

Project Summary Sheet

Corning Erwin Automotive Plant Expansion

July 25, 2019

Project Description

The project will include the construction of two additional buildings at the Corning Erwin Automotive Plant (one process equipment and one warehouse building), additional rail spurs and rail shed expansion to allow for flexibility and supply assurance to the existing operation. The project focused around supply assurance will allow the facility to continue being the largest employer in the Corning valley. The \$25M project will support both the Corning Erwin and Diesel manufacturing facilities retaining 527 jobs and create 13 additional manufacturing positions.

Total Project Investment \$25M

Jobs Retained 527

Jobs Created 13

Benefit to Cost Ratio 242:1

Estimated PILOT Benefit \$2,510,000

Estimated Sales Tax Savings \$160,000

Mortgage Tax Benefit No New Benefit

Total Savings \$2,669,000

Comments The PILOT incentive is a 10 year benefit which freezes the current taxes for 10 years and provides the standard 10 year abatement schedule to the increase resulting from the physical expansion of the plant.

Estimated Project Start Date August 2019

Estimated Project Completion Date December 2020

Evaluative Criteria for Manufacturing

1. Private Sector Investment

The proposed project will leverage \$25 million in private sector investment to expand the plant and increase operating capacity.

2. Create or Retain Jobs

The project will retain 527 and create 13 manufacturing jobs and keep the business from being relocated.

Application To

**STEBEN COUNTY INDUSTRIAL DEVELOPMENT AGENCY/
STEBEN AREA ECONOMIC DEVELOPMENT CORPORATION**
For
FINANCIAL ASSISTANCE**

Section I: Applicant Information

Please answer all questions. Use "None" or "Not Applicable" where necessary.

A) Applicant Information-company receiving benefit:

Applicant Name: Corning Property Management Corp. (CPMCo)

Applicant Address: 1 Riverfront Plaza, Corning, NY 14831

Phone: 607-974-9000

Fax: 607-974-4050

Website: corning.com

E-mail: _____

Federal ID#: 16-0393470

NAICS: _____

Will a Real Estate Holding Company be utilized to own the Project property/facility? Yes or No

What is the name of the Real Estate Holding Company: _____

Federal ID#: _____

State and Year of Incorporation/Organization: _____

B) Individual Completing Application:

Name: Dawn H. Burlew

Title: Director, Business Development, Corning Enterprises, Corning Incorporated

Address: 1 Riverfront Plaza, MP-BH-06, Corning, NY 14831

Phone: 607-974-8508

Fax: 607-974-4050

E-Mail: burlewdh@corning.com

C) Company Contact (if different from individual completing application):

Name: G. Thomas Tranter

Title: President Corning Enterprises

Address: 1 Riverfront Plaza, MP-BH-06, Corning, NY 14831

Phone: 607-974-8540 Fax: 607-974-4050

E-Mail: trantergt@corning.com

D) Company Counsel:

Name of Attorney: Linda Jolly

Firm Name: Corning Incorporated

Address: 1 Riverfront Plaza, MP-HQ-01-E01, Corning, NY 14831

Phone: 607-974-7430

Fax:

E-mail: jollyle@corning.com

E) Identify the assistance being requested of the Agency (select all that apply):

- | | | |
|-------------------------------------|--------------------------|-------------|
| 1. Exemption from Sales Tax | X | Yes or No |
| 2. Exemption from Mortgage Tax | <input type="checkbox"/> | Yes or X No |
| 3. Exemption from Real Property Tax | X | Yes or No |
| 4. Tax Exempt Financing * | <input type="checkbox"/> | Yes or X No |

* (typically for not-for-profits & small qualified manufacturers)

F) Business Organization (check appropriate category):

- | | | | |
|---------------------|--------------------------|---------------------------|--------------------------|
| Corporation | X | Partnership | <input type="checkbox"/> |
| Public Corporation | <input type="checkbox"/> | Joint Venture | <input type="checkbox"/> |
| Sole Proprietorship | <input type="checkbox"/> | Limited Liability Company | <input type="checkbox"/> |

Other (please specify) _____

Year Established: Dec. 24, 1936

State in which Organization is established: New York

G) List all stockholders, members, or partners with % of ownership greater than 20%:

<u>Name</u>	<u>% of ownership</u>
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N/A – Publicly traded company; no stockholder with greater than 20% ownership.

H) Applicant Business Description:

Describe in detail company background, products, customers, goods and services. Description is critical in determining eligibility: Corning Incorporated (www.corning.com) is one of the world's leading innovators in materials science, with a 166-year track record of life-changing inventions. Corning applies its unparalleled expertise in glass science, ceramics science, and optical physics along with its deep manufacturing and engineering capabilities to develop category-defining products that transform industries and enhance people's lives. Corning succeeds through sustained investment in RD&E, a unique combination of material and process innovation, and deep, trust-based relationships with customers who are global leaders in their industries.

