes to such existing improvements).

Building \$ n/a

2. What is the estimated useful life of the:
  - a. Facility 30 years
  - b. Equipment 30 years
3. Is proposed Project site served by:
  - a. Transportation  Rail  Truck  Air  
 Water
  - b. Utilities  Sewer  Water  Gas  
 Electric Power

**F. Employment**

1. Employment at present time, if Company is now in existence within Chautauqua County, and an estimate of such employment at the proposed location at the end of one and two years:

	<u>Present</u>	<u>First Year</u>	<u>Second Year</u>
Full Time	0	6	6
Part Time*		250	
Seasonal*			

\*Full time estimates are for the first and second years of Project operation. Estimate for part time is just for construction period.

Total \$ 0 (employment would either be through EDPRNA or would be subcontracted)

2. Estimate the annual payroll:

At present \$ 0

In one year \$ approximately \$270,000 annually

**G. Project Costs**

1. List the costs necessary for the construction, acquisition or renovation of the project. (The project costs should not include working capital needs or moving expenses.)

<u>Description</u>	<u>Amount</u>
Land	\$ 1,167,400
Building(s)	\$ 1,250,000
Renovation	\$
Machinery and Equipment (Do <b>not</b> include furniture costs)	\$ 107,000,000
Installation	\$ 41,100,000

**(G. Continued)**

Fees (Do <b>not</b> include your own counsel fees)	\$
Architectural Fees	\$
Financial Charges (specify)	\$
Other (specify)	\$
<b>Subtotal</b>	<b>\$ 150,517,400</b>
<b>Agency Administrative Fee</b>	<b>\$ 750,000, with \$ 350,000 payable at closing and \$ 400,000 payable in four equal installments on the first four anniversary dates of the closing</b>
<b><u>Total Project Cost</u></b>	<b>\$ estimated \$150,571,400</b>

2. What is the amount of funds and term requested for financing through the County of Chautauqua Industrial Development Agency?

\$ 0 for 0 Years

**H. Project Schedule**

1. Indicate the estimated days for:
  - a. Financing of the project: n/a
  - b. Commence of construction: 2016
  - c. Completion of construction: 2017
2. List the date(s) and in what amount(s) the estimated funds will be required:

ut

n/a

**I. Other Agency Involvement**

1. Have you contacted any other governmental agency in reference to this project?  
X Yes  No

If "Yes", please indicate the agency and the nature of the inquiry below:

- Town of Arkwright; submission of the Special Use Permit ("SUP") Application and Draft Environmental Impact Statement ("DEIS")
- Town of Pomfret; submission of the SUP Application and DEIS
- Fredonia Central School District; submission of the SUP Application and the DEIS
- Forestville Central School District; submission of the SUP Application and the DEIS
- Pine Valley Central School District; submission of the SUP Application and the DEIS
- Chautauqua County Highway Department, submission of the SUP Application and the DEIS
- Chautauqua County Industrial Development Agency, submission of the SUP Application and the DEIS, preliminary PILOT meeting
- New York State Department of Agriculture and Markets; submission of the SUP Application and the DEIS
- New York State Department of Environmental Conservation; consultation, submission of the SUP Application and DEIS
- New York State Historic Preservation Office; consultation, submission of the SUP Application and the DEIS
- New York State Office of Parks Recreation and Historic Preservation; submission of the SUP Application and the DEIS
- New York State Department of Public Service; submission of the SUP Application and the DEIS
- State of New York Department of Transportation; submission of the SUP Application and the DEIS
- U.S. Army Corps of Engineers; submission of the SUP Application and the DEIS
- United States Department of the Interior
- Federal Aviation Administration, consultation and submission of the layout and lighting plan

2. Have you contacted any financing institutions or other industrial development agencies in New York State, or elsewhere, for financial assistance in reference to this project or one of a similar nature?  
 Yes X No

If "Yes", please indicate below the institution and / or agency and the present status of the inquiry:  
n/a

**J. Financial Information (attach the following)**

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1. Certified financial statements for the last three (3) fiscal years. n/a – The Applicant was formed as a special purpose entity for the purpose of developing the Project and has not yet been capitalized.

