

RESOLUTION DATED MARCH 8, 2016

RESOLUTION GIVING PRELIMINARY APPROVAL OF THE TOWN OF BABYLON INDUSTRIAL DEVELOPMENT AGENCY TO GRANT CERTAIN FINANCIAL ASSISTANCE TO 71 ALLEN BLVD. INC. AND ALLEN BLVD. INC.

WHEREAS, representatives of Allen Blvd. Inc. (the “Company”) have filed or caused to be filed an application with the Town of Babylon Industrial Development Agency (the “Agency”) concerning a project (the “Project”) consisting of the acquisition, renovation and equipping by 71 Allen Blvd. Inc. or any other real estate holding entity formed by the principals of the Company (the “Owner”) of an approximately 10,350 square foot building located on that certain approximately 1 acre lot, piece or parcel of land generally known as 71 Allen Blvd. in East Farmingdale, New York 11735 (the “Facility”), all for use by the Company as an industrial facility in its business as a commercial laundry; and

WHEREAS, in order to induce the Company to retain and grow jobs in the Town of Babylon, it appears necessary for the Agency to assist the Company and the Owner by taking legal title to or undertaking control of the Facility so as to afford the Company and the Owner of certain relief from real property taxation for a limited period; and

WHEREAS, it also appears necessary for said purpose for the Agency to take legal title to certain personal and real property of the Company and the Owner with respect to the acquisition of the Facility to afford the Company and the Owner relief from certain sales and use taxation and mortgage recording taxation; and

WHEREAS, it may also be necessary for the Agency to issue its revenue bonds to finance the acquisition, renovation and equipping of the Facility; and

WHEREAS, there has been submitted to the Agency an environmental assessment form with respect to this proposed action in accordance with the State Environmental Quality Review Act and the regulations promulgated thereunder (“SEQRA”); and

WHEREAS, provision of aforesaid financial assistance is to be negotiated by the Chief Executive Officer (“CEO”) of the Agency with the result of said negotiations to be presented to a future meeting of the Agency for final approval; and

WHEREAS, the Company desires to commence the acquisition of certain equipment for use at the Facility; and

WHEREAS, prior to the authorization, execution and delivery of final documents and agreements in connection with the Project, the Company has requested that the Agency provide sales tax benefits and the Company and the Issuer enter into a preliminary sales tax agreement with respect to the Project.

WHEREAS, the Agency would like to now indicate its intention to provide such financial assistance to the Company and the Owner with respect to the Facility.

NOW, THEREFORE, BE IT RESOLVED by the Agency, as follows:

- Section 1. (a) The Agency hereby finds and determines that (i) the Project constitutes a “Project” within the meaning of the Industrial Development Agency Act Article 18-A of the General Municipal Law of the State of New York (the “Act”); and (ii) the granting of real property tax abatements, sales and use tax abatements, mortgage recording tax abatements and if necessary the issuance of the Agency’s Bonds (collectively the “Financial Assistance”) by the Agency with respect to the Facility pursuant to the Act, will promote job opportunities, health, general prosperity and the economic welfare of the inhabitants of the Town of Babylon, New York and the State of New York and improve their standard of living, and thereby serve the public purposes of the Act.
- (b) It is desirable and in the public interest for the Agency to grant Financial Assistance to the Company and the Owner with respect to the Project.
- Section 2. The CEO of the Agency is hereby authorized to negotiate the terms of agreements between the Agency, the Company and the Owner which will permit the Company and the Owner to enjoy the grant of Financial Assistance with respect to the Facility as herein provided.
- Section 3. The CEO of the Agency shall present substantially final forms of such agreements with the Company and the Owner incorporating the grant of such Financial Assistance for final approval by the Agency at a future meeting of the Agency.
- Section 4. This Resolution shall also constitute a “declaration of official intent” under the Treasury Regulations of the Internal Revenue Code of 1986 as amended.
- Section 5. The Agency will not grant any Financial Assistance (as such term is defined in the Act) in excess of \$100,000 to either of the Company or the Owner until the Agency has held a public hearing with respect to the Project in accordance with the provisions of the Act.
- Section 6. In accordance with SEQRA, the Agency finds that this proposed action will not have any significant environmental impacts based upon the following:
- (a) The Project will not result in a substantial adverse change in existing air quality, traffic or noise levels.

(b) The Project will not result in the impairment of the character or quality of important historical, archeological, architectural, or aesthetic resources or of existing community or neighborhood character.

(c) The Project will not result in the creation of a hazard to human health.

(d) No other significant effects upon the environment that would require the preparation of an Environmental Impact Statement are foreseeable.

Section 7. For purposes of providing the terms and conditions for which the Company will receive the benefit of certain state and local sales and use tax exemptions in connection with the Project, a preliminary sales tax agreement (the "Preliminary Sales Tax Agreement") in such form as the Chief Executive Officer of the Agency shall (with the advice of Agency counsel) deem advisable, be, and the same are, hereby approved; and the Chief Executive Officer of the Agency is hereby authorized and directed to execute, acknowledge and deliver the Preliminary Sales Tax Agreement in the name of the Agency. The state and local sales and use tax abatements granted under the Preliminary Sales Tax Agreement shall not exceed \$100,000 in the aggregate and, in the event of a straight lease transaction is not consummated by the Company, the Agency shall recapture all state and local sales and use tax benefits granted under the Preliminary Sales Tax Agreement. The execution and delivery of the Preliminary Sales Tax Agreement shall be conclusive evidence of due authorization and approval of the Preliminary Sales Tax Agreement in its final form

Section 8. This resolution shall take effect immediately.

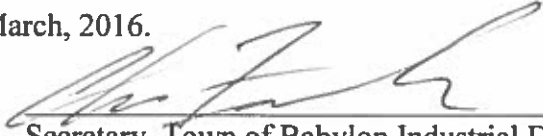
STATE OF NEW YORK)
) ss:
COUNTY OF SUFFOLK)

I, Chris Ferencsik, the duly elected, qualified and acting Secretary of the Town of Babylon Industrial Development Agency (the "Agency"), hereby certify that:

1. The foregoing is a true, correct and complete copy of the record of proceedings of the Agency had and taken at a lawful meeting of the Agency held at the Law Office of John Braslow, 816 Deer Park Avenue, North Babylon, New York on March 8, 2016, commencing at the hour of 7:00 P.M., as recorded in the regular official book of the proceedings of the Agency, those proceedings were duly had and taken as shown therein, the meeting shown therein was duly held, and the persons named therein were present at that meeting as shown therein.

2. All members of the Agency and the public were duly notified of that meeting, pursuant to law.

IN WITNESS WHEREOF, I have signed this certificate and affixed the seal of the Agency this 8th day of March, 2016.



Secretary, Town of Babylon Industrial Development
Agency

(SEAL)