

**THIRD AMENDMENT TO AGENT AND FINANCIAL  
ASSISTANCE PROJECT AGREEMENT**

THIS THIRD AMENDMENT TO AGENT AND FINANCIAL ASSISTANCE PROJECT AGREEMENT, dated as of the November 7, 2024, is by and between the **ERIE COUNTY INDUSTRIAL DEVELOPMENT AGENCY**, a public benefit corporation duly existing under the laws of the State of New York with offices at 95 Perry Street, Suite 403, Buffalo, New York 14203 (the “Agency”) and **SUCRO REAL ESTATE NY, LLC**, a limited liability company duly organized, validly existing and in good standing under the laws of the State of Delaware, with offices at 2303 Hamburg Turnpike, Lackawanna, New York 14218 (the “Company”).

W I T N E S S E T H:

WHEREAS, by Resolution dated January 27, 2021 (the “Resolution”), the Agency authorized the Company to undertake the Project, as defined therein, and act as its Agent for the purposes of acquiring, constructing and equipping the Project and subject to the Company entering into an Agent and Financial Assistance Project Agreement; and

WHEREAS, the Agency and the Company entered into that certain Agent and Financial Assistance Project Agreement, dated as of March 21, 2022, as amended from time to time, (collectively, the “Original Agreement”), whereby the Agency authorized the Company to act as its Agent for the purposes of acquiring, constructing and/or equipping the Facility (as described within the Resolution); and

WHEREAS, the Company notified the Agency that the Project has not been completed and has requested an extension of the New York State and local sales and use tax exemption benefit time period provided by the Agency, which the Agency agreed to provide to the Company; and

WHEREAS, the Agency and the Company entered into that First Amendment to Agent and Financial Assistance Project Agreement, dated April 13, 2023, as amended from time to time, (the “First Amendment” and together with Original Agreement, the “Agent Agreement”), whereby the Agency extended the sales tax expiration date to April 30, 2024; and

WHEREAS, the Company further notified the Agency that the Project has still not been completed and has requested a further extension of the New York State and local sales and use tax exemption benefit time period provided by the Agency, which the Agency agreed to provide to the Company; and

WHEREAS, the Agency and the Company entered into that Second Amendment to Agent and Financial Assistance Project Agreement, dated February 27, 2024, as amended from time to time, (the “Second Amendment” and together with Original Agreement, the “Agent Agreement”), whereby the Agency extended the sales tax expiration date to December 31, 2024; and

WHEREAS, the Company has further notified the Agency that the Project has still not been completed and has requested a further extension of the New York State and local sales and use tax exemption benefit time period provided by the Agency, which the Agency has agreed to provide to the Company; and

WHEREAS, to accomplish the foregoing, the Agency requires a Third Amendment to Agent Agreement be executed, and the Company and the Agency have agreed to execute the Third Amendment to Agent Agreement to extend the New York State and local sales and use tax exemption benefit time period provided by the Agency and any additional amendments thereto.

NOW THEREFORE, for good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, the parties hereby agree as follows:

The Agent Agreement is amended as follows:

1. Any references to the sales tax exemption expiration in the Agent Agreement shall be changed from December 31, 2024 to December 31, 2025.
2. Exhibit A, Exhibit B-1, and Exhibit B-2 attached hereto shall be made part of, and incorporated into, the Original Agent Agreement in place of Exhibit A, Exhibit B-1, and Exhibit B-2, respectively, in the Original Agreement.

Unless otherwise amended pursuant to the terms contained herein, the terms of the Agent Agreement shall remain unchanged.

*[The Balance of this Page Intentionally Left Blank]*

*[Signature Page to Third Amendment to Agent and Financial Assistance Project Agreement]*

IN WITNESS WHEREOF, the Agency and the Company have caused this Third Amendment to Agent and Financial Assistance Project Agreement to be executed in their respective names, all as of the date first above written.

