

**Broome County Industrial Development Agency  
Incentive Analysis**

\*Project Name/Address: Millennium Pipeline Project

Project Description: Construction of 200,815 feet of a 30" gas transmission pipeline running through eight towns in Broome County, NY. Total project extends 182 miles through six counties for an estimated investment of \$375,100,000 employing approximately 3,000 workers during its construction.

**Benefit**

Investment

Land	\$	3,800,000	(easements to land owners)
Building	\$	-	
M&E/Materials	\$	22,300,000	
Other/Labor	\$	<u>50,200,000</u>	(construction jobs)

**TOTAL INVESTMENT** \$ 76,300,000

**Jobs**

New	6
Retained	<u>-</u>

**TOTAL JOBS** 6

Annual Payroll \$ 528,000 (estimated with benefits)

Term # Years 15

**TOTAL PAYROLL** \$ 7,920,000

**PILOT PAYMENTS** (see Pilot Schedule) \$ 14,939,640

**TOTAL BENEFIT** \$ 99,159,640

\* See Attached Broome County Project Description

\*Property Tax Estimate (See attached Broome County Tax Impact Analysis)

Fair Market Value N/A  
 Equalization Rate N/A  
 Assessment \$ 54,328,490

Tax Rates

Town/County \$ 585,246 Annual tax  
 School \$ 1,406,705 Annual tax

ANNUAL TAX \$ 1,991,951

Pilot Schedule

Terms/Years	Tax	% Abatement	*Pilot Payment	Abatement
1-5	\$ 9,959,760	75%	\$ 2,489,940	\$ 7,469,820
6-10	\$ 9,959,760	50%	\$ 4,979,880	\$ 4,979,880
11-15	\$ 9,959,760	25%	\$ 7,469,820	\$ 2,489,940
Total	\$ 29,879,280		\$ 14,939,640	\$ 14,939,640

TOTAL ABATEMENT \$ 14,939,640

SALES TAX ABATEMENT (8% x 50% material cost) \$ 880,000

MORTGAGE RECORDING TAX TBD

AGENCY FEE \$ (250,000)

TOTAL COST \$ 15,569,640

NET BENEFIT/COST \$ 83,590,000

Benefit/Cost Ratio 6.37

Comments:

\*Assessment based on value of 270.54 per foot of pipe. Estimated distance in Broome County 200,815 feet @ 270.54 = 54,328,490

\*See attached Broome County Tax Impact Analysis