**For Industrial Development Bonds (IDB) complete Questions 2, 3 & 4. n/a**

2. Pro forma sheet as at start of operations at project site.
3. Project profit and loss statements for first two (2) years of operation at projected site.
4. Projected "cash flow" statement, by quarters, for first year of operation at project site.

**Certification**

Ryan Brown

deposed and says that he/she is the Executive Vice President, Eastern Region  
(Title)

of Arkwright Summit Wind Farm LLC, the corporation named in attached application;  
(Company name)


that he has read the foregoing application and attachments and knows the contents thereof; that the same is true to his knowledge, contains no information or data that is false or incorrect and is truly descriptive of the project which is intended as security for the requested financing.

Deponent further says the reason for this verification is made by the deponent and not by Arkwright Summit Wind Farm LLC  
(Company name)

is because the said company is a limited liability company. The grounds of deponent's belief relative to all matters in the said application which are not stated upon his own personal knowledge, are investigations which deponent has caused to be made concerning the subject matter of this application as well as information required by deponent in the course of his duties as an officer of and from the books and papers of said corporation.

As an officer of said corporation (hereinafter referred to as the "applicant") deponent acknowledges and agrees that applicant shall be and is responsible for all costs incurred by the non-profit County of Chautauqua Industrial Development Agency (hereinafter referred to as the "Agency") acting in connection with the attendant negotiations and ultimately the closing of the project and (or) financing. If, for any reason whatsoever, the applicant fails to conclude or consummate necessary negotiations or fails to act within a reasonable or specified period of time to take reasonable, proper, or requested action or withdraws, abandons, cancels, or neglects the application, then upon presentation of invoice, applicant shall pay to the Agency, its agents or assigns all actual costs involved in conduct of the application and the drafting of documents up to that date and time, including fees of counsel for the Agency.

The costs incurred by the Agency and paid by the applicant, including the Agency's counsel's fees and the administrative fee, may be considered as a cost of the project and included as part of any resultant bond issue, subject to the limitations imposed by law.


  
\_\_\_\_\_  
(Executive Vice President of  
company submitting application)

**Ryan Brown**  
Executive Vice President, Eastern Region

Notary

Sworn to before me this

10<sup>th</sup> day of August, 2015

  
\_\_\_\_\_  
(Seal)



TO: Project Applicants  
 FROM: County of Chautauqua Industrial Development Agency  
 RE: Cost/Benefit Analysis Questionnaire

In order for the County of Chautauqua Industrial Development Agency (the "Agency") to prepare a Cost/Benefit Analysis for a proposed project (the "Project"), the Applicant must answer the questions contained in this Project Questionnaire (the "Questionnaire") and complete the attached Schedules. This Questionnaire and the attached Schedule will provide information regarding various aspects of the Project, and the costs and benefits associated therewith.

Since we need this Questionnaire to be completed before we can finalize the Cost/Benefit Analysis, please complete this Questionnaire and forward it to us at your earliest convenience.

**PROJECT QUESTIONNAIRE**

1. Name of Project Beneficiary ("Company"):	Arkwright Summit Wind Farm, LLC
2. Brief Identification of the Project:	Wind farm in Arkwright and Pomfret
3. Estimated Amount of Project Benefits Sought:	n/a
A. Amount of Bonds Sought:	\$ n/a
B. Value of Sales Tax Exemption Sought	Up to \$11,288,805 <sup>1</sup>
C. Value of Real Property Tax Exemption Sought	\$ TBD
D. Value of Mortgage Recording Tax Exemption Sought	\$ Up to \$1,881,468 <sup>2</sup>

**PROJECTED PROJECT INVESTMENT**

A. Land-Related Costs	
1. Land acquisition	\$1,167,400
2. Site preparation	\$
3. Landscaping	\$
4. Utilities and infrastructure development	\$6,000,000 substation \$8,000,000 POI
5. Access roads and parking development	\$8,000,000
6. Other land-related costs (describe)	\$

<sup>1</sup> Based on estimated total project cost of \$150,517,400 and sales tax rate of 7.5%. It is anticipated that approximately seventy percent (70%) of the Project expenditures would also qualify for the production exemption from sales and use tax under New York Tax Law Section 1115(a)(12).