**ERIE COUNTY INDUSTRIAL  
DEVELOPMENT AGENCY**

By: \_\_\_\_\_

Name: Elizabeth A. O'Keefe

Title: Vice President of Operations

**SUCRO REAL ESTATE NY, LLC**

By: \_\_\_\_\_

Name: Jonathan Taylor

Title: President

**EXHIBIT A - REVISED**

**FORM OF NYS FORM ST-60 TO BE COMPLETED BY COMPANY AND FILED WITH  
THE NYS TAX DEPARTMENT IDA UNIT FOR EACH OF ITS SUBAGENTS WITHIN  
THIRTY (30) DAYS OF APPOINTMENT**

**[Attached Next Page]**



Department of Taxation and Finance

# IDA Appointment of Project Operator or Agent For Sales Tax Purposes

**ST-60**  
(1/18)

The industrial development agency or authority (IDA) **must** submit this form within **30 days** of the appointment of a project operator or agent, whether appointed directly by the IDA or indirectly by the operator or another agent.

**For IDA use only****IDA information**

|   |                    |                          |   |  |  |
|---|--------------------|--------------------------|---|--|--|
| Name of IDA<br><b>Erie County Industrial Development Agency</b> |                    |                          | IDA project number (use OSC numbering system for projects after 1998)<br><b>1404-22-05A</b> |  |  |
| Street address<br><b>95 Perry Street, Suite 403</b>             |                    |                          | Telephone number<br><b>(716 ) 856-6525</b>  |  |  |
| City<br><b>Buffalo</b>  | State<br><b>NY</b> | ZIP code<br><b>14203</b> | Email address (optional)  |  |  |

**Project operator or agent information**

|                                       |       |  |                          |   |  |
|---------------------------------------|-------|--|--------------------------|---|--|
| Name of IDA project operator or agent |       | Mark an <b>X</b> in the box if directly appointed by the IDA: <b>No</b> <input type="checkbox"/> |                          | Employer identification or Social Security number   |  |
| Street address                        |       | Telephone number<br>( )  |                          | Primary operator or agent?<br>Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> |  |
| City                                  | State | ZIP code   | Email address (optional) |   |  |

**Project information**

|   |                    |                          |                          |
|---|--------------------|--------------------------|--------------------------|
| Name of project<br><b>Sucro Real Estate NY, LLC</b>   |                    |                          |                          |
| Street address of project site <b>2303 Hamburg Turnpike, and any lands located in Erie County and occupied by license or easement during construction or improvement by third parties for the benefit of the project.</b>   |                    |                          |                          |
| City<br><b>Lackawanna</b>   | State<br><b>NY</b> | ZIP code<br><b>14218</b> | Email address (optional) |
| Purpose of project<br><br>Renovation of the existing 174,600 sq. ft. building and construction of a new approximately 33,600 sq. ft. building for the purposes of accommodating new bulk and finished product storage, logistical operations, as well as sugar refining operations of the Company, and the acquisition and installation therein, thereon or thereabout of certain machinery, equipment and related personal property. |                    |                          |                          |

|  |  |   |  |   |  |
|--|--|---|--|---|--|
| Description of goods and services intended to be exempted from New York State and local sales and use taxes<br>Goods and services, inclusive of fuel and utilities, whether the goods and services are purchased or rented, and notwithstanding that they continue to constitute personal property or the item is used after the completion of the project, or the item is geographically located outside the legal boundaries of the project facility; provided there is a reasonable basis to acquire the item to benefit the project. |  |   |  |   |  |
| Date project operator or agent appointed (mmddyy)  |  | Date project operator or agent status ends (mmddyy) <b>123125</b>   |  | Mark an <b>X</b> in the box if this is an extension to an original project: <input checked="" type="checkbox"/> |  |
| Estimated value of goods and services that will be exempt from New York State and local sales and use tax: (all agents, all in) <b>\$ 4,500,000.00</b>   |  | Estimated value of New York State and local sales and use tax exemption provided: (all agents, all in) <b>\$ 393,750.00</b> |  |   |  |

**Certification:** I certify that the above statements are true, complete, and correct, and that no material information has been omitted. I make these statements with the knowledge that willfully providing false or fraudulent information with this document may constitute a felony or other crime under New York State Law, punishable by a substantial fine and possible jail sentence. I also understand that the Tax Department is authorized to investigate the validity of any information entered on this document.

|  |  |                                       |                         |
|--|--|---------------------------------------|-------------------------|
| Print name of officer or employee signing on behalf of the IDA |  | Print title<br><b>Jonathan Taylor</b> |                         |
| Signature<br>  |  | Date<br><b>3/18/2025</b>              | Telephone number<br>( ) |

## Instructions

### When to file

An IDA must file this form within 30 days of the date they appoint any project operator or other person as agent of the IDA, for purposes of extending any sales and use tax exemptions.

