APPLICATION FOR ASSISTANCE

Each applicant seeking assistance must complete this application and provide required supplemental forms/documentation.

Please answer all questions. Use “None” or “Not Applicable” where necessary. Information in this application may be subject to public review under New York State Law, except for information that is considered deniable by the Freedom of Information Law. This form is available at www.monroecountybusiness.org/application.

Please send completed application via email to EconomicDevelopment@monroecounty.gov. A non-refundable application fee of $350.00 is required. Please see page 10 for additional information on costs and fees.

I. APPLICANT

A. Applicant Information
   Name:  Pack-Smart, Inc
   Address:  11-9000 Keele Street, Concord, Ontario, L4K 0B3
   Tax Id No.:  98-0683909
   Contact Name:  Paul Tolley
   Title:  Consultant
   Telephone:  585-489-6999
   E-Mail:  paultolley@stretfordendsolutions.com

B. Applicant’s Legal Counsel
   Name:  Craig Welsh
   Firm:  Lacy Katzen
   Address:  600 Bausch & Lomb Place, Rochester NY 14604
   Telephone:  585-324-5726
   Email:  cwelsh@lacykatzen.com

C. Owners of Applicant Company (must total 100%). If an LLC, LP or similar, all members/partners must be listed

<table>
<thead>
<tr>
<th>Name</th>
<th>%</th>
<th>Corporate Title</th>
</tr>
</thead>
<tbody>
<tr>
<td>Derek Dlugosh-Ostap</td>
<td>100</td>
<td>LLC</td>
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</tbody>
</table>
II. PROJECT

A. Address of proposed project facility

1964 Lake Ave Rochester 14615

_____________________________________________

_____________________________________________

Tax Map Parcel Number: _________________________

City/Town/Village: Rochester

School District: Rochester

Current Legal Owner of Property:

FabExchange, Inc

B. Proposed User(s)/Tenant(s) of the Facility

If there are multiple Users/Tenants, please attach additional pages.

Are the user and owner related entities? ☐ Yes ☑ No

Company Name: AIM Photonics

Address: 1964 Lake Ave

City/State/Zip: Rochester NY 14615

Tax ID No: _________________________

Contact Name: Paul Kelly

Title: COO

Telephone: 518-956-7392

Email: pkelly2@sunypoly.edu

% of facility to be occupied by user/tenant 35%

C. Owners of User/Tenant Company (must total 100%)

If an LLC, LP or similar, all members/partners must be listed

<table>
<thead>
<tr>
<th>Name</th>
<th>%</th>
<th>Corporate Title</th>
</tr>
</thead>
<tbody>
<tr>
<td>Pack-Smart Inc</td>
<td>100</td>
<td></td>
</tr>
<tr>
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</tbody>
</table>

D. Benefits Requested (Check all that apply)

☑ Sales Tax Exemption

☑ Mortgage Recording Tax Exemption

☑ Real Property Tax Abatement

☐ Industrial Revenue Bond Financing

E. Description of project (check all that apply)

☐ New Construction

☑ Existing Facility

☑ Acquisition

☐ Expansion

☑ Renovation/Modernization

☑ Acquisition of machinery/equipment

☑ Other (specify) Training programs

DESCRIPTION OF THE PROJECT AND BACKGROUND ON USER(S) OF THE FACILITY

NAICS Code: 561621

With the increasing demands of higher bandwidth and faster data stream encrypted document and identification security is at the forefront of governments and businesses alike. Pack-Smart Inc designs and develops entire suites of products to safeguard counterfeiting by developing and manufacturing the hardware and software technologies that solve complex engineering, manufacturing and distribution challenges while achieving highest speeds, accuracy and World-Class OEE (Overall equipment effectiveness). Their products are fully automated, modular solutions for industrial and digital automation, printing, converting, personalization and packaging.

Pack-Smart customers consist of brand owners and industry leaders across Pharmaceutical, Personal Care, Telecommunications, Payments, E-Commerce and FMCG (Fast moving consumer goods) markets. Solutions are utilized for the manufacturing of premium, high visibility, active and intelligent packaging; and over the past two decades, Pack-Smart has completed over 1,500 installations in 25 countries worldwide.

