

NIAGARA COUNTY INDUSTRIAL DEVELOPMENT AGENCY
NOTICE OF PUBLIC HEARING

NOTICE IS HEREBY GIVEN that a public hearing pursuant to Article 18-A of the New York General Municipal Law will be held by the Niagara County Industrial Development Agency (the "Agency") on the 24th day of October, 2006 at 6:00 p.m., local time, at the Town of Somerset Town Hall, 8700 Haight Road, Barker, New York 14012, in connection with the following matter:

AES SOMERSET, L.L.C., a Delaware limited liability company (the "Company") has submitted an application (a copy of which is on file at the office of the Agency) to the Agency requesting the Agency to undertake a certain project consisting of (i) the acquisition from the Company of title to, or a leasehold interest in, a parcel of land located at 7725 Lake Road in the Town of Somerset, Niagara County, New York (the "Project"), (ii) the leasing of the Project back to the Company, (iii) the granting of a partial real property tax abatement on the Project, and (iv) the granting of a mortgage recording tax exemption.

The Agency will acquire title to, or a leasehold interest in, the Project and will lease the Project back to the Company. The Company will operate the Project during the term of the lease. At the end of the lease term, the Company will purchase the Project from the Agency, or if the Agency holds a leasehold interest, the leasehold interest will be terminated. The Agency contemplates that it will provide financial assistance to the Company for qualifying portions of the Project in the form of a partial real property tax abatement and a mortgage recording tax exemption with respect to a certain payment-in-lieu-of-tax agreement mortgage.

A representative of the Agency will be at the above-stated time and place to present a copy of the Application and hear and accept written and oral comments from all persons with views in favor of or opposed to the proposed financial assistance.

This public hearing is being conducted in accordance with Subdivision 2 of Section 859-a of the New York General Municipal Law.

DATED: September 22, 2006

NIAGARA COUNTY INDUSTRIAL DEVELOPMENT AGENCY

By: Samuel M. Ferraro,
Executive Director