### Requirements to file

The IDA must file a separate form for each person it appoints as agent, whether directly or indirectly, and regardless of whether the person is the primary project operator or agent. If the IDA authorizes a project operator or agent to appoint other persons as agent of the IDA, the operator or agent making such an appointment must advise the IDA that it has done so, so that the IDA can file a form within 30 days of the date of the new agent's appointment. The IDA should not file this form for a person hired to work on an IDA project if that person is not appointed as agent of the IDA. The IDA should not file this form if they do not extend any sales or use tax exemption benefits for the project.

If an IDA modifies a project, such as by extending it beyond its original completion date, or by increasing or decreasing the amount of sales and use tax exemption benefits authorized for the project, they must, within 30 days of the change, file a new form with the new information.

### If the information on this form changes

If an IDA amends, revokes, or cancels the appointment of an agent, or if an agent's appointment becomes invalid for any reason, the IDA, within 30 days, must send a letter to the address below for filing this form, indicating that the appointment has been amended, revoked, or cancelled, or is no longer valid, and the effective date of the change. They must attach to the letter a copy of the form it originally filed. The IDA should not send a letter for a form that is not valid merely because the *Completion date of project* has passed.

### Mailing instructions

Mail completed form to:

**NYS TAX DEPARTMENT  
IDA UNIT  
W A HARRIMAN CAMPUS  
ALBANY NY 12227-0866**

**Private delivery services** – See Publication 55, *Designated Private Delivery Services*.

### Privacy notification

New York State Law requires all government agencies that maintain a system of records to provide notification of the legal authority for any request for personal information, the principal purpose(s) for which the information is to be collected, and where it will be maintained. To view this information, visit our website, or, if you do not have Internet access, call and request Publication 54, *Privacy Notification*. See *Need help?* for the Web address and telephone number.

### Need help?



Visit our website at **[www.tax.ny.gov](http://www.tax.ny.gov)**

- get information and manage your taxes online
- check for new online services and features

### Telephone assistance

|  |  |
|--|--|
| Sales Tax Information Center:                  | 518-485-2889                                 |
| To order forms and publications:               | 518-457-5431                                 |
| Text Telephone (TTY) or TDD<br>equipment users | Dial 7-1-1 for the<br>New York Relay Service |

**EXHIBIT B-1 – REVISED**

**NYS FORM ST-123  
FOR  
COMPANY**

**[Attached Next Page]**

**New York State Sales and Use Tax****IDA Agent or Project Operator  
Exempt Purchase Certificate****Effective for projects beginning on or after June 1, 2014**

This certificate is not valid unless all entries have been completed.

**Note:** To be completed by the purchaser and given to the seller. Do not use this form to purchase motor fuel or diesel motor fuel exempt from tax. See Form FT-123, *IDA Agent or Project Operator Exempt Purchase Certificate for Fuel*.

|  |   |           |              |
|--|---|-----------|--------------|
| Name of seller   | Name of agent or project operator<br><b>Sucro Real Estate NY, LLC</b> |           |              |
| Street address   | Street address<br><b>2303 Hamburg Turnpike</b>                        |           |              |
| City, town, or village   | City, town, or village  | State     | ZIP code     |
|  | <b>Lackawanna</b>   | <b>NY</b> | <b>14218</b> |
| Agent or project operator sales tax ID number (see instructions) |   |           |              |

Mark an **X** in one: ☐ Single-purchase certificate ☐ Blanket-purchase certificate (valid only for the project listed below)**To the seller:**

You must identify the project on each bill and invoice for such purchases and indicate on the bill or invoice that the IDA or agent or project operator of the IDA was the purchaser.

