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

Updated 6-2014
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 $1,000 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 $1,000 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
I. OWNER & USER DATA

A. Owner Data

1. Company Name REPA 2027 LLC
   Current Address 65 South Service Road Plainview, NY

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

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

4. State of Incorporation Delaware

5. Principal Officers
   Name Mitchell Rechler, Managing Member
   Title

6. Principal Stockholders
   Name NA
   Title

7. Owner’s Legal Counsel
   Name Amy Silver, ESQ
   Firm Name Lazer, Aptheker, Rosella, & Yedid, P.C
   Address
   Telephone Fax
   Email

8. Bank References
   NA

9. Major Trade References
   NA

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

11. NAICS Code NA
    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: Oosina Corp.
   Current Address: 150-0 Executive Drive, Edgewood, NY 11717

2. Company Officer certifying this application
   Name: Al Rivera
   Mailing Address: 150-0 Executive Drive, Edgewood, NY 11717
   Telephone: [Redacted] Fax: [Redacted]
   Email: [Redacted]

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


5. Principal Officers
   Name: Stuart Herskovitz, President; Janis Herskovitz, Secy/Treasurer
   Name: Gerrard Quinn, COO; Alfred Rivera, CFO

6. Principal Stockholders
   Name: Stuart Herskovitz, President
   Name: Janis Herskovitz, Secy/Treasurer
   Herskovitz Family Trust

7. User’s Legal Counsel
   Name: Guy Germano
   Firm Name: Germano & Cahill, P.C.
   Address: [Redacted]
   Telephone: [Redacted] Fax: [Redacted]
   Email: [Redacted]

8. Bank References
   Therese Andal, J.P. Morgan Chase Bank, 395 N. Service Rd, Suite 302, Melville, NY 11747

9. Major Trade References
   Busse Hospital Disposables
   Bright Plastics

10. Nature of Business
    (i.e. “manufacturer of ___ for ___ industry” or “warehouse distributor of ___” or “real estate holding company”)
    Distributor of plastic medical components and cosmetic disposables

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

A. Location

1. Street Address: 2002 Orville Drive North, Ronkonkoma, NY

2. Tax Map

<table>
<thead>
<tr>
<th>District #</th>
<th>Section #</th>
<th>Block #</th>
<th>Lot #</th>
</tr>
</thead>
<tbody>
<tr>
<td>500</td>
<td>106</td>
<td>1</td>
<td>7.5</td>
</tr>
</tbody>
</table>

3. Acreage: 15.84

4. Municipal Jurisdictions
   - Town: Town of Islip
   - Village: 
   - School District: Connetquot

B. Description (Check all that apply)

- [ ] New Construction
- [ ] Addition to Existing Facility
- [ ] Acquisition of Existing Facility
- [ ] Acquisition & Renovation of Existing Facility
- [ ] Purchase of New Machinery & Equipment
- [ ] Other (specify):

   NA

   Square Feet

C. Related Facilities

1. Are other facilities or related companies located within the state?  □ Yes  □ No
   - Address: 150-Q Executive Drive & 95-Q Executive Drive
   - Edgewood, NY 11717

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: Consolidating & expanding. Moving from two buildings totaling 88,998 sqft to 93,141 sqft.

D. Real Estate Search

1. Has the company actively sough 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: North Carolina

E. Present Owner

1. Who is the current legal owner of the site? REP A 2027 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):
   - The lease for the new facility will be a 7yr 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 Narrative

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

   N/A
III. EMPLOYMENT/SALES DATA

A. Employees

<table>
<thead>
<tr>
<th></th>
<th>Current</th>
<th>First year upon completion</th>
<th>Second year upon completion</th>
</tr>
</thead>
<tbody>
<tr>
<td>Full time</td>
<td>99</td>
<td>104</td>
<td>109</td>
</tr>
<tr>
<td>Part time</td>
<td>6</td>
<td>6</td>
<td>6</td>
</tr>
<tr>
<td>Seasonal</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Total</td>
<td>105</td>
<td>110</td>
<td>115</td>
</tr>
</tbody>
</table>

B. Payroll

<table>
<thead>
<tr>
<th></th>
<th>Current</th>
<th>First year upon completion</th>
<th>Second year upon completion</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total $</td>
<td>7,377,509</td>
<td>7,798,832</td>
<td>8,232,797</td>
</tr>
</tbody>
</table>

C. Average Annual Wages

<table>
<thead>
<tr>
<th></th>
<th>Current</th>
<th>First year upon completion</th>
<th>Second year upon completion</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total $</td>
<td>70,262</td>
<td>70,898</td>
<td>71,590</td>
</tr>
</tbody>
</table>

D. Sales

<table>
<thead>
<tr>
<th></th>
<th>Current</th>
<th>First year upon completion</th>
<th>Second year upon completion</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total $</td>
<td>40,000,000</td>
<td>42,000,000</td>
<td>46,000,000</td>
</tr>
</tbody>
</table>

IV. PROJECT CONSTRUCTION SCHEDULE

A. Key Dates (proposed)

1. Construction commencement
   - Month & Year: NA

2. Construction completion
   - Month & Year: NA

3. Building Occupancy
   - Month & Year: August 2015

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.