Pack-Smart Inc is looking to develop the Lake Ave site into its new North American headquarters for design, R & D...
II. PROJECT (cont’d)

F. Are other facilities or related companies located within New York State?

☐ Yes ☐ No

Location:
50 Air Park Dr.
________________________________________________
________________________________________________

Will the Project result in the removal of an industrial or manufacturing plant of the Project occupant from one area of the state to another area of the state? ☐ Yes ☑ No

Will the Project result in the abandonment of one or more plants or facilities of the Project occupant located within the state? ☐ Yes ☑ No

If Yes to either question, explain how the Agency’s Financial Assistance is required to prevent the Project from relocating out of the State, or is reasonably necessary to preserve the Applicant or User’s competitive position in its respective industry:
_______________________________________________
_______________________________________________
_______________________________________________
_______________________________________________

G. Would the project be undertaken without financial assistance from the Agency?

☐ Yes ☐ No

Please explain why financial assistance is necessary.

H. Project Timeline

Proposed Date of Acquisition: October 15th 2021
Proposed Commencement Date of Construction: December 2021
Anticipated Completion Date: October 2026

I. Contractor(s)

Pike, LeChase, Boulter

J. State Environmental Quality Review (SEQR) Act Compliance

COMIDA, in granting assistance to the Applicant, is required to comply with the New York State Environmental Quality Review Act (SEQR).

Does the proposed project require discretionary permit, license or other type of approval by the state or local municipality?

☐ YES - Include a copy of any SEQR documents related to this Project including Environmental Assessment Form, Final Determination, Local Municipality Negative Declaration, etc.

☐ NO

1964 Lake Ave was originally constructed in 1959 and is in significant need of repair and upgrade. The exterior and interior have aging infrastructure and reconfiguration is required for any new development opportunities to be able to operate within the space. Over $40 Million was invested for AIM Photonics to renovate and make operable their space on the 4th and 5th floors. AN additional $3M was spent by the previous owner to upgrade aging systems and comply with safety and building codes.

The Lake avenue site has a historic role in photonics and sensor development but for other Photonics and high tech manufacturing companies to come in and be successful at the site this type of investment is required. Pack Smart appreciates the history of the site and the value Rochester's supply can provide but community support will be required to support economic development at the site. There are a number of energy conservation measure and upgrades as well as code and infrastructure improvements that are essential for bringing leading manufacturing companies back to the site.

With the correct investment this site can be competitive against the other regions of the country currently in site selection and it can be the home to over 200 new high paying jobs. Additionally Pack Smart will provide stable ownership to the site as well as synergistic goals to AIM Photonics and their mission.
III. PROPERTY TAX ABATEMENT/PAYMENT IN LIEU OF TAX AGREEMENT (PILOT)

Check One:

☑ JOBSPLUS

Requirements:

• Applicant must commit to a 10% increase in full-time equivalent employment, measured on the existing impacted employee base, over a 3 year period. The required number of jobs is ________.

☐ LEASEPLUS

Requirements:

• University and/or medical related facilities in which a 501(c)3 entity leases from a for-profit entity.
• Company must commit to a 10% increase in full-time equivalent employment, measured on the existing impacted employee base, over a 3 year period. The required number of jobs is ________.

☐ ENHANCED JOBSPLUS

Requirements:

• A minimum $15 million investment AND
• A minimum of 100 new jobs

☐ GREEN JOBSPLUS

Requirements:

• LEED® Certification – Project must be rated as Certified, Gold, Silver or Platinum by the United States Green Building Council’s Leadership in Energy and Environmental Design (LEED®) Green Building Rating System.
• Company must commit to a 10% increase in full-time equivalent employment, measured on the existing impacted employee base, over a 3 year period. The required number of jobs is ________.

☐ SHELTER RENT

For student housing or affordable housing projects.