**Project information**

I certify that I am a duly appointed agent or project operator of the named IDA and that I am purchasing the tangible personal property or services for use in the following IDA project and that such purchases qualify as exempt from sales and use taxes under my agreement with the IDA.

|   |  |                          |
|---|--|--------------------------|
| Name of IDA<br><b>Erie County Industrial Development Agency</b>                                       |  |                          |
| Name of project<br><b>Sucro Real Estate NY, LLC</b>   | IDA project number (use OSC number)<br><b>1404-22-05A</b>                                      |                          |
| Street address of project site<br><b>2303 Hamburg Turnpike*</b>                                       |  |                          |
| City, town, or village<br><b>Lackawanna</b>   | State<br><b>NY</b>   | ZIP code<br><b>14218</b> |
| Enter the date that you were appointed agent or project operator (mm/dd/yy) ..... <b>03 / 21 / 22</b> | Enter the date that agent or project operator status ends (mm/dd/yy) ..... <b>12 / 31 / 25</b> |                          |

**Exempt purchases**(Mark an **X** in boxes that apply)

\*and any lands located in Erie County and occupied by license or easement during construction or improvement by third parties for the benefit of the project.

- ☐ A. Tangible personal property or services (other than utility services and motor vehicles or tangible personal property installed in a qualifying motor vehicle) used to complete the project, but not to operate the completed project
- ☐ B. Certain utility services (gas, propane in containers of 100 pounds or more, electricity, refrigeration, or steam) used to complete the project, but not to operate the completed project
- ☐ C. Motor vehicle or tangible personal property installed in a qualifying motor vehicle

**Certification:** I certify that the above statements are true, complete, and correct, and that no material information has been omitted. I make these statements and issue this exemption certificate with the knowledge that this document provides evidence that state and local sales or use taxes do not apply to a transaction or transactions for which I tendered this document and that willfully issuing this document with the intent to evade any such tax may constitute a felony or other crime under New York State Law, punishable by a substantial fine and a possible jail sentence. I understand that this document is required to be filed with, and delivered to, the vendor as agent for the Tax Department for the purposes of Tax Law section 1838 and is deemed a document required to be filed with the Tax Department for the purpose of prosecution of offenses. I also understand that the Tax Department is authorized to investigate the validity of tax exclusions or exemptions claimed and the accuracy of any information entered on this document.

|   |      |
|---|------|
| Signature of purchaser or purchaser's representative (include title and relationship) | Date |
| Type or print the name, title, and relationship that appear in the signature box      |      |



## Instructions

### To the purchaser

You may use Form ST-123 if you:

- have been appointed as an agent or project operator by an industrial development agency (IDA) and
- the purchases qualify for exemption from sales and use tax as described in the IDA contract.

You may use Form ST-123 as a single-purchase certificate or as a blanket certificate covering the first and subsequent purchases qualifying for the project listed.

**Agent or project operator sales tax ID number** — If you are registered with the Tax Department for sales tax purposes, you must enter your sales tax identification number on this certificate. If you are not required to be registered, enter **N/A**.

*Industrial development agencies and authorities (IDAs)* are public benefit corporations under General Municipal Law Article 18-A and the Public Authorities Law, for the purpose of promoting, developing, encouraging, and assisting in the acquisition, construction, reconstruction, improvement, maintenance, equipping, and furnishing of industrial, manufacturing, warehousing, commercial, research, and recreational facilities in New York State.

IDAs are exempt from the payment of sales and use tax on their purchases, in accordance with Tax Law section 1116(a)(1). However, IDAs do not normally make direct purchases for projects. Commonly, IDAs instead appoint a business enterprise or developer, contractor, or subcontractor as its agent or project operator. Such purchases made by the agent or project operator, acting within the authority granted by the IDA, are deemed to be made by the IDA and therefore exempt from tax.

