

# Herkimer County Industrial Development Agency

## MRB Cost Benefit Calculator



Date: March 18, 2024  
 Project Title: ERP Water, LLC  
 Project Location: 3183 NY 28, Old Forge, NY 13420

### Economic Impacts

Summary of Economic Impacts over the Life of the PILOT

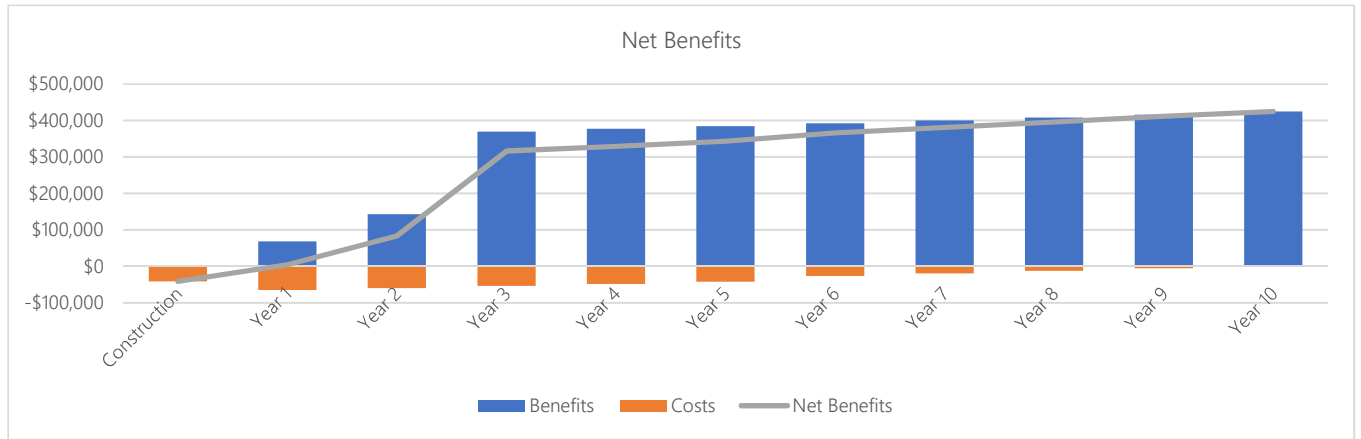
**Project Total Investment**  
 \$38,500,000

		Temporary (Construction)		
		Direct	Indirect	Total
Jobs		0	0	0
Earnings		\$0	\$0	\$0
Local Spend		\$0	\$0	\$0

		Ongoing (Operations)		
		Direct	Indirect	Total
Jobs		5	1	6
Earnings		\$2,353,990	\$842,478	\$3,196,468

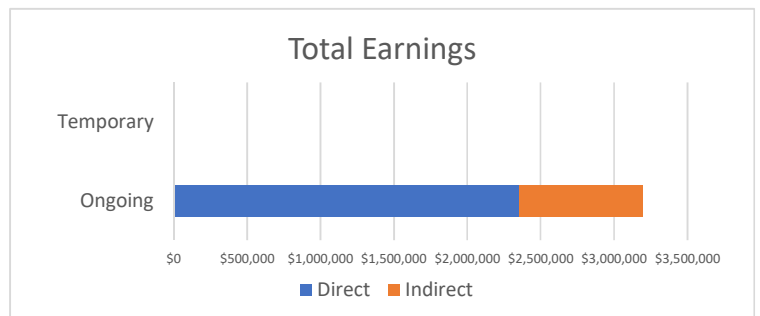
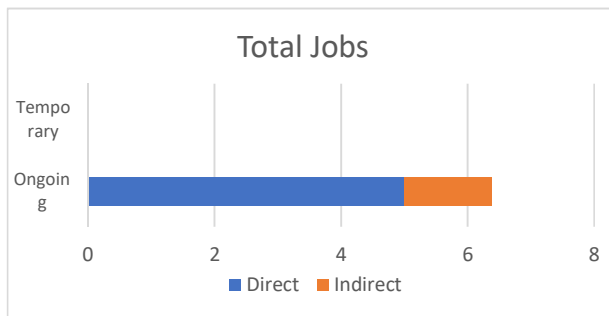
Figure 1



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

Figure 2

Figure 3



# Fiscal Impacts

## Estimated Costs of Exemptions

	Nominal Value	Discounted Value*
Property Tax Exemption	\$329,418	\$307,188
Sales Tax Exemption	\$41,250	\$41,250
Local Sales Tax Exemption	\$21,250	\$21,250
State Sales Tax Exemption	\$20,000	\$20,000
Mortgage Recording Tax Exemption	\$0	\$0
Local Mortgage Recording Tax Exemption	\$0	\$0
State Mortgage Recording Tax Exemption	\$0	\$0
<b>Total Costs</b>	<b>\$370,668</b>	<b>\$348,438</b>

## State and Local Benefits

	Nominal Value	Discounted Value*
<b>Local Benefits</b>	<b>\$3,593,904</b>	<b>\$3,168,682</b>
To Private Individuals	\$3,196,468	\$2,825,347
Temporary Payroll	\$0	\$0
Ongoing Payroll	\$3,196,468	\$2,825,347
Other Payments to Private Individuals	\$0	\$0
To the Public	\$397,437	\$343,335
Increase in Property Tax Revenue	\$373,663	\$322,321
Temporary Jobs - Sales Tax Revenue	\$0	\$0
Ongoing Jobs - Sales Tax Revenue	\$23,774	\$21,014
Other Local Municipal Revenue	\$0	\$0
<b>State Benefits</b>	<b>\$166,216</b>	<b>\$146,918</b>
To the Public	\$166,216	\$146,918
Temporary Income Tax Revenue	\$0	\$0
Ongoing Income Tax Revenue	\$143,841	\$127,141
Temporary Jobs - Sales Tax Revenue	\$0	\$0
Ongoing Jobs - Sales Tax Revenue	\$22,375	\$19,777
<b>Total Benefits to State &amp; Region</b>	<b>\$3,760,121</b>	<b>\$3,315,600</b>

## Benefit to Cost Ratio

	Benefit*	Cost*	Ratio
Local	\$3,168,682	\$328,438	10:1
State	\$146,918	\$20,000	7:1
<b>Grand Total</b>	<b>\$3,315,600</b>	<b>\$348,438</b>	<b>10:1</b>

\*Discounted at 2%

### Additional Comments from IDA

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