☐ Local Tax Jurisdiction Sponsored PILOT

☐ NO PROPERTY TAX ABATEMENT IS SOUGHT FOR THIS PROJECT
IV. APPLICANT PROJECT COSTS

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

Building Construction or Renovation

a. Materials a. $3,000,000
b. Labor b. $1,000,000

Site Work

c. Materials c. $200,000
d. Labor d. $75,000
e. Non-Manufacturing Equipment e. $500,000
f. Manufacturing Equipment f. $

g. Furniture and Fixtures g. $1,000,000
h. Land and/or Building Purchase h. $3,250,000
i. Soft Costs (Legal, Architect, Engineering) i. $1,000,000

Other (specify)

j. $________________
k. $________________
l. $________________
m. $________________

Total Project Costs
(must equal Total Sources) $10,025,000

B. Sources of Funds for Project Costs:

a. Tax-Exempt Industrial Revenue Bond a. $

b. Taxable Industrial Revenue Bond b. $

c. Bank Financing d. $10,025,000
d. Public Sources e. $

Identify each state and federal grant/credit

$________________
$________________
$________________
$________________

e. Equity $________________

TOTAL SOURCES
(must equal Total Project Costs) $10,025,000

C. Has the applicant made any arrangements for the financing of this project

☐ Yes  ☐ No

If yes, please specify bank, underwriter, etc.

Self financed

V. COMPLETE FOR EACH USER/TENANT THAT IS SEEKING SALES TAX EXEMPTIONS USER(S)/TENANT(S) PROJECT COSTS

Use additional sheets as necessary

Company Name _______________________

A. Estimate the costs necessary for the construction, acquisition, rehabilitation, improvement, and/or equipping of the project by the user(s)/tenant(s) from which a sales tax exemption is requested.

Estimated Costs Eligible for Sales Tax Exemption Benefit


b. Labor b. $

c. Non-Manufacturing Equipment c. $

d. Manufacturing Equipment d. $

e. Furniture and Fixtures d. $

Other (specify):

f. $

g. $

h. $

Total Project Costs $0

Rev 1/2021 5
VI. Value of Incentives

Project name: Pack Smart, Inc.

A. IDA PILOT Benefits:

<table>
<thead>
<tr>
<th>Current Land Assessment</th>
<th>359,800 Taxes on Land</th>
<th>16,482</th>
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</thead>
<tbody>
<tr>
<td>Dollar Value of New Construction &amp; Renovation Costs</td>
<td>4,275,000</td>
<td></td>
</tr>
<tr>
<td>Estimated New Assessed Value of Project Subject to IDA</td>
<td>4,634,800</td>
<td></td>
</tr>
</tbody>
</table>

| County Tax rate/$1,000 | 9.98 |
| Local Tax Rate* Tax Rate/$1,000 |
| School Tax Rate /$1,000 | 35.83 |
| Total Tax Rate | 45.81 |

<table>
<thead>
<tr>
<th>PILOT</th>
<th>%</th>
<th>Year</th>
<th>Abatement</th>
<th>Amount</th>
<th>PILOT</th>
<th>Amount</th>
<th>PILOT</th>
<th>Amount</th>
<th>PILOT</th>
<th>Amount</th>
<th>w/o PILOT</th>
<th>Exemption</th>
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<tbody>
<tr>
<td></td>
<td></td>
<td>1</td>
<td>90%</td>
<td>4,626</td>
<td>0</td>
<td>16,606</td>
<td>21,232</td>
<td>228,803</td>
<td>191,088</td>
<td></td>
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<td></td>
<td></td>
<td>2</td>
<td>80%</td>
<td>9,251</td>
<td>0</td>
<td>33,213</td>
<td>42,464</td>
<td>228,803</td>
<td>148,624</td>
<td></td>
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<td>3</td>
<td>70%</td>
<td>13,877</td>
<td>0</td>
<td>49,819</td>
<td>63,696</td>
<td>228,803</td>
<td>127,392</td>
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<td>4</td>
<td>60%</td>
<td>18,502</td>
<td>0</td>
<td>66,426</td>
<td>84,928</td>
<td>228,803</td>
<td>106,160</td>
<td></td>
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<td>5</td>
<td>50%</td>
<td>23,128</td>
<td>0</td>
<td>83,032</td>
<td>106,160</td>
<td>228,803</td>
<td>106,160</td>
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<td>6</td>
<td>40%</td>
<td>27,753</td>
<td>0</td>
<td>99,639</td>
<td>127,392</td>
<td>228,803</td>
<td>84,928</td>
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<td>7</td>
<td>30%</td>
<td>32,379</td>
<td>0</td>
<td>116,245</td>
<td>148,624</td>
<td>228,803</td>
<td>63,696</td>
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<td></td>
<td>8</td>
<td>20%</td>
<td>37,004</td>
<td>0</td>
<td>132,852</td>
<td>169,856</td>
<td>228,803</td>
<td>42,464</td>
<td></td>
<td></td>
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<td></td>
<td></td>
<td>9</td>
<td>10%</td>
<td>41,630</td>
<td>0</td>
<td>149,458</td>
<td>191,088</td>
<td>228,803</td>
<td>21,232</td>
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<td>10</td>
<td>0%</td>
<td>46,255</td>
<td>0</td>
<td>166,065</td>
<td>212,320</td>
<td>228,803</td>
<td>0</td>
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<tr>
<td></td>
<td>Total</td>
<td>254,404</td>
<td>0</td>
<td>913,357</td>
<td>1,167,761</td>
<td>2,288,026</td>
<td>955,441</td>
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</table>