*Example 1: IDA agreement with its agent or project operator states that contractor X may make all purchases of materials and equipment necessary for completion of the project, as agent for the IDA. Contractor X rents a backhoe and a bulldozer for site preparation, purchases concrete and lumber to construct a building, and purchases machinery to be installed in the building. All these purchases by contractor X as agent of the IDA are exempt from tax.*

*Example 2: IDA agreement with its agent or project operator states that contractor X may make all purchases of materials and equipment to be incorporated into the project, as agent for the IDA. Contractor X makes the same purchases as in Example 1. Since the concrete, lumber, and machinery will actually be incorporated into the project, contractor X may purchase these items exempt from tax. However, rental of the backhoe and bulldozer is not exempt since these transactions are normally taxable and the IDA agreement does not authorize contractor X to make such rentals as agent of the IDA.*

A contractor or subcontractor not appointed as agent or project operator of an IDA must present suppliers with Form ST-120.1, *Contractor Exempt Purchase Certificate*, when making purchases that are ordinarily exempt from tax in accordance with Tax Law sections 1115(a)(15) and 1115(a)(16). For more information, see Form ST-120.1.

### Exempt purchases

To qualify, the purchases must be made within the authority granted by the IDA and used to complete the project (not to operate the completed project).

- Mark box A to indicate you are purchasing tangible personal property and services (other than utility services and motor vehicles or tangible personal property installed in a qualifying motor vehicle) exempt from tax.
- Mark box B to indicate you are purchasing certain consumer utility services used in completing the project exempt from tax. This includes gas, electricity, refrigeration, and steam; and gas, electric, refrigeration, and steam services.
- Mark box C to indicate you are purchasing a motor vehicle or tangible personal property related to a qualifying motor vehicle exempt from tax.

### Misuse of this certificate

Misuse of this exemption certificate may subject you to serious civil and criminal sanctions in addition to the payment of any tax and interest due. These include:

- A penalty equal to 100% of the tax due;
- A \$50 penalty for each fraudulent exemption certificate issued;
- Criminal felony prosecution, punishable by a substantial fine and a possible jail sentence; and
- Revocation of your *Certificate of Authority*, if you are required to be registered as a vendor. See TSB-M-09(17)S, *Amendments that Encourage Compliance with the Tax Law and Enhance the Tax Department's Enforcement Ability*, for more information.

### To the seller

When making purchases as agent or project operator of an IDA, the purchaser must provide you with this exemption certificate with all entries completed to establish the right to the exemption. You **must** identify the project on each bill and invoice for such purchases and indicate on the bill or invoice that the IDA or agent or project operator of the IDA was the purchaser.

As a New York State registered vendor, you may accept an exemption certificate in lieu of collecting tax and be protected from liability for the tax if the certificate is valid. The certificate will be considered valid if it is:

- accepted in good faith;
- in your possession within 90 days of the transaction; and
- properly completed (all required entries were made).

An exemption certificate is accepted in good faith when you have no knowledge that the exemption certificate is false or is fraudulently given, and you exercise reasonable ordinary due care. If you do not receive a properly completed certificate within 90 days after the delivery of the property or service, you will share with the purchaser the burden of proving the sale was exempt.

You must also maintain a method of associating an invoice (or other source document) for an exempt sale with the exemption certificate you have on file from the purchaser. You must keep this certificate at least three years after the due date of your sales tax return to which it relates, or the date the return was filed, if later.

### Privacy notification

New York State Law requires all government agencies that maintain a system of records to provide notification of the legal authority for any request, the principal purpose(s) for which the information is to be collected, and where it will be maintained. To view this information, visit our Web site, or, if you do not have Internet access, call and request Publication 54, *Privacy Notification*. See *Need help?* for the Web address and telephone number.

### Need help?



Visit our Web site at **[www.tax.ny.gov](http://www.tax.ny.gov)**

- get information and manage your taxes online
- check for new online services and features



**Sales Tax** Information Center:

(518) 485-2889

To order forms and publications:

(518) 457-5431



**Text Telephone (TTY) Hotline**

(for persons with hearing and speech disabilities using a TTY):

(518) 485-5082

**EXHIBIT B-2 – REVISED**

**NYS FORM ST-123  
FOR  
SUBAGENTS OF COMPANY**

**[Attached Next Page]**

**IDA Agent or Project Operator  
Exempt Purchase Certificate**  
Effective for projects beginning on or after June 1, 2014

This certificate is not valid unless all entries have been completed.

