



TOWN OF ISLIP

INDUSTRIAL DEVELOPMENT AGENCY

Application

for

Financial

Assistance

Town of Islip IDA
40 Nassau Avenue
Islip, New York 11751
Phone 631.224.5512
Fax 631.224.5532

APPLICANT INSTRUCTIONS

- ◆ In order for a Town of Islip IDA Application to be reviewed in a timely manner, it must be complete. All questions must be answered and all required attachments must be included.
- ◆ Use “None” or “Not Applicable” where necessary.
- ◆ Part VI—Bond Information, need only be completed by applicants for Taxable or Tax Exempt Industrial Development Bonds.
- ◆ All applicants must submit an original and two (2) copies of all documents to the Agency.
- ◆ All applications must be accompanied by a \$1000 non-refundable fee to the Town of Islip Industrial Development Agency, and a \$500 non-refundable fee to the Town of Islip for the EAF Review required by the State Environmental Quality Review Act (SEQRA). (If the project has already undergone a SEQRA review during the preview process, then applicant can submit the completed EAF for the one attached to the application).

APPLICANT CHECKLIST

- I have completed all sections of the attached application.
- I have signed and notarized the Certification Section (Part VII-A).
- I have signed Part VII-B regarding the Fee Structure for all IDA transactions.
- I have attached all company financial information required by Part VIII-A.
- I have completed and signed the Environmental Assessment Form required by SEQRA. (If the project has already undergone a SEQRA review during a previous process, substitute the completed EAF for the one that was attached to this application).
- I have completed and signed Form RP485-b as required by Real Property Tax Law.
- I have submitted the original and two (2) copies of all application materials to the Agency for review.
- I have submitted an application fee check for \$1000 payable to the Town of Islip IDA.
- I have submitted a \$500 check payable to the Town of Islip for the SEQRA review. (If the project has already undergone a SEQRA review during a previous process, and the applicant substitutes the completed EAF for the one attached to the application, the \$500 SEQRA fee is waived).

PART I Company (Owner/User) Data

PART II Project Data

PART III Employment/Sales Data

PART IV Construction Schedule

PART V Project Costs/Financing

PART VI Certifications

PART VII Required Attachments

1. Financial Information
2. EAF
3. RP 485-b

****FOR TOWN OF ISLIP IDA OFFICE USE ONLY****

Project Summary

A. General

Name of Project Carson Optical

Location of Project 2070 Fifth Ave Ronkonkoma

Contact Person & Phone Number _____

B. Key Dates

Application Submitted 2/19/14

Projected Inducement 3/4/14

Agenda Closing 2/19/14

C. Project Type

- Industrial Not-for-profit Commercial
 Office Housing Other _____

D. Project Size

Acreage 3.62 New construction _____ Rehabed 50,600

Total Project Cost \$ 3,521,060

E. Type of Assistance

- Sale Leaseback Tax Exempt Bonds Taxable Bonds

F. PILOT

- 485-b Double 485-b Affordable Housing
 Empire Zone Not-for-profit Other _____

G. Jobs/Payroll

Retained Jobs 25 FTE New Jobs 8

Current Payroll \$1.411 Million New Payroll \$1.911 Million

Average Annual Wage 54,305

New Average Annual Wage 54,627

H. Projected Agency Fee \$21,126,36

I. Additional Notes

I. OWNER & USER DATA

A. Owner Data

1. Company Name Carson Optical, Inc.
Current Address 35 Gilpin Ave, Hauppauge, NY 11788
2. Company Officer certifying this application
Name Allison Pawlak
Mailing Address 35 Gilpin Ave, Hauppauge, NY 11788
Telep [redacted] Fax [redacted]
Email [redacted]

3. Business Type
[] Sole Proprietorship [] General Partnership
[] Limited Partnership [] Limited Liability Company
[] Not-for-profit Corporation [x] Privately Held Corporation
[] Education Corporation [] Other
[] Public Corporation—Listed on _____ Exchange

4. State of Incorporation New York
5. Principal Officers
Name Title
Richard Cameron CEO
Allison Pawlak Vice President

6. Principal Stockholders Name Title
Richard Cameron CEO

7. Owner's Legal Counsel
Name Anthony B. Barton
Firm Name Forchelli, Curto, Deegan, Schwartz, Mineo & Terrana, LLP
Address 333 Earle Ovington Boulevard, Suite 1010, Uniondale, New York 11553
Telephone [redacted] Fax [redacted]
Email [redacted]