* Local Tax Rate for Town/City/Village

B. Sales Tax Exemption Benefit:

Estimated value of Sales Tax exemption: 376,000
Estimated duration of Sales Tax exemption: 12/31/2026

C. Mortgage Recording Tax Exemption Benefit:

Estimated Value of Mortgage Recording Tax exemption: $75,188

D. Industrial Revenue Bond Benefit

IRB inducement amount, if required: $0

E. Percentage of Project Costs financed from Public Sector sources:

<table>
<thead>
<tr>
<th>Total Value of Incentives</th>
<th>$1,406,628.35</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sources of Funds (Section IV.B.)</td>
<td>$10,025,000.00</td>
</tr>
</tbody>
</table>

14.03%

** All estimates are based on current tax rates.
VII. PROJECTED EMPLOYMENT

Complete for each Applicant or User/Tenant

Company Name: Pack Smart Inc

Applicant: ✔ or User/Tenant: ☐

Applicant/Tenant creating jobs must submit most recent NYS-45 or equivalent.

<table>
<thead>
<tr>
<th></th>
<th>Current # of jobs at proposed project location or to be relocated to project location</th>
<th>IF FINANCIAL ASSISTANCE IS GRANTED – project the number of FTE and PTE jobs to be RETAINED</th>
<th>IF FINANCIAL ASSISTANCE IS GRANTED – project the number of FTE and PTE jobs to be CREATED upon THREE Years after Project completion</th>
<th>Estimate number of residents of the Labor Market Area in which the Project is located that will fill the FTE and PTE jobs to be created upon THREE Years after Project Completion **</th>
</tr>
</thead>
<tbody>
<tr>
<td>Full time (FTE)</td>
<td>2</td>
<td>2</td>
<td>15</td>
<td>15</td>
</tr>
<tr>
<td>Part Time (PTE)</td>
<td>1</td>
<td>1</td>
<td>2</td>
<td>2</td>
</tr>
<tr>
<td>Total</td>
<td>2.50</td>
<td>2.50</td>
<td>16.00</td>
<td>16.00</td>
</tr>
</tbody>
</table>

** For purposes of this question, please estimate the number of FTE and PTE jobs that will be filled, as indicated in the third column, by residents of the Labor Marker Area, in the fourth column. The Labor Marker Area includes: Monroe County, Orleans County, Genesee County, Wyoming County, Livingston County, Ontario County, Wayne County, Yates County, and Seneca County chosen at the Agency’s discretion.