Corning's capabilities are versatile and synergistic, which allows the company to evolve to meet changing

market needs, while also helping our customers capture new opportunities in dynamic industries. Today, Corning's markets include optical communications, mobile consumer electronics, display technology, automotive, and life sciences vessels. Corning's industry-leading products include damage-resistant cover glass for mobile devices; precision glass for advanced displays; optical fiber, wireless technologies, and connectivity solutions for state-of-the-art communications networks; trusted products to accelerate drug discovery and delivery; and clean-air technologies for cars and trucks.

Estimated % of sales within County/City/Town/Village: [REDACTED] **Redacted by Company**

Estimated % of sales outside County/City/Town/Village, but within New York State: [REDACTED]

Estimated % of sales outside New York State but within the U.S.: [REDACTED]

Estimated % of sales outside the U.S.: [REDACTED]

(*Percentage to equal 100%)

D) What percentage of your total annual supplies, raw materials and vendor services are purchased from firms in County/City/Town Village. Corning Incorporated Corporate Purchasing does not track purchases by County; data not available

Section II: Project Description & Details

A) Project Location:

Municipality or Municipalities of current operations: Town of Erwin

Will the Proposed Project be located within the Municipality, or within a Municipality, identified above?

Yes or No

If Yes, in which Municipality will the proposed project be located: Town of Erwin

If No, in which Municipality will the proposed project be located: _____

Provide the Property Address of the proposed Project:

(ER) 9457 State Rte. 417, Painted Post, NY 14870

Will the completion of the Project result in the removal of an industrial or manufacturing plant of the project occupant from one area of the state to another area of the state OR in the abandonment of one or more plants or facilities of the project occupant located within the state?

Yes or No

If the Proposed Project is located in a different Municipality than the Municipality in which current

operations are being undertaken, is it expected that any of the facilities in any other Municipality will be closed or be subject to reduced activity?

Yes or X No

If Yes, you will need to complete Section II (Q) and Section IV of this Application.

What are the current real estate taxes on the proposed Project Site? \$120,916 (land & building)

If amount of current taxes is not available, provide assessed value for each:

Land: \$ _____

Buildings(s): _____

Are Real Property Taxes current? X Yes or No. If no, please explain _____

Town/City/Village: Town of Erwin School District: Corning Painted Post

Does the Applicant or any related entity currently hold fee title to the Project site? X Yes or No

If No, indicate name of present owner of the Project Site: _____

Does Applicant or related entity have an option/contract to purchase the Project site? Yes or X No

Describe the present use of the proposed Project site: Existing office facilities operated by Corning Incorporated.

B) Please provide narrative of project and the purpose of the project (new build, renovations, and/or equipment purchases). Identify specific uses occurring within the project. Describe any and all tenants and any/all end users: (This information is critical in determining project eligibility):

The project will be designed to include the construction of two buildings (one process equipment building and one warehouse building), additional rail spurs and rail shed expansion to allow for flexibility and supply assurance to the existing Corning Erwin facility. The opportunities focused around supply assurance will allow the facility to continue being the largest employer in the Corning valley. This project will support both the Corning Erwin and Diesel manufacturing facilities.

Describe the reasons why the Agency's Financial Assistance is necessary, and the effect the Project will have on the Applicant's business or operations. Focus on competitiveness issues, project shortfalls, etc... Your eligibility determination will be based in part on your answer (attach additional pages if necessary): The company continually assesses space to maintain efficiencies; with space upgrades the operations could be reallocated to a more cost-effective location.

Please confirm by checking the box, below, if there is likelihood that the Project would not be undertaken but for the Financial Assistance provided by the Agency?

X Yes or No

If the Project could be undertaken without Financial Assistance provided by the Agency, then provide a statement in the space provided below indicating why the Project should be undertaken by the Agency: Without assistance the company would reassess the financial competitiveness in the local region to determine financial benefits vs. alternative options outside of New York State.

If the Applicant is unable to obtain Financial Assistance for the Project, what will be the impact on the Applicant and County/City/Town/Village? Possible loss of job as the company evaluates alternative physical location options to remain competitive.

C) Will Project include leasing any equipment Yes or X No

If Yes, please describe: _____

D) Site Characteristics:

Will the Project meet zoning/land use requirements at the proposed location? X Yes or No

Describe the present zoning/land use: __Commercial, office

Describe required zoning/land use, if different: _N/A

If a change in zoning/land use is required, please provide details/status of any request for change of zoning/land use requirements: N/A

Is the proposed project located on a site where the known or potential presence of contaminants is complicating the development/use of the property? If yes, please explain: N/A

G) Provide any additional site information or details that may be applicable to the proposed project: N/A

H) Select Project Type for all end users at project site (you may check more than one):

** Please check any and all end users as identified below.

** Will customers personally visit the Project site for either of the following economic activities? If yes with respect to either economic activity indicated below, complete the Retail Questionnaire contained in Section IV of the Application.

Retail Sales: Yes or X No

Services: Yes or X No

For purposes of this question, the term "retail sales" means (i) sales by a registered vendor under Article 28 of the Tax Law of the State of New York (the "Tax Law") primarily engaged in the retail sale of

tangible personal property (as defined in Section 1101(b)(4)(i) of the Tax Law), or (ii) sales of a service to customers who personally visit the Project.