8. Bank References
Daniel Liberty, M&T Bank, 401 Broadhollow Road, Melville, N [redacted]
Lisa Congemi-Doutney, M&T Bank, 401 Broadhollow Road, [redacted]

9. Major Trade References
1) Infinity Trans, Inc., 14 West Hawthorne Avenue, Suite 100, Valley Str [redacted]
2) Global Logistics Consulting Inc., 332 East Jericho Turnpike, 2nd floor [redacted]

10. Nature of Business
(i.e. "manufacturer of ___ for ___ industry" or "warehouse distributor of ___" or "real estate holding company")
Research and Development of optical products, Importer and Distributor of Optical products.

II. NAICS Code [redacted]
For help determining your NAICS code, please visit http://www.naics.com

I. OWNER & USER DATA

B. User Data

For co-applicants, where a tenant/landlord relationship will exist between the owner and the user, the user must occupy at least 50% of the square footage of the facility

1. Company Name _____
Current Address _____

2. Company Officer certifying this application
Name _____
Mailing Address _____
Telephone _____ Fax _____
Email _____

3. Business Type
 Sole Proprietorship General Partnership
 Limited Partnership Limited Liability Company
 Not-for-profit Corporation Privately Held Corporation
 Education Corporation Other
 Public Corporation—Listed on _____ Exchange

4. State of Incorporation _____

5. Principal Officers Name Title

6. Principal Stockholders Name Title

7. User's Legal Counsel
Name _____
Firm Name _____
Address _____
Telephone _____ Fax _____
Email _____

8. Bank References

9. Major Trade References

10. Nature of Business
(i.e. "manufacturer of ___ for ___ industry" or "warehouse distributor of ___" or "real estate holding company")

11. NAICS Code _____
For help determining your NAICS code, please visit <http://www.naics.com>

II. PROJECT DATA

A. Location

1. Street Address 2070 Fifth Avenue, Ronkonkoma, NY 11779
2. Tax Map

| | | | |
|-------------|---------------|--------------|----------------|
| <u>0500</u> | <u>125.00</u> | <u>01.00</u> | <u>009.005</u> |
| District # | Section # | Block # | Lot # |
3. Acreage 3.62
4. Municipal Jurisdictions
Town Islip
Village _____
School District Connetquot

B. Description (Check all that apply)

- New Construction _____ Square Feet
- Addition to Existing Facility _____ Square Feet
- Acquisition of Existing Facility _____ Square Feet
- Acquisition & Renovation of Existing Facility 50,600 Square Feet
- Purchase of New Machinery & Equipment _____
- Other (specify) _____

C. Related Facilities

1. Are other facilities or related companies located within the state? Yes No
Address _____
2. If yes to above (C-1), will any of these facilities close or be subject to reduced activity? Yes No
3. If yes to above (C-2), please describe:

D. Real Estate Search

1. Has the company actively sought sites in another state or outside the New York metropolitan region? Yes No
2. If yes to above (D-1), please list the states/regions considered:

E. Present Owner

1. Who is the current legal owner of the site? SVF New York I, LLC
2. Is there a purchase option or other legal or common control in the project? Yes No
3. Is there an existing or proposed lease for the project? Yes No
4. If yes to either above (E-2 or E-3), please explain (i.e. purchase price, term of lease):

II. PROJECT DATA

F. Project Narrative

1. Describe the project in detail, emphasizing the following:
 - A. Specific operations of the company to be conducted at the project premises
(product manufactured/warehoused, services rendered)
 - B. Proposed product lines and market demands
 - C. Need for the new facility
 - D. Square footage of the old facility
 - E. Square footage of the new facility
 - F. Type of building to be constructed
 - G. Major equipment to be purchased

See Attached Description for Project Narrative

2. For pollution controls, also describe:
 - A. Type of pollution to be abated
 - B. Method of abatement
 - C. Existing orders of environmental agencies

NA

III. EMPLOYMENT/SALES DATA

| A. Employees | Current | First year upon completion | Second year upon completion |
|---------------------|-----------|----------------------------|-----------------------------|
| Full time | 24 | 27 | 30 |
| Part time | 1 | 2 | 3 |
| Seasonal | 1 | 2 | 2 |
| Total | 26 | 31 | 35 |

| B. Payroll | Current | First year upon completion | Second year upon completion |
|-------------------|---------------------|----------------------------|-----------------------------|
| Total \$ | 1,411,952.94 | \$1,711,952.94 | \$1,911,952.94 |

| C. Average Annual Wages | Current | First year upon completion | Second year upon completion |
|--------------------------------|---------------|----------------------------|-----------------------------|
| Total \$ | 54,305 | \$55,224 | \$54,627 |

| D. Sales | Current | First year upon completion | Second year upon completion |
|-----------------|-------------------|----------------------------|-----------------------------|
| Total \$ | 10 million | 11 million | 12 million |