[Remainder of this Page Intentionally Left Blank]
VIII. LOCAL LABOR

To be completed by all Applicants and Users/Tenants of Projects which include the construction of new, expanded or renovated facilities:

Company Name  Pack Smart Inc

Applicant: ✓ and/or User/Tenant: □

All project employees of the general contractor, subcontractor, or sub to a subcontractor (contractors) working on the project must reside within the following counties in the State of New York: Monroe, Genesee, Livingston, Ontario, Orleans, Seneca, Steuben, Wayne, Wyoming or Yates. The All-Local Labor criterion will be verified based on employment, payroll and related records.

COMIDA understands that at certain times local labor may not be available within the local area. Under this condition, applicants are required to complete a waiver request of the All-Local Labor requirement 45 days in advance of commencing work. Contractors do not have to be local companies as defined herein, but must employ local people to qualify under the All-Local Labor criterion.

The foregoing terms have been read, reviewed and understood by the Applicant or User/Tenant and all appropriate personnel. Furthermore, the undersigned agrees and understands that the information contained herein must be transmitted and conveyed in a timely fashion to all applicable subcontractors, suppliers and materialman. Furthermore, the undersigned agrees to post and maintain a sign, provided by COMIDA, in a prominent, easily accessible location, identifying the project as a recipient of COMIDA assistance and the local labor requirements associated with this assistance.

Furthermore, the undersigned realizes that failure to abide by the terms herein could result in COMIDA revoking all or any portion of benefits it deems reasonable in its sole discretion for any violation hereof.

Pack Smart Inc.  
(APPLICANT COMPANY)

Dariusz Plugowski-Ostap  CEO  2021/08/3

Signature  , Title  Date

(TENANT COMPANY)

Signature  , Title  Date
# IX. FEES

<table>
<thead>
<tr>
<th>Transaction Type</th>
<th>Fees</th>
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</thead>
<tbody>
<tr>
<td>Lease/Leaseback including any/all of the following:</td>
<td>Application Fee: Non-refundable $350.00</td>
</tr>
<tr>
<td>1. PILOT Agreement</td>
<td>IDA Fee: 0.75% of the total project cost</td>
</tr>
<tr>
<td>2. Sales and Tax Exemption</td>
<td>Legal Fee: 0.33% of the IDA fee. Minimum fee of $4,000.</td>
</tr>
<tr>
<td>3. Mortgage Tax Exemption</td>
<td></td>
</tr>
<tr>
<td>Sales Tax Exemption* and/or Mortgage Recording Tax Exemption</td>
<td>Application Fee: Non-refundable $350.00</td>
</tr>
<tr>
<td>Bond: Taxable or Tax-Exempt with Lease/Leaseback</td>
<td>IDA Fee: 0.50% of the total project cost</td>
</tr>
<tr>
<td>Including any/all of the following:</td>
<td>Legal Fee: 0.33% of the IDA fee. Minimum fee of $750</td>
</tr>
<tr>
<td>1. PILOT Agreement</td>
<td></td>
</tr>
<tr>
<td>2. Sales Tax Exemption</td>
<td></td>
</tr>
<tr>
<td>3. Mortgage Tax Exemption</td>
<td></td>
</tr>
<tr>
<td>Bond: Taxable or Tax-Exempt</td>
<td>Application fee: Non-refundable $350</td>
</tr>
<tr>
<td></td>
<td>IDA Fee: 1.25% of the total project cost</td>
</tr>
<tr>
<td>Designated Bond Counsel fee is based on the complexity and amount of the</td>
<td>Legal Fee: 0.33% of IDA fee</td>
</tr>
<tr>
<td>transaction.</td>
<td></td>
</tr>
</tbody>
</table>

If the sales tax benefits are required prior to closing, a non-refundable twenty-five percent (25%) of the IDA fee and Legal fees are payable at that time. This amount will be applied towards the IDA fee and Legal fee.
X. CERTIFICATION

The undersigned company officer and/or user/tenant officer each hereby certifies, on behalf of the company and/or user/tenant, respectively (each singularly and together, the "Applicant"), as follows:

A. The information contained in this Application, including employment information, is true and correct. The Applicant is aware that any material misrepresentation made in this Application constitutes an act of fraud, resulting in revocation of COMIDA benefits.