Industrial	<input type="checkbox"/>	Back Office	<input checked="" type="checkbox"/>
Acquisition of Existing Facility	<input type="checkbox"/>	Retail	<input type="checkbox"/>
Housing	<input type="checkbox"/>	Mixed Use	<input type="checkbox"/>
Equipment Purchase	<input type="checkbox"/>	Facility for Aging	<input type="checkbox"/>
Multi-Tenant	<input type="checkbox"/>	Civic Facility (not for profit)	<input type="checkbox"/>
Commercial	<input checked="" type="checkbox"/>	Other <u>N/A</u>	<input checked="" type="checkbox"/>

D) Project Information:

Estimated costs in connection with Project:

1. Land and/or Building Acquisition: \$ _____
 _____ acres _____ square feet
2. New Building Construction: _____ square feet \$ _____
3. New Building Addition(s): _____ square feet \$ _____
4. Infrastructure Work \$ [REDACTED]
5. Reconstruction/Renovation: [REDACTED] square feet \$ [REDACTED]
6. Manufacturing Equipment: \$ [REDACTED]
7. Non-Manufacturing Equipment (furniture, fixtures, etc.): \$ [REDACTED]
8. Soft Costs: (professional services, etc.): \$ [REDACTED]
9. Other, Specify: contingency \$ [REDACTED]

Redacted by Company

TOTAL Capital Costs: \$ [REDACTED]

Project refinancing; estimated amount
(for refinancing of existing debt only)

\$ _____

Sources of Funds for Project Costs:

- Bank Financing: \$ _____
- Equity (excluding equity that is attributed to grants/tax credits) \$ [REDACTED]
- Tax Exempt Bond Issuance (if applicable) \$ _____
- Taxable Bond Issuance (if applicable) \$ _____
- Public Sources (Include sum total of all state and federal grants and tax credits) \$ _____

Identify each state and federal grant/credit:

_____ \$ [REDACTED]

_____ \$ _____
_____ \$ _____
_____ \$ _____

Total Sources of Funds for Project Costs:

\$ _____

Redacted by
Company

Have any of the above costs been paid or incurred as of the date of this Application? Yes or No

If Yes, describe particulars: _____

Mortgage Recording Tax Exemption Benefit: Amount of mortgage that would be subject to mortgage recording tax:

Mortgage Amount (include sum total of construction/permanent/bridge financing): \$ 0

Estimated Mortgage Recording Tax Exemption Benefit (product of mortgage Amount as indicated above multiplied by __%): \$ 0

Sales and Use Tax: Gross amount of costs for goods and services that are subject to State and local Sales and Use Tax - said amount to benefit from the Agency's Sales and Use Tax exemption benefit:

\$2.0M

Estimated State and local Sales and Use Tax Benefit (product of ____% multiplied by the figure, above):

\$160,000

*** Note that the estimate provided above will be provided to the New York State Department of Taxation and Finance. The Applicant acknowledges that the transaction documents may include a covenant by the Applicant to undertake the total amount of investment as proposed within this Application, and that the estimate, above, represents the maximum amount of sales and use tax benefit that the Agency may authorize with respect to this Application. The Agency may utilize the estimate, above, as well as the proposed total Project Costs as contained within this Application, to determine the Financial Assistance that will be offered.*

Real Property Tax Benefit:

IDA PILOT Benefit: Agency staff will indicate the amount of PILOT Benefit based on estimated Project Costs as contained herein and anticipated tax rates and assessed valuation, including the annual PILOT Benefit abatement amount for each year of the PILOT benefit year and the sum total of PILOT Benefit abatement amount for the term of the PILOT as depicted in Section II(I) of the Application.

Percentage of Project Costs financed from Public Sector sources: Agency staff will calculate the percentage of Project Costs financed from Public Sector sources based upon Sources of Funds for Project Costs as depicted above in Section II(I) of the Application.

K) What is your project timetable (Provide dates):

1. Start date: acquisition of equipment or construction of facilities: 6/15/19
2. Estimated completion date of project: 12-15-20
3. Project occupancy – estimated starting date of operations: 12-31-20
4. Have construction contracts been signed? Yes or No
5. Has Financing been finalized? Yes or No

*** If constructions contracts have been signed, please provide copies of executed construction contracts and a complete project budget. The complete project budget should include all related construction costs totaling the amount of the new building construction, and/or new building addition(s), and/or renovation.*

L) Have site plans been submitted to the appropriate planning department? N/A

Yes or No

**** If yes, please provide the Agency with a copy of the related State Environmental Quality Review Act (“SEQR”) Environmental Assessment Form that may have been required to be submitted along with the site plan application to the appropriate planning department. Please provide the Agency with the status with respect to any required planning department approval:** _____

Has the Project received site plan approval from the planning department? Yes or No. N/A

If Yes, please provide the Agency with a copy of the planning department approval along with the related SEQR determination.