<sup>2</sup> Based on estimated total project cost of \$150,517,400 and mortgage recording tax rate of 1.25%. However, the Company does not anticipate financing 100% of the project costs with mortgage-secured debt.

*M*

<b>B. Building-Related Costs</b>		
1. Acquisition of existing structures		\$1,250,000
2. Renovation of existing structures	\$	
3. New construction costs		\$
4. Electrical systems		\$10,000,000
5. Heating, ventilation and air conditioning	\$	
6. Plumbing	\$	
7. Other building-related costs (describe)	\$	
<b>C. Machinery and Equipment Costs</b>		
1. Production and process equipment		\$
2. Packaging equipment	\$	
3. Warehousing equipment	\$	
4. Installation costs for various equipment		
5. Other equipment-related costs (describe)		\$
<b>D. Furniture and Fixture Costs</b>		
1. Office furniture	\$	
2. Office equipment	\$	
3. Computers	\$	
4. Other furniture-related costs (describe)	\$	
<b>E. Working Capital Costs</b>		
1. Operation costs	\$	
2. Production costs	\$	
3. Raw materials	\$	
4. Debt service	\$	
5. Relocation costs	\$	
6. Skills training	\$	
7. Other working capital-related costs (describe)	\$	
<b>F. Professional Service Costs</b>		
1. Architecture and engineering		\$4,000,000
2. Accounting/legal	\$	
3. Other service-related costs (describe)	\$	
<b>G. Other Costs</b>		
1.	\$	
2.	\$	
<b>H. Summary of Expenditures</b>		
1. Total Land Related Costs		\$9,867,400
2. Total Building Related Costs		\$15,000,000
3. Total Machinery and Equipment Costs		\$92,000,000
4. Total Furniture and Fixture Costs	\$	
5. Total Working Capital Costs	\$	
6. Total Professional Service Costs	\$	
7. Total Other Costs		\$



**PROJECTED CONSTRUCTION EMPLOYMENT IMPACT**

I. Please provide estimates of total construction jobs at the Project:

Year	Construction Jobs (Annual wages and benefits \$40,000 and under)	Construction Jobs (Annual wages and benefits over \$40,000)
Current Year		
Year 1		250
Year 2		
Year 3		
Year 4		
Year 5		

Construction jobs at the project site will be subcontracted, however, the Applicant estimates the need for approximately a peak of 250 construction jobs during an approximately one year construction period. The wages of those jobs will be determined by the contractor or subcontractor.

II. Please provide estimates of total annual wages and benefits of total construction jobs at the Project:

Year	Total Annual Wages and Benefits	Estimated Additional NYS Income Tax
Current Year	\$	\$
Year 1	\$ TBD	\$ TBD
Year 2	\$ TBD	\$ TBD
Year 3	\$	\$
Year 4	\$	\$
Year 5	\$	\$

**PROJECTED PERMANENT EMPLOYMENT IMPACT**

I. Please provide estimates of total existing permanent jobs to be preserved or retained as a result of the Project:

Year	Existing Jobs (Annual wages and benefits \$40,000 and under)	Existing Jobs (Annual wages and benefits over \$40,000)
Current Year		0
Year 1		6
Year 2		6
Year 3		6
Year 4		6
Year 5		6

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In addition to the jobs currently preserved to continue service of the project, the Applicant expects that a significant number of existing businesses (i.e. existing jobs) will benefit from the construction and operation of the Project, most notably businesses related to timber, transportation and construction materials. In addition, existing local businesses will benefit from the influx of temporary workers buying products and services from the community. The exact number of existing jobs this will create or preserve is difficult to estimate

II. Please provide estimates of total new permanent jobs to be created at the Project:

Year	New Jobs (Annual wages and benefits \$40,000 and under)	New Jobs (Annual wages and benefits over \$40,000)
Current Year		0
Year 1		6
Year 2		6
Year 3		6
Year 4		6
Year 5		6