IV. PROJECT CONSTRUCTION SCHEDULE

A. Key Dates (proposed)

| | Month & Year |
|------------------------------|--------------|
| 1. Construction commencement | June 2014 |
| 2. Construction completion | July 2014 |
| 3. Building Occupancy | July 2014 |

**B. Please check if any of the following applications/permits have been filed for the project:
(Check all that apply)**

- Change of Zone
- Special Use
- Variance
- Interior Alterations
- Building
- Site plan

V. PROJECT COSTS/FINANCING

A. Estimate the costs necessary for the construction, acquisition, rehabilitation, improvement and/or equipping of the project.

| Item | Amount |
|-------------------------------------|------------------|
| 1. Land | \$ _____ |
| 2. Site Work | _____ |
| 3. Building (new construction) | _____ |
| 4. Building (rehabilitation) | \$100,000 |
| 5. Engineering & Architectural Fees | _____ |
| 6. Machinery & Equipment | \$455,900 |
| 7. Other (specify) | _____ |
| TOTAL PROJECT COST | \$555,900 |

B. How does the company propose to finance the project?

| | Amount | Term |
|---|------------------------|---------------------------|
| 1. Tax Exempt IDB* | _____ | |
| 2. Taxable IDB* | _____ | |
| 3. Conventional Mortgage (with IDA sale/leaseback) | \$2,965,160.00 | 15 year straight mortgage |
| 4. Owner/User Self-Financing (with IDA sale/leaseback) | _____ | |
| 5. JDA/SBA | _____ | |
| 6. Other loans | _____ | |
| 7. Company/Owner Equity contribution | _____ | |
| TOTAL AMOUNT FINANCED | \$ 2,965,160.00 | |

+ 555,900
 3,521,060 WAM 2/19/14

C. Please estimate when the above amounts will be required

May 2014 _____
 Month & Year

* The Agency Fee of one-half of a basis point (.005) will be applied against the total project cost or, where applicable, against the amount of the IDB issuance.

VI. CERTIFICATIONS

A. Applicant Responsibilities

Allison Pawlak (name of representative of entity submitting application or name of individual submitting application) deposed and says that s/he (choose and complete one of the following two options) (a) is a/the Vice President (title) of Carson Optical, Inc. (company name), the entity named in the attached application, or (b) is the individual named in the attached application; that s/he has read the foregoing application and knows the contents thereof; and that the same is true of his/her knowledge.

Deponent further says that s/he is duly authorized to make this certification on behalf of her/himself or on behalf of the entity named in the attached application. The grounds of deponent's belief relative to all matters in said application which are not stated upon his/her own personal knowledge are investigations which deponent has caused to be made concerning the subject matter of this application as well as, if deponent is not an individual applicant, information acquired by deponent in the course of his/her duties in connection with said entity and from the books and papers of said entity.

As (a) the representative of said entity, or (b) the individual applicant (such entity or individual applicant hereinafter referred to as the "Applicant"), deponent acknowledges and agrees that the Applicant shall be and is responsible for all costs incurred by the Town of Islip Industrial Development Agency (hereinafter referred to as the "Agency"), acting on behalf of the Applicant in connection with this application and all matters relating to the provision of financial assistance to which this application and all matters relating to the provision of financial assistance to which this application relates. If, for any reason whatsoever, the Applicant fails to conclude or consummate necessary negotiations or fails to act within a reasonable or specified period of time to take reasonable, proper or requested action or withdraws, abandons, cancels or neglects the application, then upon presentation of an invoice, the Applicant shall pay to the Agency, its agents or assigns, all actual costs incurred with respect to the application up to that date and time, including fees to transaction counsel for the Agency and fees of general counsel for the Agency. Upon the successful conclusion of the transaction contemplated herein, the Applicant shall pay to the Agency an administrative fee set by the Agency, in accordance with its fee schedule in effect on the date of the foregoing application, which amount is payable at closing.

