

# Herkimer County Industrial Development Agency

## MRB Cost Benefit Calculator



Date June 13, 2023  
 Project Title Herkimer Meat Packing LLC  
 Project Location 1059 Barker Road, Dolgeville NY 13329

## Economic Impacts

Summary of Economic Impacts over the Life of the PILOT

**Project Total Investment**

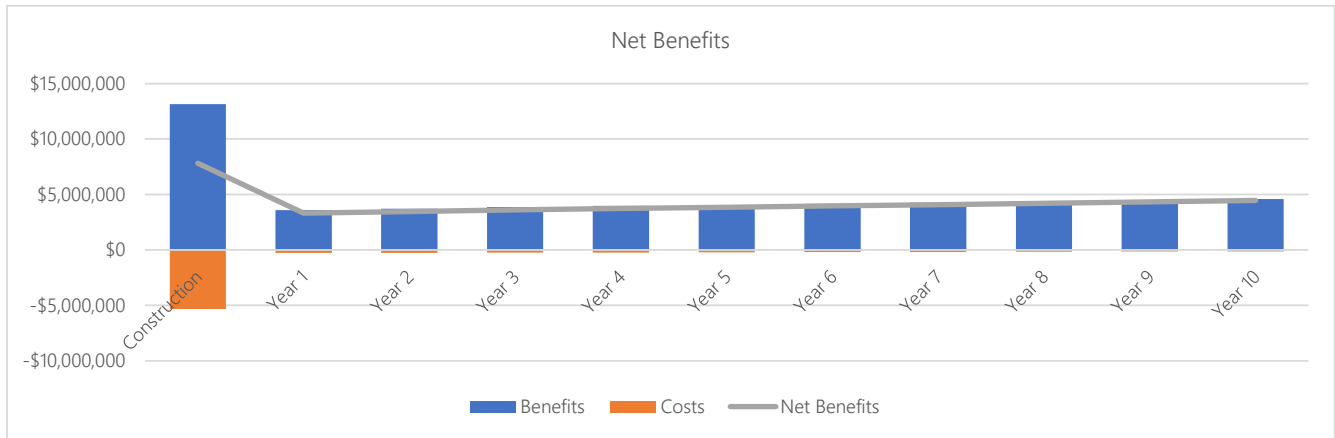
\$186,500,000

Temporary (Construction)			
	Direct	Indirect	Total
Jobs	161	37	198
Earnings	\$10,797,445	\$1,615,593	\$12,413,038
Local Spend	\$26,110,000	\$6,197,911	\$32,307,911

Ongoing (Operations)			
Aggregate over life of the PILOT			
	Direct	Indirect	Total
Jobs	50	18	68
Earnings	\$40,169,803	\$18,316,283	\$58,486,086

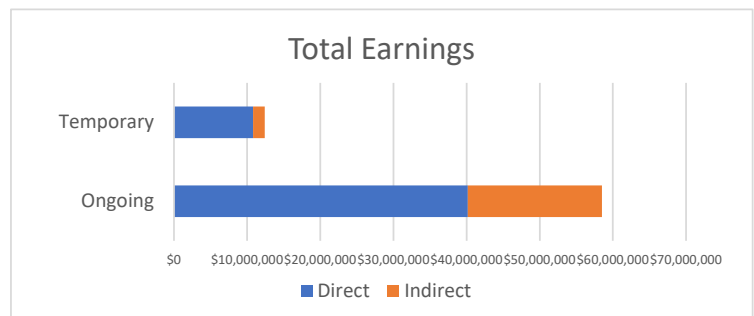
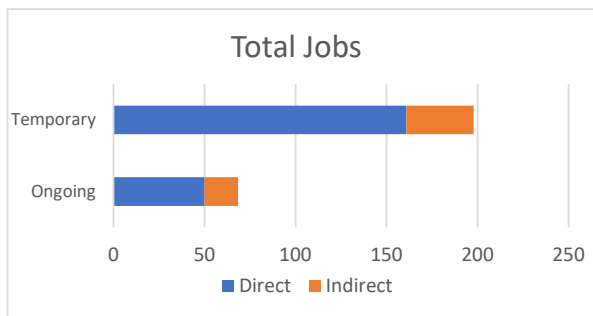
Figure 1



Net Benefits chart will always display construction through year 10, irrespective of the length of the PILOT.

Figure 2

Figure 3



## Fiscal Impacts



Cost-Benefit Analysis Tool powered by MRB Group

### Estimated Costs of Exemptions

	Nominal Value	Discounted Value*
Property Tax Exemption	\$2,379,434	\$2,121,287
Sales Tax Exemption	\$4,290,000	\$4,290,000
Local Sales Tax Exemption	\$2,210,000	\$2,210,000
State Sales Tax Exemption	\$2,080,000	\$2,080,000
Mortgage Recording Tax Exemption	\$1,043,600	\$1,043,600
Local Mortgage Recording Tax Exemption	\$782,700	\$782,700
State Mortgage Recording Tax Exemption	\$260,900	\$260,900
<b>Total Costs</b>	<b>\$7,713,034</b>	<b>\$7,454,887</b>

### State and Local Benefits

	Nominal Value	Discounted Value*
<b>Local Benefits</b>	<b>\$75,283,352</b>	<b>\$65,774,911</b>
<b>To Private Individuals</b>	<b>\$70,899,124</b>	<b>\$62,130,861</b>
Temporary Payroll	\$12,413,038	\$12,413,038
Ongoing Payroll	\$58,486,086	\$49,717,823
Other Payments to Private Individuals	\$0	\$0
<b>To the Public</b>	<b>\$4,384,227</b>	<b>\$3,644,050</b>
Increase in Property Tax Revenue	\$3,856,915	\$3,181,952
Temporary Jobs - Sales Tax Revenue	\$92,322	\$92,322
Ongoing Jobs - Sales Tax Revenue	\$434,990	\$369,776
Other Local Municipal Revenue	\$0	\$0
<b>State Benefits</b>	<b>\$3,686,754</b>	<b>\$3,230,805</b>
<b>To the Public</b>	<b>\$3,686,754</b>	<b>\$3,230,805</b>
Temporary Income Tax Revenue	\$558,587	\$558,587
Ongoing Income Tax Revenue	\$2,631,874	\$2,237,302
Temporary Jobs - Sales Tax Revenue	\$86,891	\$86,891
Ongoing Jobs - Sales Tax Revenue	\$409,403	\$348,025
<b>Total Benefits to State &amp; Region</b>	<b>\$78,970,106</b>	<b>\$69,005,716</b>

### Benefit to Cost Ratio

	Benefit*	Cost*	Ratio
Local	\$65,774,911	\$5,113,987	13:1
State	\$3,230,805	\$2,340,900	1:1
<b>Grand Total</b>	<b>\$69,005,716</b>	<b>\$7,454,887</b>	<b>9:1</b>

\*Discounted at 2%

### Additional Comments from IDA

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Does the IDA believe that the project can be accomplished in a timely fashion? Yes