ONEIDA COUNTY INDUSTRIAL DEVELOPMENT AGENCY COST/BENEFIT ANALYSIS Required by §859-a(3) of the New York General Municipal Law

TO BE ATTACHED TO AND MADE PART OF APPLICATION TO THE OCIDA NAME OF APPLICANT: __Research Associates of Syracuse, Inc.__ **DESCRIPTION OF PROJECT**: PILOT agreement NAME OF ALL SUBLESSEES OR OTHER OCCUPANTS OF FACILITY: NONE PRINCIPALS OR PARENT OF APPLICANT: Brian D. Moore_____ PRINCIPALS OF ANY SUBLESSEE ___NONE_____ OR OCCUPANT: Engineering Research & Development PRODUCT/SERVICES: ESTIMATED DATE OF COMPLETION OF PROJECT: Sept 2014 TYPE OF FINANCING/STRUCTURE: Tax-Exempt Financing ____ Taxable Financing

____ Sale/Leaseback

X Other NONE

TYPES OF BENEFITS RECEI	VED:					
Taxable Financing						
Tax-Exempt Bonds						
Sales Tax Until Completion Date						
Mortgage Tax Abatement						
_X Real Property Tax Abatement						
PROJECT COSTS – CAPITAL	. INVESTMENT					
Land	Cost per Acre					
Existing Building Rehab of Existing Building						
Construction of New Building	Cost per Sq Ft					
Addition or Expansion	Cost per Sq Ft.					
Engineering and Architectural F	ees					
Equipment Legal Fees	Cost per Sq Ft					
Bank, Bond, Transaction, Co	ompany.					
Credit Provider, Trustee\$10,000 (estimated)						
Finance Charges						
Title Insurance, Environmental Review, Bank Commitment Fee,						
Appraisals, etc.	ee,					
Agency Fee	\$1,500					
TOTAL COST OF PROJECT	\$11,500					
Job Revolving Fund Loan Other Grants or Loans	0					

COMPANY INFORM	IATION	EARNINGS INFORMATION			
Existing Jobs Created Jobs (Year 3) _		County Spec Average Direct Jobs \$3M County Spec Average Indirect Jobs \$75M			
Retained Jobs		County Spec Average Construction Jobs \$0_			
MULTIPLIER INFOR	RIMATION				
Indirect Job Rate 2.5					
Sales Tax Rate (8.5%)					
Mortgage Tax Rate (1%)				
Assumed Real Property Tax Rate Per Thousand for Municipality where project is located: Assumed Real Property Assessment of facility where IDA assistance is being sought:\$617,000 Assumed NYS Income Tax rate on earnings 4.25%:\$127,500 Note: \$1,000,000 in construction expenditures generates 15 person – years of employment CALCULATION OF BENEFITS (3 – YEAR PERIOD) NYS PERSONAL INCOME TAX RECEIVED					
	Total Earning	<u>s</u> Revenues			
Direct Jobs Created Existing Indirect Jobs Created	\$240K \$240K \$600K	\$3M \$3M \$7.5M			
Existing Construction	\$600K	\$7.5M			
Person Years	0	0			
TOTALS	\$1.68M	\$21M			
* These figures represen	it expectations p	er year after achieving 100% of growth goals			

TAXABLE GOODS AND SERVICES

S	pending Rate	Expenditures	State and Local Sales Tax Revenues			
Direct Jobs			(Expenditure Column x .0825)			
Created (total earnings for direct jobs created x .36)	36.0%	_\$86,400	\$7,128			
Existing (total earnings for direct jobs existing x .36)	36.0%	_\$86,400	\$7,128			
Indirect Jobs						
	00.00/	40.404	4.17.000			
Created (total earnings for indirect jobs created x .36	36.0%	_\$216K	\$17,820_			
Existing (total earnings for indirect jobs existing x .36	36.0%	_\$216K	\$17,820_			
Construction						
Person yrs. (total earnings for construction person y	rs. x .36) 36.0%	N/A	N/A			
Totals		_\$604,800_	_\$49,896			
Local (3 year) real property tax benefit (assuming90% of jobs existing and created own a residence) with an average assessment of \$150K and the remainder of jobs existing created pay real property taxes through rent based on an average assessment per apartment of \$50K						
Real Property Taxes Paid	\$					
COSTS						
Real Property Taxes Abated on Only (3-year period)	Improvements	\$	N/A			
Mortgage Tax Abated		\$	0			
Estimated Sales Tax Abated Du	ring Construct	ion Period \$	0			

NOTE: If there is a tax-exempt financing of all or a portion of the project cost, there is a neutral cost/benefit because of lower interest rates by reason of exclusion of interest from gross income of bondholders for purposes of Federal and State income taxes. Taxable financing carries the same cost/benefit for State Income Tax purposes. Such cost/benefits cannot be quantified.