M) Is the project necessary to expand project employment: Yes or No

Is project necessary to retain existing employment: Yes or No

O) Employment Plan (Specific to the proposed project location):

	Current # of jobs at proposed project location or to be relocated to project location	IF FINANCIAL ASSISTANCE IS GRANTED – project the number of FTE and PTE jobs to be RETAINED	IF FINANCIAL ASSISTANCE IS GRANTED – project the number of FTE and PTE jobs to be CREATED upon THREE Years after Project completion	Estimate number of residents of the Labor Market Area in which the Project is located that will fill the FTE and PTE jobs to be created upon THREE Years after Project Completion **
Full time (FTE) –	█	█	█	█
Part Time (PTE)				
Total	█	█	█	█

Redacted by Company

** For purposes of this question, please estimate the number of FTE and PTE jobs that will be filled, as indicated in the third column, by residents of the Labor Marker Area, in the fourth column. The Labor Marker Area includes Steuben, Schuyler, Chemung, Tompkins, Tioga Broome, Chenango, Ostego, Delaware (or six other contiguous counties, including Steuben County, chosen at the Agency’s discretion).

Salary and Fringe Benefits for Jobs to be Retained and/or Created:

Category of Jobs to be Retained and Created	Average Salary or Range of Salary	Average Fringe Benefits or Range of Fringe Benefits
Management	█	█
Professional		
Administrative	█	█
Production	█	█
Independent Contractor		
Other – combined		

Redacted by Company

Employment at other locations in County/City/Town/Village: (provide address and number of employees at each location):

Redacted by Company

	Address Houghton Park, Corning	CRDC,SP Painted Post	ER	Erwin Other, Erwin	HQ, Corning
Full time	████	████	████	████	████
Part Time					
Total	████	████	████	████	████

P) Will any of the facilities described above be closed or subject to reduced activity? Yes or No

*** If any of the facilities described above are located within the State of New York, and you answered Yes to the question, above, you must complete Section IV of this Application.*

*** Please note that the Agency may utilize the foregoing employment projections, among other items, to determine the Financial Assistance that will be offered by the Agency to the Applicant. The Applicant acknowledges that the transaction documents may include a covenant by the Applicant to retain the number of jobs and create the number of jobs with respect to the Project as set forth in this Application.*

Section III Retail Questionnaire

To ensure compliance with Section 862 of the New York General Municipal Law, the Agency requires additional information if the proposed Project is one where customers personally visit the Project site to undertake either a retail sale transaction or to purchase services.

Please answer the following:

A. Will any portion of the project (including that portion of the cost to be financed from equity or other sources) consist of facilities or property that are or will be primarily used in making sales of goods or services to customers who personally visit the project site?

Yes or No. If the answer is yes, please continue. If no, proceed to section V

For purposes of Question A, the term “retail sales” means (i) sales by a registered vendor under Article 28 of the Tax Law of the State of New York (the “Tax Law”) primarily engaged in the retail sale of tangible personal property (as defined in Section 1101(b)(4)(i) of the Tax Law), or (ii) sales of a service to customers who personally visit the Project.

B. What percentage of the cost of the Project will be expended on such facilities or property primarily used in making sales of goods or services to customers who personally visit the project? 0%. If the answer is less than 33% do not complete the remainder of the retail determination and proceed to section V.

If the answer to A is Yes AND the answer to Question B is greater than 33.33%, indicate which of the following questions below apply to the project:

Section VI Representations, Certifications and Indemnification

**** This Section of the Application can only be completed upon the Applicant receiving, and must be completed after the Applicant receives, IDA Staff confirmation that Section I through Section V of the Application are complete.**

G. Thomas Tranter, Jr. confirms and says that he/she is the Vice-President of CPMCo named in the attached Application (the "Applicant"), that he/she has read the foregoing Application and knows the contents thereof, and hereby represents, understands, and otherwise agrees with the Agency and as follows:

- A. Job Listings: In accordance with Section 858-b(2) of the New York General Municipal Law, the Applicant understands and agrees that, if the Project receives any Financial Assistance from the Agency, except as otherwise provided by collective bargaining agreements, new employment opportunities created as a result of the Project will be listed with the New York State Department of Labor Community Services Division (the "DOL") and with the administrative entity (collectively with the DOL, the "JTPA Entities") of the service delivery area created by the federal job training partnership act (Public Law 97-300) ("JTPA") in which the Project is located.
- B. First Consideration for Employment: In accordance with Section 858-b(2) of the New York General Municipal Law, the Applicant understands and agrees that, if the Project receives any Financial Assistance from the Agency, except as otherwise provided by collective bargaining agreements, where practicable, the Applicant will first consider persons eligible to participate in JTPA programs who shall be referred by the JTPA Entities for new employment opportunities created as a result of the Project.
- C. Annual Sales Tax Filings: In accordance with Section 874(8) of the New York General Municipal Law, the Applicant understands and agrees that, if the Project receives any sales tax exemptions as part of the Financial Assistance from the Agency, in accordance with Section 874(8) of the General Municipal Law, the Applicant agrees to file, or cause to be filed, with the New York State Department of Taxation and Finance, the annual form prescribed by the Department of Taxation and Finance, describing the value of all sales tax exemptions claimed by the Applicant and all consultants or subcontractors retained by the Applicant. Copies of all filings shall be provided to the Agency.
- D. Employment Reports: The Applicant understands and agrees that, if the Project receives any Financial Assistance from the Agency, the Applicant agrees to file, or cause to be filed, with the Agency, at least annually or as otherwise required by the Agency, reports regarding the number of people employed at the project site, salary levels, contractor utilization and such other information (collectively, "Employment Reports") that may be required from time to time on such appropriate forms as designated by the Agency. Failure to provide Employment Reports within 30 days of an Agency request shall be an Event of Default under the PILOT Agreement between the Agency and Applicant and, if applicable, an Event of Default under the Agent Agreement between the Agency and Applicant. In addition, a Notice of Failure to provide the Agency with an Employment Report may be reported to Agency board members, said report being an agenda item subject to the Open Meetings Law.