B. The undersigned, on behalf of the Applicant, hereby certifies that the Applicant, and all parties which have ownership of the Applicant are current and will remain current on all real property, federal, state, sales, income and withholding taxes throughout the term of any agreements made in connection with this Application.

C. Compliance with N.Y. GML Sec. 862(1): Applicant understands and agrees that the provisions of Section 862(1) of the New York General Municipal Law, as provided below, will not be violated if Financial Assistance is provided for the proposed Project:

§ 862. Restrictions on funds of the agency. (1) No funds of the agency shall be used in respect of any project if the completion thereof would result in the removal of an industrial or manufacturing plant of the project occupant from one area of the state to another area of the state or in the abandonment of one or more plants or facilities of the project occupant located within the state, provided, however, that neither restriction shall apply if the agency shall determine on the basis of the application before it that the project is reasonably necessary to discourage the project occupant from removing such other plant or facility to a location outside the state or is reasonably necessary to preserve the competitive position of the project occupant in its respective industry.

D. Compliance with Applicable Laws: The Applicant confirms and acknowledges that the owner, occupant, or operator receiving Financial Assistance for the proposed Project is in substantial compliance with applicable local, state and federal tax, worker protection and environmental laws, rules and regulations.

E. False and Misleading Information: The Applicant confirms and acknowledges that the submission of any knowingly false or knowingly misleading information may lead to the immediate termination of any Financial Assistance and the reimbursement of an amount equal to all or part of any tax exemption claimed by reason of the Agency’s involvement the Project.

F. Recapture: Should the Applicant not expend as projected or hire as presented, the Agency may view such information/status as failing to meet the established standards of economic performance. In such events, some or all of the benefits taken by the Applicant will be subject to recapture.

G. Pay Equity: The Applicant and/or user/tenant officer certifies on behalf of the company and/or user/tenant (the Applicant) has not been the subject of an adverse finding under the equal pay laws within the previous five years, has disclosed any pending equal pay claims against the company at time of application, and shall disclose to COMIDA any pending claims or adverse findings under the equal pay laws during the term of COMIDA financial assistance agreement.

H. Applicant hereby releases the COMIDA ("Agency") from, agrees that the Agency shall not be liable for, and agrees to indemnify, defend and hold the Agency harmless from and against any and all liability arising from or expense incurred by (A) the Agency’s examination and processing of, and action pursuant to or upon, this Application, regardless of whether or not this Application or the Project described herein or the tax exemptions and other assistance requested herein are favorably acted upon by the Agency; (B) the Agency’s acquisition, construction, renovation and/or equipping of the Project described herein; and (C) any further action taken by the Agency with respect to the Project; including, without limiting the generality of the foregoing, all causes of action and attorneys’ fees and any other expenses incurred in defending any suits or actions which may arise as a result of any of the foregoing. Applicant hereby understands and agrees, in accordance with Section 875(3) of the New York General Municipal Law, that any New York State and local sales and use tax exemption claimed by the Applicant and approved by the Agency in connection with the Project may be subject to recapture by the Agency under such terms and conditions as will be set forth in the Agent Agreement to be entered into by and between the Agency and the Applicant. The Applicant further represents and warrants that the information contained in this Application, including without limitation, information regarding the amount of New York State and local sales and use tax exemption benefits, is true, accurate and complete.

APPLICANT COMPANY
Pack Smart Inc

Dariusz Dlugosz-Ostap, CEO

Signature , Title Date

TENANT COMPANY

Signature , Title Date

Rev 1/2021
With the increasing demands of higher bandwidth and faster data stream encrypted document and identification security is at the forefront of governments and businesses alike. Pack-Smart Inc designs and develops entire suites of products to safeguard counterfeiting by developing and manufacturing the hardware and software technologies that solve complex engineering, manufacturing and distribution challenges while achieving highest speeds, accuracy and World-Class OEE (Overall equipment effectiveness). Their products are fully automated, modular solutions for industrial and digital automation, printing, converting, personalization and packaging.

