

APPLICATION SUMMARY
Expansion Power

Company: Falls Metal Recycling, LLC

Location: Niagara Falls

County: Niagara

IOU: National Grid

Business Activity: Metals Recycling

Project Description: The project consists of purchasing 14 acres and building a new metals recycling facility that will use state-of-the-art metal processing and separation technology. The primary use of the power is for operating a 4,000-horsepower shredder. The projected capital investment is \$14.58 million, including a metal shredder (\$5.5 million); a non-ferrous separator system (\$5.0 million) and several buildings (\$1.3 million).

Existing Allocation(s): None

Power Request: 5,200 kW

Power Recommended: 2,500 kW

Job Commitment:

Existing: 0 jobs

New: 45 jobs

New Jobs/Power Ratio: 18.0 jobs/MW

New Jobs - Avg. Wage and Benefits: \$60,500

Capital Investment: \$14.58 million

Capital Investment/MW: \$5.8 million/MW

Other ED Incentives: Non-financial support from Buffalo Niagara Enterprise, City of Niagara Falls

Summary: Falls Metal Recycling, a New York State entity formed in January 2011, belongs to a family of regional, privately held recycling facilities. The metals recycling business is regionally based; this project would allow the company to enter New York and Canadian markets. Roughly

half of the proposed 14-acre site is situated on a brownfield site. The company would partner with a local trucking concern for feedstock supply and distribution, creating 15 indirect jobs due to the project. Commodity businesses operate on fine margins and an allocation of hydropower would be an incentive for Falls Metal Recycling to build a viable new business in economically distressed Niagara Falls, creating 45 new jobs.