III. Please provide estimates of total annual wages and benefits of total permanent construction jobs at the Project:

Year	Total Annual Wages and Benefits	Estimated Additional NYS Income Tax
Current Year	\$ N/A	\$
Year 1	\$ N/A	\$
Year 2	\$ N/A	\$
Year 3	\$ N/A	\$
Year 4	\$ N/A	\$
Year 5	\$ N/A	\$

IV. Please provide estimates for the following:

A. Creation of New Job Skills relating to permanent jobs. Please complete Schedule A.

**PROJECTED OPERATING IMPACT**

I. Please provide estimates for the impact of Project operating purchases and sales:

Additional Purchases (1 <sup>st</sup> year following project completion)	\$80-100k for products, \$150-200k for services
Additional Sales Tax Paid on Additional Purchases	\$6400-\$8000 for products,\$12000-\$16000 for services
Estimated Additional Sales (1 <sup>st</sup> full year following project completion)	\$ N/A

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Estimated Additional Sales Tax to be collected on additional sales (1 <sup>st</sup> full year following project completion)	\$ _____ N/A _____
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II. Please provide estimates for the impact of Project on existing real property taxes and new payments in lieu of taxes ("Pilot Payments"): The Applicant anticipates that its level of payment will make it one of the highest commercial taxpayers in the County, will substantially reduce tax levies of the Towns and School Districts or at least reduce pressure on budget challenges faced by them, and, depending upon how the money is used, could potentially cause tax rates to drop. The Applicant looks forward to working with the IDA and the local tax jurisdictions to determine how these payments will be distributed.

Year	Existing Real Property Taxes	New Pilot Payments	Total
Current Year			
Year 1*			
Year 2			
Year 3			
Year 4			
Year 5			
Year 6			
Year 7			
Year 8			
Year 9			
Year 10			

\* First assessment or tax year following the first taxable status date after construction completion.

PILOT payments are currently to be determined

III. Please provide estimates for the impact of other economic benefits expected to be produced as a result of the Project:


In addition to the economic benefit to existing local businesses, the Applicant anticipates a number of other positive economic benefits as a result of the Project, including:

- Direct annual payments to leased landowners
- Direct annual payments to Project neighbors, roughly equivalent to the average annual electricity bill in the area
- Economic benefits due to a substantial increase in local tax revenue, with a potential positive effect on roads, schools and local services
- Other economic benefits are outlined in Section 2.9 of the Draft Environmental Impact Statement submitted to the IDA by the Applicant in February 2008
- Capital Investment of approximately \$150M, approximately 10% of which will be spent in New York
- The Applicant will encourage contractors to use local labor and material suppliers

**CERTIFICATION**

I certify that I have prepared the responses provided in this Questionnaire and that, to the best of my knowledge, such responses are true, correct and complete.

I understand that the foregoing information and attached documentation will be relied upon, and constitute inducement for, the Agency in providing financial assistance to the Project. I certify that I am familiar with the Project and am authorized by the Company to provide the foregoing information, and such information is true and complete to the best of my knowledge. I further agree that I will advise the Agency of any changes in such information, and will answer any further questions regarding the Project prior to the closing.

<b>Date Signed:</b> <u>August 10, 2005</u>	<b>Name of Person Completing Project Questionnaire on behalf of the Company.</b>  Name: Ryan Brown Title: Executive Vice President, Eastern Region Phone Number: 713-265-0350  <b>Signature:</b> 
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SCHEDULE A

CREATION OF NEW JOB SKILLS

Please list the projected new job skills for the new permanent jobs to be created at the Project as a result of the undertaking of the Project by the Company.

New Job Skills	Number of Positions Created	Annual Wage Rate
Operations Manager-Owner	1	\$56-64K
Administrative- Service	1	\$36-44k
Lead technician-Service	1	\$56-64K
Technicians-Service	2	\$36-44k
Site supervisor - Service	1	\$65-70k

Should you need additional space, please attach a separate sheet.