Pack-Smart customers consist of brand owners and industry leaders across Pharmaceutical, Personal Care, Telecommunications, Payments, E-Commerce and FMCG (Fast moving consumer goods) markets. Solutions are utilized for the manufacturing of premium, high visibility, active and intelligent packaging; and over the past two decades, Pack-Smart has completed over 1,500 installations in 25 countries worldwide.

Pack-Smart, Inc. is looking to develop the Lake Ave site into its new North American headquarters for design, R & D and Business development. Additionally Pack-Smart are looking to create a unique environment to attract high tech semiconductor based companies for collaboration, development, test and manufacturing of Silicon Photonics (SiPh) devices and components that can support silicon Photonics such as quantum cascade lasers and micro lens-lens arrays, as well as power electrics. These products will be in direct alignment with the mission of AIM Photonics Institute and will hold broad appeal for both the department of defense as well as commercial infrastructure of the Tele-comm markets.

Pack Smart proposes a complete renovation of the historic 1959 era structure including energy efficiency upgrades and internal and external architectural upgrades.
Cost-Benefit Analysis for Pack Smart, Inc. (Lake Avenue)

Prepared by COMIDA using InformAnalytics
Executive Summary

INVESTOR  | TOTAL JOBS  | TOTAL INVESTED  | LOCATION  | TIMELINE
Pack Smart, Inc. (Lake Avenue) | 30 Ongoing; 42 Temporary | $10.0 Million | 1964 Lake Avenue, Rochester, 14615 | 10 Years

F1 FIGURE 1
Discounted* Net Benefits for Pack Smart, Inc. (Lake Avenue) by Year

Total Net Benefits: $23,619,000

F2 FIGURE 2
Total Jobs

F3 FIGURE 3
Total Payroll

https://ny.informanalytics.org/cba/report/865
Proposed Investment

Pack Smart, Inc. (Lake Avenue) proposes to invest $10.0 million at 1964 Lake Avenue, Rochester, 14615 over 10 years. COMIDA staff summarize the proposed with the following: Renovation of existing building.

### TABLE 1

#### Proposed Investments

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>CONSTRUCTION SPENDING</strong></td>
<td></td>
</tr>
<tr>
<td>Renovation</td>
<td>$4,275,000</td>
</tr>
<tr>
<td><strong>OTHER SPENDING</strong></td>
<td></td>
</tr>
<tr>
<td>non man equip</td>
<td>$500,000</td>
</tr>
<tr>
<td>FF&amp;E</td>
<td>$1,000,000</td>
</tr>
<tr>
<td>Building</td>
<td>$3,250,000</td>
</tr>
<tr>
<td>Soft Costs</td>
<td>$1,000,000</td>
</tr>
<tr>
<td><strong>Total Investments</strong></td>
<td>$10,025,000</td>
</tr>
<tr>
<td><strong>Discounted Total (2%)</strong></td>
<td>$9,983,000</td>
</tr>
</tbody>
</table>

May not sum to total due to rounding.
A cost-benefit analysis of this proposed investment was conducted using InformAnalytics, an economic impact model developed by CGR. The report estimates the impact that a potential project will have on the local economy based on information provided by COMIDA. The report calculates the costs and benefits for specified local taxing districts over the first 10 years, with future returns discounted at a 2% rate.

TABLE 2

Estimated Costs or Incentives

COMIDA is considering the following incentive package for Pack Smart, Inc. (Lake Avenue).

<table>
<thead>
<tr>
<th>Description</th>
<th>Nominal Value</th>
<th>Discounted Value*</th>
</tr>
</thead>
<tbody>
<tr>
<td>Property Tax Exemption</td>
<td>$793,000</td>
<td>$749,000</td>
</tr>
<tr>
<td>Sales Tax Exemption</td>
<td>$376,000</td>
<td>$376,000</td>
</tr>
<tr>
<td>Mortgage Recording Tax Exemption</td>
<td>$75,000</td>
<td>$75,000</td>
</tr>
<tr>
<td><strong>Total Costs</strong></td>
<td><strong>$1,244,000</strong></td>
<td><strong>$1,200,000</strong></td>
</tr>
</tbody>
</table>

* May not sum to total due to rounding.

* Discounted at 2%
### State & Regional Impact (Life of Project)

The following table estimates the total benefits from the project over its lifetime.

