Application to
Jefferson County Industrial Development Agency (JCIDA) for
Industrial Revenue Bond (IRB) Financing and/or Tax Abatement

I. APPLICANT INFORMATION



Company Name: Roth Industries, Inc.

Address: 77 Circuit Drive

North Kingstown, RI 02852

Phone No.: 401-267-9044

Fax No.: 401-267-9048

Federal Tax ID: [redacted]

Contact Person: Aaron Itchkawich

E-Mail: [redacted]

Date: 7/20/05

a. Principal Owners/Officers/Directors/Partners if Partnership:
(List owners with 15% or more in equity holdings with percentage ownership)

Name	Address	Percentage Ownership/Office
Manfred Roth and family	[redacted]	100%

(Use attachments if necessary)

b. Form of Entity:

X Corporation

_____ Partnership (General ___or Limited ___; Number of General Partners ___ and, if applicable, Number of Limited Partners ___, List Partners in section above.

_____ Limited Liability Company/Partnership, Number of Members ___

_____ Sole Proprietorship

This application should be submitted to the Jefferson County Industrial Development Agency, 800 Starbuck Avenue, Watertown, New York 13601 (Attn: Executive Director). The Agency will collect a 2% fee at the time of bond closing. Fees for non-bond Projects are negotiated on a case-by-case basis but will generally amount to 25% of the total value of the abatement. See attached fee schedule for additional information.

c. If a corporation, partnership, limited liability company/partnership:

What is the date of establishment? 7/7/1996

Place of organization _____ and,

If a foreign organization, is the Application authorized to do business in the State of New York? YES.

(Attach organizational chart or other description if applicant is a subsidiary or otherwise affiliated with another entity)

d. Attach certified financial statements for the company's last three complete fiscal years. If the company is publicly held, attached the latest Form 10K as well.

II. APPLICANT'S COUNSEL

Name: To be determined in the future

Address: _____

_____

Phone No.: _____

Fax No.: _____

E-Mail: _____

III. PROJECT INFORMATION:

a. Describe the proposed acquisitions, construction or reconstruction and a description of the costs and expenditures expected. (Attach additional sheets or documentation as necessary).

See attached

b.

Project Address: 268 Bellew Ave, Watertown, NY 13601

Name of Municipality: City of Watertown

Name of School District: _____

c. Are Utilities on Site?

Water: Yes Electric: Yes

Gas: Yes Sanitary/Storm Sewer: Yes

d. Present legal owner of the site if other than Applicant and by what means will the site be acquired for this Project:

City of Watertown, NY

e. Zoning of Project Site:

Current: Light Industrial Proposed: Same, no change

f. Are any variances needed? No

g. Principal Use of Project upon Completion:

Manufacturing facility for Oil Storage Tanks and other products

h. Will the Project result in the removal of a plant or facility of the Applicant from one area of the State of New York to another? No

i. Will the Project result in the removal of a plant or facility of another proposed occupant of the Project from one area of the State of New York to another area of the State of New York? No

j. Will the Project result in the abandonment of one or more plants or facilities located in the State of New York? No

k. Project Costs (Estimates):

Category	Amount
Land Land and Building	$2,100,000
Building together	
Equipment	$5,879,250
Soft Costs	$574,000
Other	0
Total	$8,553,250

l. Job Creation:

How many construction jobs will be created by the Project? _____

Complete the following table in accordance with the instructions on the following page.

(A) Job Title	(B) Annual or Hourly Wages	(C) Current Number of Positions	(D) Jobs Created: Year One	(E) Jobs Created: Year Two	(F) Jobs Created: Year Three	(G) Total Jobs Created
Floor Assembler 23	$11/hr	0	6	1	1	8
Team Leader 33	$16/hr	0	1	0	0	1
Purchasing Agent 42	$20/hr	0	1	0	0	1
Logistics 23	$11/hr	0	0	3	0	3
TOTALS:		0	8	4	1	13

Instructions:

Column A: Insert the job titles that exist within the company at the time of application, as well as any job titles that will be established as a result of the Project.

Column B: Indicate the entry level wage for each listed job title either in terms of hourly pay or annual salary.

Column C: For each listed job title insert the number of positions that exist at the time of application.

Column D: Insert the number of jobs to be created during year one of the Project for each listed job title.

Column E: Insert the number of jobs to be created during year two of the Project for each listed job title.

Column F: Insert the number of jobs to be created during year three of the Project for each listed job title.

Column G: Indicate the total number of jobs to be created for each listed title as a result of the Project. (Column D + Column E + Column F = Column G)

Use an additional sheet if necessary.

m. List capital expenditures of the company at this location:

Category	Last Three Years	Next Three Years
Land	0	
Building	0	$1,500,000
Equipment	0	$1,500,000
Soft Costs	0	$300,000
Other	0	
Total		$3,300,000

n. List any other positive impacts that the Project may have on the economy of Jefferson County:

New technology plus long term strategy to bring in additional products such as Solar, septic tanks and systems, waste oil tanks, assembly of pre-installed manifold systems and a logistic center for North America. All of these developments will result in additional jobs being created.

IV. JCIDA FINANCIAL SUMMARY

The following information will be used to determine the extent and applicability of incentives to the Project. Not all incentives will be available to all Projects, but will be applied on the basis of the economic impact of the Project.

a. Sales Tax

What is the budgeted construction cost of the Project? $1,000,000

If there are Project costs that are subject to sales tax that are not included in the construction value above, provide an estimate of those costs: _____

b. Mortgage Tax

What is the expected mortgage amount for the Project? $1,575,000

c. Real Property Tax Abatement

What is the expected real property tax assessment of the improvement/Project? $2,100,000

d. Tax Exempt Bond Interest

What is the Company's current cost of capital? % 4.86%/5.20%

V. REPRESENTATIONS BY THE APPLICANT

The Applicant understands and agrees with the Agency as follows:

HOLD HARMLESS AGREEMENT

Applicant hereby releases the Jefferson County Industrial Development Agency and the members, officers, servants, agents and employees thereof (the '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, the attached Application, regardless of whether or not the Application or the Project described therein or the tax exemption and other assistance requested therein are favorably acted upon by the Agency, (B) the Agency's acquisition, construction and/or installation of the Project described therein 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 suites or actions which may arise as a result of any of the foregoing. If, for any reason, the Applicant fails to conclude or consummate necessary negotiations, or fails, within a reasonable or specified period of time, to take reasonable, proper or requested action, or withdraws, abandons, cancels or neglects the Application, or if the Agency or the Applicant are unable to reach final agreement with the respect to the Project, then, and in the event, upon presentation of an invoice itemizing the same, the Applicant shall pay to the Agency, its agents or assigns, all costs incurred by the Agency in the processing of the Application, including attorneys' fees, if any.

(Applicant) [redacted]

By: _____

Name: DREW NICK DOCHEV

Title: CEO

Sworn to before me this 20th day of July, 2005.

Notary Public [redacted]

Notary Public

MARILYN A. LADD
Notary Public
My Commission Expires 6/24/2009