<table>
<thead>
<tr>
<th>Item</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Land</td>
<td></td>
</tr>
<tr>
<td>2. Site Work</td>
<td></td>
</tr>
<tr>
<td>3. Building (new construction)</td>
<td>650,000</td>
</tr>
<tr>
<td>4. Building (rehabilitation)</td>
<td></td>
</tr>
<tr>
<td>5. Engineering &amp; Architectural Fees</td>
<td>1,150,000</td>
</tr>
<tr>
<td>6. Machinery &amp; Equipment</td>
<td></td>
</tr>
<tr>
<td>7. Other (specify)</td>
<td>350,000 (Furniture)</td>
</tr>
</tbody>
</table>

**TOTAL PROJECT COST**

2,150,000

B. Please provide the amount of sales tax exemptions that your project requires

$151,600

B1. If your project has a landlord/tenant arrangement, please provide the breakdown of the number above. $650,000 is the landlord budget for tenant improvements. **Landlord $22,425, Tenant $129,375**

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

<table>
<thead>
<tr>
<th>Amount</th>
<th>Term</th>
</tr>
</thead>
<tbody>
<tr>
<td>1. Tax Exempt IDB*</td>
<td></td>
</tr>
<tr>
<td>2. Taxable IDB*</td>
<td></td>
</tr>
<tr>
<td>3. Conventional Mortgage</td>
<td></td>
</tr>
<tr>
<td>(with IDA sale/leaseback)</td>
<td></td>
</tr>
<tr>
<td>4. Owner/User Self-Financing</td>
<td></td>
</tr>
<tr>
<td>(with IDA sale/leaseback)</td>
<td></td>
</tr>
<tr>
<td>5. JDA/SBA</td>
<td></td>
</tr>
<tr>
<td>6. Other loans</td>
<td></td>
</tr>
<tr>
<td>7. Company/Owner Equity contribution</td>
<td>2,150,000</td>
</tr>
</tbody>
</table>

**TOTAL AMOUNT FINANCED**

$2,150,000

D. Please estimate when the above amounts will be required

June 2015

Month & Year

* The Agency Fee of one-half of a basis point (.006) will be applied against the total project cost or, where applicable, against the amount of the IDB issuance.
VI. CERTIFICATIONS

A. Applicant Responsibilities

__________________  (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 CFO (title) of Qosina Corp. (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.

Martha L. Antequera
Notary Public, State of New York
Registration #01AN5054530
Qualified In Nassau County

NOTARY
Sworn to before me this _7_ day of May, 2015

Print Name Alfred Rivera
Title CFO
VI. CERTIFICATIONS

B. Fee Structure

1. Application Fee—$1,000.00
   An application for IDA assistance must be accompanied by a non-refundable fee of
   $1,000 plus a $500 fee for the Town of Islip review of 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 an administrative fee of
   one-half of a basis point (.006) against the size of the project. For IDB projects,
   the .006 will be measured against the final bond amount. For straight-lease transac-
   tions, 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 clos-
   ings 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 con-
   tinue 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 in-
   crease of the PILOT benefit
VI. CERTIFICATIONS

B. Fee Structure

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 the 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 counsels also prepare all documents related to IDA transactions and coordinates all activities leading up to closing. The Town of Islip IDA has designed 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 the Town of Islip Industrial Agency Transaction.

Signature  ____________________________

   Alfred Pereira
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) *Attached*

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 that 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
F. Project Narrative

Qosina, founded in 1980, is a global company with two well established divisions. The company was originally located in Farmingdale and now located in Edgewood, for the last 22 years.

Our first division, Qosina, is a leading global supplier of thousands of stock OEM components to the medical and pharmaceutical industries including connectors, luers, caps, clamps, adapters, stopcocks, valves, swabs, spikes and tubing. Qosina offers free samples, low minimums and Just-in-Time (JIT) delivery. Companies purchase from Qosina to eliminate tooling costs and receive immediate delivery from our inventory. Qosina will save you time and money by providing in-stock solutions from our ISO 9001 and ISO 14001 registered facility. Sourcing requests are welcome for tool modifications, hard to find items, subassemblies or tubing to meet your specifications.

The second division, Qosmedix, is a leading supplier of high quality merchandise for the cosmetic, spa and salon industries. Qosmedix is built on the foundation of providing products of superior value for all sampling, packaging, private label, and retail needs. Our items are designed to meet today's health concerns by promoting cleanliness and hygiene. We maintain an extensive inventory of over a thousand different stock items in a climate-controlled facility.

Qosina is currently located in two facilities totaling approximately 87,000 square feet, located at 150 and 95 Executive Drive in Edgewood. When we moved into 150 Executive Drive, 22 years ago, we occupied 12,000 square feet of office and warehouse space. Over the next two decades we rented additional office and warehouse space totaling 33,000 square feet, now totaling 45,000 square feet. Then, about six years ago, we leased our second building at 95 Executive Drive totaling 42,000 square feet.

As we expanded over the years at 150 Executive Drive, our warehouse and office space became inefficient. The office space has long hallways, which makes it a long walk from one side of the building to the other. It is difficult for our warehouse operators to move product through the warehouse efficiently, as the warehouse is a narrow L-shaped floor plate. In addition to improvement of these inefficiencies, the new facility provides additional height clearance, which will allow storing significantly more products within a similar floor footprint. All these qualities at the new facility will maintain and enhance our competitive advantage within our global markets.

We are considering leasing space at 2002 Orville Drive, Ronkonkoma totaling 95,141 square feet of office (23,234 sqft) and warehouse (71,907 sqft) space. This is an existing building is owned by an entity of Rechler Equity Partners.

As we move facilities, we will have to purchase new office furniture and equipment, warehouse rack system, clean room equipment, etc. In addition, the landlord will be installing ESFR sprinkler system as well as building a demising wall in the warehouse to separate their tenants.