- E. The Applicant acknowledges that certain environmental representations will be required at closing. The Applicant shall provide with this Representation, Certification and Indemnification Form copies of any known environmental reports, including any existing Phase I Environmental Site Assessment Report(s) and/or Phase II Environmental Investigations. The Agency may require the Company and/or owner of the premises to prepare and submit an environmental assessment and audit report, including but not necessarily limited to, a Phase I Environmental Site Assessment Report and a Phase II Environmental Investigation, with respect to the Premises at the sole cost and expense of the owner and/or the Applicant. All environmental assessment and audit reports shall be completed in accordance with ASTM Standard Practice E1527-05, and shall be conformed over to the Agency so that the Agency is authorized to use and rely on the reports. The Agency, however, does not adopt, ratify, confirm or assume any representation made within reports required herein.
- F. The Applicant and/or the owner, and their successors and assigns, hereby release, defend and indemnify the Agency from any and all suits, causes of action, litigations, damages, losses, liabilities, obligations, penalties, claims, demands, judgments, costs, disbursements, fees or expenses of any kind or nature whatsoever (including, without limitation, attorneys', consultants' and experts' fees) which may at any time be imposed upon, incurred by or asserted or awarded against the Agency, resulting from or arising out of any inquiries and/or environmental assessments, investigations and audits performed on behalf of the Applicant and/or the owner pursuant hereto, including the scope, level of detail, contents or accuracy of any environmental assessment, audit, inspection or investigation report completed hereunder and/or the selection of the environmental consultant, engineer or other qualified person to perform such assessments, investigations, and audits.
- G. Hold Harmless Provision: The Applicant acknowledges and agrees that the Applicant shall be and is responsible for all costs of the Agency incurred in connection with any actions required to be taken by the Agency in furtherance of the Application including the Agency's costs of general counsel and/or the Agency's bond/transaction counsel whether or not the Application, the proposed Project it describes, the attendant negotiations, or the issue of bonds or other transaction or agreement are ultimately ever carried to successful conclusion and agrees that the Agency shall not be liable for and agrees to indemnify, defend, and hold the Agency harmless from and against any and all liability arising from or expense incurred by: (i) the Agency's examination and processing of, and action pursuant to or upon, the Application, regardless of whether or not the Application or the proposed Project described herein or the tax exemptions and other assistance requested herein are favorably acted upon by the Agency; (ii) the Agency's acquisition, construction and/or installation of the proposed Project described herein; and (iii) any further action taken by the Agency with respect to the proposed Project including, without limiting the generality of the foregoing, all causes of action and attorney's fees and any other expenses incurred in defending any suits or actions which may arise as a result of any of the foregoing. Applicant hereby understands and agrees, in accordance with Section 875(3) of the New York General Municipal Law and the policies of the Agency that any New York State and local sales and use tax exemption claimed by the Applicant and approved by the Agency, any mortgage recording tax exemption claimed by the Applicant and approved by the Agency, and/or any real property tax abatement claimed by the Applicant and approved by the Agency, in connection with the Project, may be subject to recapture and/or termination by the Agency under such terms and conditions as will be established by the Agency and set forth in transaction documents to be entered into by and between the Agency and the Applicant. The Applicant further represents and warrants that the information contained in this Application, including without limitation information regarding the amount of the New York State and local sales and use tax exemption benefit, the amount of the mortgage recording

tax exemption benefit, and the amount of the real property tax abatement, if and as applicable, to the best of the Applicant's knowledge, is true, accurate and complete.

H. This obligation includes an obligation to submit an Agency Fee Payment to the Agency in accordance with the Agency Fee policy effective as of the date of this Application

I. By executing and submitting this Application, the Applicant covenants and agrees to pay the following fees to the Agency and the Agency's general counsel and/or the Agency's bond/transaction counsel, the same to be paid at the times indicated:

(i) a non-refundable \$750.00 application and publication fee (the "Application Fee");

(ii) a \$__0__ expense deposit for the Agency's Counsel Fee Deposit.