[Handwritten signature]

Print Name Allison Pawlak
Title Vice President

NOTARY [Handwritten signature]
Sworn to before me this 20th day of February, 2014

EVA WIAH DIOUD
Notary Public, State of New York
Qualified in Suffolk County
Reg. No. 01WI6133970
My Commission Expires 09-19-2017

VI. CERTIFICATIONS

B. Fee Structure

1. Application Fee—\$1,000.

An application for IDA assistance must be accompanied by a non-refundable fee of \$1,000 a \$500 fee for the Town of Islip review of an Environmental Assessment Form as required by the State Environmental Quality Review Act (SEQRA). (The \$500 fee will be waived if the applicant's project has already undergone a SEQRA review during a previous process, i.e. site plan, building permit, change of zone, etc.)

2. Agency Fee—.006

Upon closing of any IDA project, the Agency will assess a fee of 6/10 of one per cent (60 basis points) against the size of the project. For IDB projects, the .006 will be measured against the final bond amount. For straight-lease transactions, the .006 will be measured against the projected total costs.

3. Agency Counsel—\$250 per hour

The Town of Islip Town Attorney's Office acts as counsel to the Town of Islip IDA and must be reimbursed for time spent on IDA-related transactions. The Agency counsel bills all time spent on IDA matters at \$250 per hour. For IDA closings up to \$5 million, the Agency counsel bills a minimum of \$3,500. For projects greater than \$5 million, the Agency counsel bills a minimum of \$5,000. For all other activities, i.e. terminations, simple consents and waivers, transfer of assets, etc., the Agency counsel will bill at the aforementioned \$250 per hour.

4. Processing Fee—\$500

During the course of IDA ownership/involvement, the Agency may occasionally be required, by the company, to consent to a variety of items, i.e. pre-payment of bonds, second mortgages, additional secured financing, etc. The Agency will charge a \$500 processing fee for each of these requests.

5. Assignments & Assumptions—\$1,500

Occasionally, the IDA is asked to transfer benefits that were assigned to the original company, i.e. PILOT or mortgage recording tax benefits, to a different company, typically upon a sale of the IDA property. The new company often wishes to continue IDA involvement with the property in order to retain the IDA incentives. The Agency will charge a \$1,500 fee for each of these transactions.

6. PILOT Extensions/Modifications- .006

Occasionally, the Agency is asked to extend or modify an existing Payment In Lieu of Taxes Agreement (PILOT). The .006 will be measured against the projected increase of the PILOT benefit.

7. Annual Administrative Fee - \$1,000

An Annual Administrative Fee of \$1,000 will be charged to all projects to cover the cost of all reporting and monitoring of the transaction. This fee is subject to periodic review and may be adjusted at the discretion of the Agency.

8. Bond/Transaction Counsel—fee negotiated separately

While the Town of Islip IDA is represented locally by the Town of Islip Town Attorney's Office, a separate Bond/Transaction Counsel is also necessary on any IDA project. Bond/Transaction counsels render "third party" opinions that the bond or straight lease transaction is authorized under all federal, state and local statutes. Bond/Transaction counsel also prepares all documents related to IDA transactions and coordinates all activities leading up to closing. The Town of Islip IDA has designated the firm of Nixon Peabody, LLP as its Bond/Transaction counsel and all fees are separately negotiated with them.

I have read and understand the aforementioned explanation of the fees associated with all Town of Islip Industrial Development Agency Transactions.

Signature _____

A handwritten signature in black ink, consisting of a large, stylized initial 'J' followed by a long, horizontal stroke that tapers to the right.

VII. REQUIRED ATTACHMENTS

A. Financial Information

(Attach the following financial information of the owner and user)

1. Financial statements for the last two fiscal years (unless included in the Owner's or User's Annual Report)
2. Owner's or User's Annual Reports (or Form 10-k's) for the two most recent fiscal years
3. Quarterly reports (Form 10-Q's) and current reports (Form 8-k's) since the most recent annual report, if any
4. In addition, if applicable, please attach the financial information described above in items A, B and C, of any expected guarantor of the proposed bond issue other than the Owner or the User
5. Upon request of the Applicant, the Agency will review the information submitted pursuant to this Section VIII and return all copies to the Applicant within two weeks after the inducement date. Please indicate whether you require the information to be returned.
 Yes No

B. Environmental Assessment Form

Please complete the attached EAF as required by the State Environmental Quality Review Act (SEQRA).

C. Form RP 485-b

Please complete the attached Form RP 485-b as required by Section 485-b of the Real Property Tax Law

