

RMF
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November 1, 2018

VIA E-MAIL

Ms. Lisa M. Mulligan
Director of Economic Development
and CEO
Brookhaven Industrial Development Agency
1 Independence Hill
Farmingville, NY 11738

Re: 10 National Medford LLC ("Applicant")
Intercounty Associates II LLC/Intercounty Appliance Corp. 2005 Facility

Dear Ms. Mulligan:


Reference is hereby made to that certain Application for Financial Assistance with the Town of Brookhaven Industrial Development Agency, which was submitted by on October 1, 2018 ("IDA Application").

The Applicant desires to amend the IDA Application by replacing pages 4, 13 and 14 of the IDA Application with the revised pages enclosed herein.

Kindly contact the undersigned should you require any additional information.

Thank you.

Very truly yours,


JOHN D. CHILLEMI
For the Firm

Enclosures

cc.: Jessica L. Paulin, Esq. (via email)
William Weir, Esq. (via email)
Brian Palumbo, Esq. (via email)
Michele Frankel, Esq. (via email)
Howard Gross, Esq. (via email)
Genniveve Ramsey, Esq. (via email)

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E. Principal Stockholders, Members or Partners, if any, of the Owner (5% or more equity):

Name

Percent Owned

Feil Properties L.L.C.

Approx. 80%

The ownership of the remaining approximate 20% is not yet determined, but likely will be made up largely of employees of the Feil Organization, and/or their family members or trusts F/B/O, who wish to invest in the Project, none of which will consist of a 5% or more equity.

F. Has the Owner, or any subsidiary or affiliate of the Owner, or any stockholder, partner, member, officer, director or other entity with which any of these individuals is or has been associated with:

- i. ever filed for bankruptcy, been adjudicated bankrupt or placed in receivership or otherwise been or presently is the subject of any bankruptcy or similar proceeding? (if yes, please explain)

No

- ii. been convicted of a felony, or misdemeanor, or criminal offense (other than a motor vehicle violation)? (if yes, please explain)

No

G. If any of the above persons (see "E", above) or a group of them, owns more than 50% interest in the Owner, list all other organizations which are related to the Owner by virtue of such persons having more than a 50% interest in such organizations.

Kindly note, there are many which may apply to this question, however none, except as disclosed in this application, are parties to any contracts with the Town of Brookhaven IDA or the Town of Brookhaven.

H. Is the Owner related to any other organization by reason of more than a 50% ownership? If so, indicate name of related organization and relationship:

Kindly note, there are many which may apply to this question, however none, except as disclosed in this application, are parties to any contracts with the Town of Brookhaven IDA or the Town of Brookhaven.

I. List parent corporation, sister corporations and subsidiaries:

N/A

2. Method of Financing:

	Amount	Term
A. Tax-exempt bond financing:	\$ _____	_____ years
B. Taxable bond financing:	\$ _____	_____ years
C. Conventional Mortgage:	\$ 18,000,000 (est.)	TBD years
D. SBA (504) or other governmental financing:	\$ _____	_____ years
E. Public Sources (include sum of all State and federal grants and tax credits):	\$ _____	
F. Other loans:	\$ _____	_____ years
G. Owner/User equity contribution:	\$ 12,000,000 (est.)	_____ years

Total Project Costs \$ Approx. \$30,000,000

i. What percentage of the project costs will be financed from public sector sources?

_____ 0% _____

3. Project Financing: N/A

A. Have any of the above costs been paid or incurred (including contracts of sale or purchase orders) as of the date of this application? Yes No

Please refer to accompanying cover letter from Applicant's counsel

i. If yes, provide detail on a separate sheet.

B. Are costs of working capital, moving expenses, work in progress, or stock in trade included in the proposed uses of bond proceeds? Give details:

C. Will any of the funds borrowed through the Agency be used to repay or refinance an existing mortgage or outstanding loan? Give details:

D. Has the Applicant made any arrangements for the marketing or the purchase of the bond or bonds? If so, indicate with whom:

Part V – Project Benefits

1. Mortgage Recording Tax Benefit:

- A. Mortgage Amount for exemption (include sum total of construction/permanent/bridge financing):

\$ 18,000,000.00

- B. Estimated Mortgage Recording Tax Exemption (product of Mortgage Amount and .75%):

\$ Approximately \$135,000.00

2. Sales and Use Tax Benefit:

- A. Gross amount of costs for goods and services that are subject to State and local Sales and Use Tax (such amount to benefit from the Agency's exemption):

\$ _____

- B. Estimated State and local Sales and Use Tax exemption (product of 8.625% and figure above):

\$ _____

- C. If your project has a landlord/tenant (owner/user) arrangement, please provide a breakdown of the number in "B" above:

i. Owner: \$ _____

ii. User: \$ _____

3. Real Property Tax Benefit: * Please see accompanying cover letter from Applicant's counsel

- A. Identify and describe if the project will utilize a real property tax exemption benefit other than the Agency's PILOT benefit: _____

- B. Agency PILOT Benefit:

i. Term of PILOT requested: _____

ii. Upon acceptance of this application, the Agency staff will create a PILOT schedule and indicate the estimated amount of PILOT Benefit based on anticipated tax rates and assessed valuation and attached such information to Exhibit A hereto. At such time, the Applicant will certify that it accepts the proposed PILOT schedule and requests such benefit to be granted by the Agency.

*** This application will not be deemed complete and final until Exhibit A hereto has been completed and executed.**