(iii) Unless otherwise agreed to by the Agency, an amount equal to \$125,000.00

(iv) All fees, costs and expenses incurred by the Agency for (1) legal services, including but not limited to those provided by the Agency's general counsel and/or the Agency's bond/transaction counsel, thus note that the Applicant is entitled to receive a written estimate of fees and costs of the Agency's general counsel and the Agency's bond/transaction counsel; and (2) other consultants retained by the Agency in connection with the proposed project, with all such charges to be paid by the Applicant at the closing.

J. If the Applicant fails to conclude or consummate the necessary negotiations, or fails, within a reasonable or specified period of time, to take reasonable proper or requested action, or withdraws, abandons, cancels, or neglects the Application, or if the Applicant is unable to find buyers willing to purchase the bond issue requested, or if the Applicant is unable to facilitate the sale/leaseback or lease/leaseback transaction, then, upon the presentation of an invoice, Applicant shall pay to the Agency, its agents, or assigns all actual costs incurred by the Agency in furtherance of the Application, up to that date and time, including but not necessarily limited to, fees of the Agency's general counsel and/or the Agency's bond/transaction counsel.

K. The Applicant acknowledges and agrees that all payment liabilities to the Agency and the Agency's general counsel and/or the Agency's bond and/or transaction counsel as expressed in Sections H and I are obligations that are not dependent on final documentation of the transaction contemplated by this Application.

L. The cost incurred by the Agency and paid by the Applicant, the Agency's general counsel and/or bond/transaction counsel fees and the processing fees, may be considered as a cost of the Project and included in the financing of costs of the proposed Project, except as limited by the applicable provisions of the Internal Revenue Code with respect to tax-exempt bond financing.

M. The Applicant acknowledges that the Agency is subject to New York State's Freedom of Information Law (FOIL). **Applicant understands that all Project information and records related to this application are potentially subject to disclosure under FOIL subject to limited statutory exclusions.**

N. The Applicant acknowledges that it has been provided with a copy of the Agency's Policy for Termination of Agency Benefits and Recapture of Agency Benefits Previously Granted (the "Termination and Recapture Policy"). The Applicant covenants and agrees that it fully understands that the Termination and Recapture Policy is applicable to the Project that is the

subject of this Application, and that the Agency will implement the Termination and Recapture Policy if and when it is so required to do so. The Applicant further covenants and agrees that its Project is potentially subject to termination of Agency financial assistance and/or recapture of Agency financial assistance so provided and/or previously granted.

- O. The Applicant understands and agrees that the provisions of Section 862(1) of the New York General Municipal Law, as provided below, will not be violated if Financial Assistance is provided for the proposed Project:

§ 862. Restrictions on funds of the agency. (1) No funds of the agency shall be used in respect of any project if the completion thereof would result in the removal of an industrial or manufacturing plant of the project occupant from one area of the state to another area of the state or in the abandonment of one or more plants or facilities of the project occupant located within the state, provided, however, that neither restriction shall apply if the agency shall determine on the basis of the application before it that the project is reasonably necessary to discourage the project occupant from removing such other plant or facility to a location outside the state or is reasonably necessary to preserve the competitive position of the project occupant in its respective industry.

- P. The Applicant confirms and acknowledges that the owner, occupant, or operator receiving Financial Assistance for the proposed Project is in substantial compliance with applicable local, state and federal tax, worker protection and environmental laws, rules and regulations.
- Q. The Applicant confirms and acknowledges that the submission of any knowingly false or knowingly misleading information may lead to the immediate termination of any Financial Assistance and the reimbursement of an amount equal to all or part of any tax exemption claimed by reason of the Agency's involvement the Project.
- R. The Applicant confirms and hereby acknowledges that as of the date of this Application, the Applicant is in substantial compliance with all provisions of Article 18-A of the New York General Municipal Law, including, but not limited to, the provision of Section 859-a and Section 862(1) of the New York General Municipal Law.
- S. The Applicant and the individual executing this Application on behalf of Applicant acknowledge that the Agency and its counsel will rely on the representations and covenants made in this Application when acting hereon and hereby represents that the statements made herein do not contain any untrue statement of a material fact and do not omit to state a material fact necessary to make the statements contained herein not misleading.

1. Will the project be operated by a not-for-profit corporation Yes or X No.

2. Is the Project location or facility likely to attract a significant number of visitors from outside the economic development region (list specific County or ED region) in which the project will be located?

Yes or X No

If yes, please provide a third party market analysis or other documentation supporting your response.

3. Is the predominant purpose of the project to make available goods or services which would not, but for the project, be reasonably accessible to the residents of the municipality within which the proposed project would be located because of a lack of reasonably accessible retail trade facilities offering such goods or services?

Yes or X No

If yes, please provide a third party market analysis or other documentation supporting your response.

4. Will the project preserve permanent, private sector jobs or increase the overall number of permanent, private sector jobs in the State of New York?

Yes or X No.

If yes, explain _____

5. Is the project located in a Highly Distressed Area? Yes or X No

Section IV Inter-Municipal Move Determination

The Agency is required by state law to make a determination that, if completion of a Project benefiting from Agency Financial Assistance results in the removal of an industrial or manufacturing plant of the project occupant from one area of the state to another area of the state or in the abandonment of one or more plants or facilities of the project occupant located within the state. Agency Financial Assistance is required to prevent the project occupant from relocating out of the state, or is reasonably necessary to preserve the project occupant's competitive position in its respective industry.