<table>
<thead>
<tr>
<th>Description</th>
<th>Direct</th>
<th>Spillover</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>REGIONAL BENEFITS</strong></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>To Private Individuals</td>
<td>$18,922,000</td>
<td>$6,219,000</td>
<td>$25,141,000</td>
</tr>
<tr>
<td>Temporary Payroll</td>
<td>$17,577,000</td>
<td>$6,143,000</td>
<td>$23,719,000</td>
</tr>
<tr>
<td>Ongoing Payroll</td>
<td>$16,000,000</td>
<td>$5,644,000</td>
<td>$21,644,000</td>
</tr>
<tr>
<td>To the Public</td>
<td>$1,345,000</td>
<td>$76,000</td>
<td>$1,421,000</td>
</tr>
<tr>
<td>Property Tax Revenue</td>
<td>$1,067,000</td>
<td>N/A</td>
<td>$1,067,000</td>
</tr>
<tr>
<td>Temporary Sales Tax Revenue</td>
<td>$20,000</td>
<td>$6,000</td>
<td>$26,000</td>
</tr>
<tr>
<td>Ongoing Sales Tax Revenue</td>
<td>$199,000</td>
<td>$70,000</td>
<td>$269,000</td>
</tr>
<tr>
<td>Purchases Sales Tax Revenue</td>
<td>$59,000</td>
<td>N/A</td>
<td>$59,000</td>
</tr>
<tr>
<td><strong>STATE BENEFITS</strong></td>
<td>$1,305,000</td>
<td>$354,000</td>
<td>$1,660,000</td>
</tr>
<tr>
<td>To the Public</td>
<td>$1,305,000</td>
<td>$354,000</td>
<td>$1,660,000</td>
</tr>
<tr>
<td>Temporary Income Tax Revenue</td>
<td>$71,000</td>
<td>$24,000</td>
<td>$95,000</td>
</tr>
<tr>
<td>Ongoing Income Tax Revenue</td>
<td>$952,000</td>
<td>$253,000</td>
<td>$1,205,000</td>
</tr>
<tr>
<td>Temporary Sales Tax Revenue</td>
<td>$20,000</td>
<td>$6,000</td>
<td>$26,000</td>
</tr>
<tr>
<td>Ongoing Sales Tax Revenue</td>
<td>$203,000</td>
<td>$71,000</td>
<td>$274,000</td>
</tr>
<tr>
<td>Purchases Sales Tax Revenue</td>
<td>$60,000</td>
<td>N/A</td>
<td>$60,000</td>
</tr>
<tr>
<td><strong>Total Benefits to State &amp; Region</strong></td>
<td>$20,227,000</td>
<td>$6,574,000</td>
<td>$26,801,000</td>
</tr>
<tr>
<td><strong>Discounted Total Benefits (2%)</strong></td>
<td>$18,757,000</td>
<td>$6,063,000</td>
<td>$24,819,000</td>
</tr>
</tbody>
</table>
May not sum to total due to rounding.
TABLE 4

Benefit to Cost Ratio

The following benefit to cost ratios were calculated using the discounted totals.

<table>
<thead>
<tr>
<th>Description</th>
<th>Benefit*</th>
<th>Cost*</th>
<th>Ratio</th>
</tr>
</thead>
<tbody>
<tr>
<td>Region</td>
<td>$23,284,000</td>
<td>$985,000</td>
<td>24:1</td>
</tr>
<tr>
<td>State</td>
<td>$1,535,000</td>
<td>$215,000</td>
<td>7:1</td>
</tr>
<tr>
<td>Grand Total</td>
<td>$24,819,000</td>
<td>$1,200,000</td>
<td>21:1</td>
</tr>
</tbody>
</table>

May not sum to total due to rounding.

* Discounted at 2%

CGR has exercised reasonable professional care and diligence in the production and design of the InformAnalytics™ tool. However, the data used is provided by users. InformAnalytics does not independently verify, validate or audit the data supplied by users. CGR makes no representations or warranties with respect to the accuracy of the data supplied by users.