

APPLICATION SUMMARY
Expansion Power

Company: Cummins Inc. ("Cummins")

Project Location: Village of Lakewood

County: Chautauqua County

IOU: National Grid

Business Activity: Diesel Engine Manufacturing Plant

Project Description: Cummins is planning to reconfigure 40,000 square feet of existing storage space to install a new machine line to increase production of 15 liter ("L") engine displacements.

Existing Allocation(s): None

Power Request: 2,740 kilowatts ("kW")

Power Recommended: 700 kW

Job Commitment:

Current: 1,407 jobs

New: 10 jobs

New Jobs/Power Ratio: 14 jobs/per megawatt ("MW")

New Jobs - Avg. Wage and Benefits: \$73,500

Capital Investment: \$47 million

Capital Investment/MW: \$67.14 M/per MW

Other ED Incentives: Support from Empire State Development under the Excelsior Program, and the sales tax incentives from the Chautauqua County IDA.

Summary: Cummins is looking to replace its Germany-based supplier of 15L blocks by reconfiguring its engine plant to install a new machining line to produce the blocks in house. A state incentive package, including low cost hydropower, could help locate this expansion in New York rather than Mexico.