Will the Project result in the removal of an industrial or manufacturing plant of the Project occupant from one area of the state to another area of the state?

Yes or X No

Will the Project result in the abandonment of one or more plants or facilities of the Project occupant

located within the state?

Yes or **X** No

If Yes to either question, explain how, notwithstanding the aforementioned closing or activity reduction, the Agency's Financial Assistance is required to prevent the Project from relocating out of the State, or is reasonably necessary to preserve the Project occupant's competitive position in its respective industry: ____

Does the Project involve relocation or consolidation of a project occupant from another municipality?

Within New York State Yes or **X** No

Within County/City/Town/Village Yes or **X** No

If Yes to either question, please, explain: _____

Section V: Estimate of Real Property Tax Abatement Benefits and Percentage of Project Costs financed from Public Sector sources

**** Section V of this Application will be: (i) completed by IDA Staff based upon information contained within the Application, and (ii) provided to the Applicant for ultimate inclusion as part of this completed Application.**

PILOT Estimate Table Worksheet – SEE ATTACHMENT(s) N/A No PILOT

Dollar Value of New Construction and Renovation Costs	Estimated New Assessed Value of Property Subject to IDA*	County Tax Rate/1000	Local Tax Rate (Town/City/Village)/1000	School Tax Rate/1000

*Apply equalization rate to value
N/A No PILOT

COUNTY OF STEUBEN) ss.:

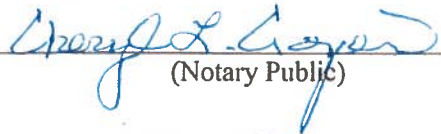
G. Thomas Tranter, Jr., being first duly sworn, deposes and says:

1. That I am the Vice President (Corporate Office) of CPMCo (Applicant) and that I am duly authorized on behalf of the Applicant to bind the Applicant.
2. That I have read the attached Application, I know the contents thereof, and that to the best of my knowledge and belief, this Application and the contents of this Application are true, accurate and complete.



(Signature of Officer)

Subscribed and affirmed to me under penalties of perjury
this 9th day of July, 2019.



(Notary Public)

CHERYL L. CROZIER
Notary Public, State of New York
No. 01CR4881156
Commission Expires April 30, 2022

