

CHEMUNG COUNTY INDUSTRIAL DEVELOPMENT AGENCY  
Minutes of Meeting  
February 9, 2007

A meeting of the Chemung County Industrial Development Agency was held on Friday, February 9, 2007, at 8:30 AM in 5<sup>th</sup> floor conference room of the Hazlett Building, 203 Lake Street, Elmira, New York. The following members were present: John Flory, Cornelius Milliken, Thomas J. Santulli, Alan Winston, G. Thomas Tranter, Jr., Donald Quick and John Burin. Also present were George Miner, President of STEG; Jamie Johnson, Vice President of STEG; Thomas F. O'Mara, Esq., CCIDA Counsel; representatives of various labor unions; Senator George Winner; representatives of Empire Pipeline; and Sharon Chrisjohn, recording secretary.

Chairman Flory called the meeting to order.

On Motion No. 2007-13 by Mr. Tranter, seconded by Mr. Winston and unanimously carried, the minutes of January 19, 2007 were approved as presented.

Mr. Miner reviewed the financial statement for the period January – December 2006.

On Motion No. 2007-14 by Mr. Tranter, seconded by Mr. Santulli and unanimously carried, the financial statement was approved.

Mr. Miner advised he had received an application from Empire Pipeline to extend the pipeline through the Town of Catlin to link with the Millennium Pipeline. They are asking for assistance with sales tax and real property taxes. A representative from Empire Pipeline explained that the project will provide gas service to areas along its path as well as to New York City. The project was originally designed to be in service in 2006, but they just received the FERC certificate in December. The pipelines need to be built at the same time. The original project was \$144,000,000 and was increased to \$152,000,000 but due to the increase in the price of steel and pipe and the cost of labor and equipment, the project has been pushed to \$177,000,000. Mr. Burin asked if they were looking for the abatement on \$152,000,000 or \$177,000,000 and he replied they are asking for what Millennium asked for. Mr. Tranter added that is something we need in this area.

On motion by Mr. Burin and seconded by Mr. Tranter, the attached Resolution No. 2007-15 "RESOLUTION AUTHORIZING A PUBLIC HEARING REGARDING THE PROPOSED COMMERCIAL PROJECT FOR EMPIRE PIPELINE, INC., EMPIRE STATE PIPELINE COMPANY, LLC AND ST. CLAIR PIPELINE COMPANY, LLC (COLLECTIVELY, THE "COMPANY") was unanimously carried.

It was noted that they have gone through a full FERC review and Mr. Tranter questioned whether it was necessary for the IDA to conduct a SEQRA review based on the fact that a FERC review has been completed. Attorney O'Mara will research this.

On motion by Mr. Tranter with the above condition and seconded by Mr. Quick, the attached Resolution No. 2007-16 "RESOLUTION DIRECTING THE EXECUTIVE DIRECTOR OF CHEMUNG COUNTY INDUSTRIAL DEVELOPMENT AGENCY TO TAKE CERTAIN ACTIONS UNDER ARTICLE 8 OF THE ENVIRONMENTAL CONSERVATION LAW IN CONNECTION WITH A PROPOSED PROJECT TO BE UNDERTAKEN FOR THE BENEFIT OF EMPIRE PIPELINE, INC., EMPIRE STATE PIPELINE COMPANY, LLC AND ST. CLAIR PIPELINE COMPANY, LLC (COLLECTIVELY, THE "COMPANY") was unanimously carried.

Mr. Miner explained that JDD Properties Group (John and Daphane Dow) have submitted an application for financial assistance to expand their operation at the Airport. They are proposing to add 9,600 sq. ft. to the hangar for office and maintenance and 19,000 sq. ft. to the existing hangar and are looking for assistance with property taxes on the expansion and sales tax exemption on the purchase of materials. The aircraft are based here and fueled here. They have already met with the Town of Big Flats and the project will require a variance and a site plan approval.

On motion by Mr. Santulli and seconded by Mr. Quick, the attached Resolution No. 2007-17 "RESOLUTION AUTHORIZING THE EXECUTIVE DIRECTOR OF CHEMUNG COUNTY INDUSTRIAL DEVELOPMENT AGENCY TO HOLD A PUBLIC HEARING REGARDING A PROPOSED PROJECT TO BE UNDERTAKEN FOR THE BENEFIT OF JDD PROPERTIES GROUP, LLC." was unanimously carried.

On motion by Mr. Winston and seconded by Mr. Tranter, the attached Resolution No. 2007-18 "RESOLUTION DIRECTING THE EXECUTIVE DIRECTOR OF CHEMUNG COUNTY INDUSTRIAL DEVELOPMENT AGENCY TO TAKE CERTAIN ACTIONS UNDER ARTICLE 8 OF THE ENVIRONMENTAL CONSERVATION LAW IN CONNECTION WITH A PROPOSED PROJECT TO BE UNDERTAKEN FOR THE BENEFIT OF JDD PROPERTIES GROUP, LLC" was unanimously carried.

Mr. Miner advised that Phase 3 of the Sikorsky Hawkworks project was bid out and that the low bidder for the electrical contract was G. O. Wick in the amount of \$1,133,000.

On Motion No. 2007-19 by Mr. Tranter, seconded by Mr. Santulli and unanimously carried, it was

MOVED, that G. O. Wick is awarded the bid for the electrical contract for the Sikorsky Hawkworks at Schweizer project in the amount of \$1,133,000.

Edger Enterprises was the low bidder for the general construction contract in the amount of \$2,050,000.

On Motion No. 2007-20 by Mr. Santulli, seconded by Mr. Winston and carried, it was

MOVED, that Edger Enterprises is awarded the general construction contract for the Sikorsky Hawkworks at Schweizer project in the amount of \$2,050,000.

Mr. Quick abstained from voting.

Mr. Miner noted that Kimball was the low bidder on the mechanical contract but that the award of the bid will be at the next meeting.

Mr. Miner explained that last week he had talked with the Dormitory Authority regarding the Academic and Workforce Development Center. The project budget is higher than the grant amount and the Dormitory Authority is asking the IDA to commit to the expenditure of up to \$600,000 for the project to come out of the Toshiba money. Mr. Tranter asked how much will be left after this expenditure and Mr. Miner replied about \$2,000,000.

On motion by Mr. Quick and seconded by Mr. Winston, the attached Resolution No. 2007-21 "ACADEMIC AND WORKFORCE DEVELOPMENT CENTER CAPITAL FUNDING" was unanimously carried.

There being no further business, on motion by Mr. Tranter, seconded by Mr. Winston and unanimously carried, the meeting adjourned.