Cost-Benefit Analysis for Corning Batchhouse Expansion

Prepared by Steuben County IDA using InformAnalytics

Executive Summary

INVESTOR
Corning Batchhouse
Expansion

TOTAL INVESTED
\$25.0 Million

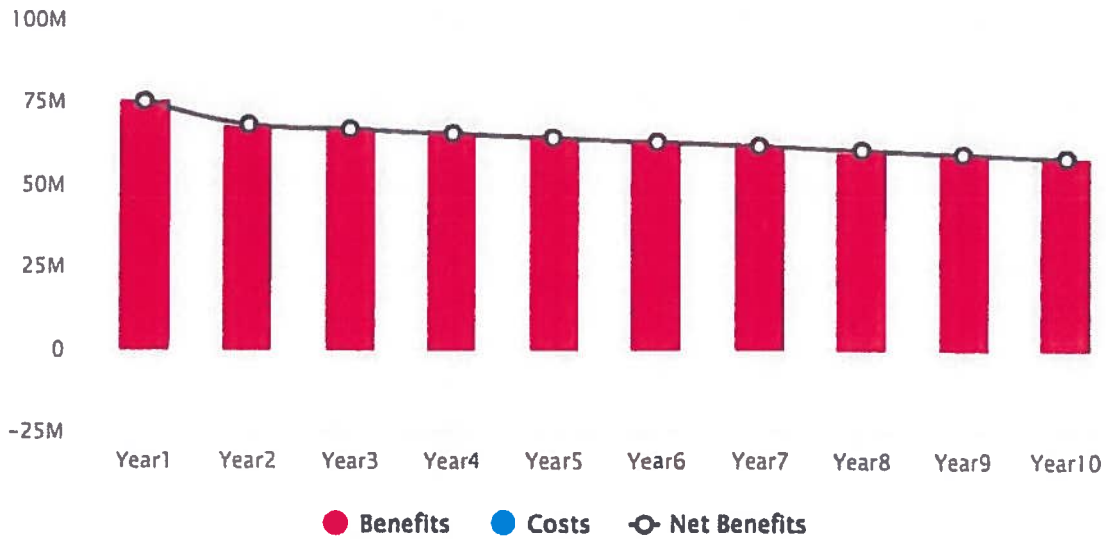
LOCATION

TIMELINE
10 Years

F1 FIGURE 1

Discounted* Net Benefits for Corning Batchhouse Expansion by Year

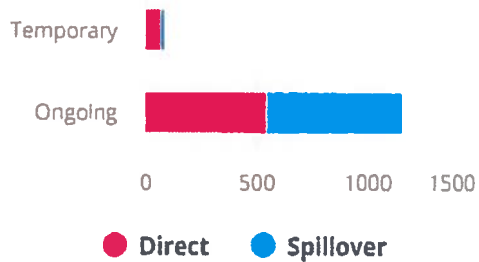
Total Net Benefits: \$642,682,000



Discounted at 2%

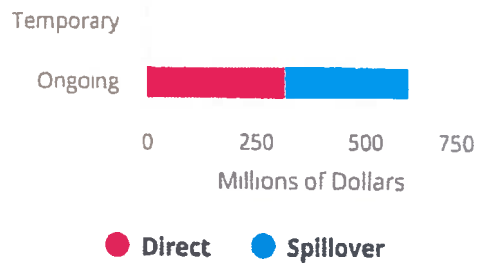
F2 FIGURE 2

Total Jobs



F3 FIGURE 3

Total Payroll



Proposed Investment

Corning Batchhouse Expansion proposes to invest \$25.0 million at over 10 years. Steuben County IDA staff summarize the proposed with the following: The project will include the construction of two additional buildings at the Corning Erwin Automotive Plant (one process equipment and one warehouse building), additional rail spurs and rail shed expansion to allow for flexibility and supply assurance to the existing operation. The project focused around supply assurance will allow the facility to continue being the largest employer in the Corning valley. This project will support both the Corning Erwin and Diesel manufacturing facilities

T1 TABLE 1

F4 FIGURE 4

Proposed Investments

Location of Investment

Description	Amount
CONSTRUCTION SPENDING	
Erwin Batchhouse Expansion	\$9,250,000
OTHER SPENDING	
Manufacturing Equipment	\$8,250,000
Non Manufacturing Equipment	\$1,000,000
Soft Costs/Contingency	\$6,500,000
Total Investments	\$25,000,000
Discounted Total (2%)	\$25,000,000



Report data © 2019

May not sum to total due to rounding.

Cost-Benefit Analysis

A cost-benefit analysis of this proposed investment was conducted using InformAnalytics, an economic impact model developed by CGR. The report estimates the impact that a potential project will have on the local economy based on information provided by Steuben County IDA. The report calculates the costs and benefits for specified local taxing districts over the first 10 years, with future returns discounted at a 2% rate.

T2 TABLE 2

Estimated Costs or Incentives

Steuben County IDA is considering the following incentive package for Corning Batchhouse Expansion.

Description	Nominal Value	Discounted Value*
Property Tax Exemption	\$2,728,000	\$2,510,000
Sales Tax Exemption	\$159,000	\$159,000
Total Costs	\$2,887,000	\$2,669,000

May not sum to total due to rounding.

* Discounted at 2%

T3 TABLE 3

State & Regional Impact (Life of Project)

The following table estimates the total benefits from the project over its lifetime.

Description	Direct	Spillover	Total
REGIONAL BENEFITS	\$351,745,000	\$311,227,000	\$662,922,000
To Private Individuals	\$346,954,000	\$307,779,000	\$654,732,000
Temporary Payroll	\$3,411,000	\$1,079,000	\$4,491,000
Ongoing Payroll	\$343,542,000	\$306,700,000	\$650,242,000
To the Public	\$4,791,000	\$3,448,000	\$8,189,000
Property Tax Revenue	\$455,000	N/A	\$455,000
Temporary Sales Tax Revenue	\$38,000	\$12,000	\$50,000
Ongoing Sales Tax Revenue	\$3,807,000	\$3,398,000	\$7,205,000
Purchases Sales Tax Revenue	\$480,000	N/A	\$480,000
STATE BENEFITS	\$22,266,000	\$18,597,000	\$40,863,000
To the Public	\$22,266,000	\$18,597,000	\$40,863,000
Temporary Income Tax Revenue	\$153,000	\$52,000	\$205,000
Ongoing Income Tax Revenue	\$17,172,000	\$14,648,000	\$31,819,000
Temporary Sales Tax Revenue	\$43,000	\$14,000	\$57,000
Ongoing Sales Tax Revenue	\$4,351,000	\$3,884,000	\$8,234,000
Purchases Sales Tax Revenue	\$548,000	N/A	\$548,000
Total Benefits to State & Region	\$374,011,000	\$329,824,000	\$703,785,000

Discounted Total Benefits
(2%)

\$343,108,000

\$302,293,000

\$645,351,000

May not sum to total due to rounding.

T4 TABLE 4

Benefit to Cost Ratio

The following benefit to cost ratios were calculated using the discounted totals.

Description	Benefit*	Cost*	Ratio
Region	\$607,843,000	\$2,584,000	235:1
State	\$37,508,000	\$85,000	442:1
Grand Total	\$645,351,000	\$2,669,000	242:1

May not sum to total due to rounding.

* Discounted at 2%

CGR has exercised reasonable professional care and diligence in the the production and design of the InformAnalytics™ tool. However, the data used is provided by users. InformAnalytics does not independently verify, validate or audit the data supplied by users. CGR makes no representations or warranties with respect to the accuracy of the data supplied by users.