**Note:** To be completed by the purchaser and given to the seller. Do not use this form to purchase motor fuel or diesel motor fuel exempt from tax. See Form FT-123, *IDA Agent or Project Operator Exempt Purchase Certificate for Fuel*.

|   |  |
|---|--|
| Name of seller  | Name of agent or project operator<br>X                                       |
| Street address  | Street address<br>X  |
| City, town, or village                      State              ZIP code | City, town, or village                      State              ZIP code<br>X |
|   | Agent or project operator sales tax ID number (see instructions)<br>X        |

Mark an **X** in one: ☐ Single-purchase certificate ☐ Blanket-purchase certificate (valid only for the project listed below)**To the seller:**

You must identify the project on each bill and invoice for such purchases and indicate on the bill or invoice that the IDA or agent or project operator of the IDA was the purchaser.

**Project information**

I certify that I am a duly appointed agent or project operator of the named IDA and that I am purchasing the tangible personal property or services for use in the following IDA project and that such purchases qualify as exempt from sales and use taxes under my agreement with the IDA.

|   |   |                   |
|---|---|-------------------|
| Name of IDA<br>Erie County Industrial Development Agency                              |   |                   |
| Name of project<br>Sucro Real Estate NY, LLC  | IDA project number (use OSC number)<br>1404-22-05A                                      |                   |
| Street address of project site<br>2303 Hamburg Turnpike*                              |   |                   |
| City, town, or village<br>Lackawanna  | State<br>NY   | ZIP code<br>14218 |
| Enter the date that you were appointed agent or project operator (mm/dd/yy) ..... / / | Enter the date that agent or project operator status ends (mm/dd/yy) ..... 12 / 31 / 25 |                   |

**Exempt purchases**(Mark an **X** in boxes that apply)

\*and any lands located in Erie County and occupied by license or easement during construction or improvement by third parties for the benefit of the project.

- ☒ A. Tangible personal property or services (other than utility services and motor vehicles or tangible personal property installed in a qualifying motor vehicle) used to complete the project, but not to operate the completed project
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- ☐ C. Motor vehicle or tangible personal property installed in a qualifying motor vehicle

**Certification:** I certify that the above statements are true, complete, and correct, and that no material information has been omitted. I make these statements and issue this exemption certificate with the knowledge that this document provides evidence that state and local sales or use taxes do not apply to a transaction or transactions for which I tendered this document and that willfully issuing this document with the intent to evade any such tax may constitute a felony or other crime under New York State Law, punishable by a substantial fine and a possible jail sentence. I understand that this document is required to be filed with, and delivered to, the vendor as agent for the Tax Department for the purposes of Tax Law section 1838 and is deemed a document required to be filed with the Tax Department for the purpose of prosecution of offenses. I also understand that the Tax Department is authorized to investigate the validity of tax exclusions or exemptions claimed and the accuracy of any information entered on this document.

|   |                   |
|---|-------------------|
| Signature of purchaser or purchaser's representative (include title and relationship)<br> | Date<br>3/18/2025 |
| Type or print the name, title, and relationship that appear in the signature box          |                   |

## Instructions

### To the purchaser

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- have been appointed as an agent or project operator by an industrial development agency (IDA) and
- the purchases qualify for exemption from sales and use tax as described in the IDA contract.

You may use Form ST-123 as a single-purchase certificate or as a blanket certificate covering the first and subsequent purchases qualifying for the project listed.

**Agent or project operator sales tax ID number** — If you are registered with the Tax Department for sales tax purposes, you must enter your sales tax identification number on this certificate. If you are not required to be registered, enter **N/A**.

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IDAs are exempt from the payment of sales and use tax on their purchases, in accordance with Tax Law section 1116(a)(1). However, IDAs do not normally make direct purchases for projects. Commonly, IDAs instead appoint a business enterprise or developer, contractor, or subcontractor as its agent or project operator. Such purchases made by the agent or project operator, acting within the authority granted by the IDA, are deemed to be made by the IDA and therefore exempt from tax.

*Example 1: IDA agreement with its agent or project operator states that contractor X may make all purchases of materials and equipment necessary for completion of the project, as agent for the IDA. Contractor X rents a backhoe and a bulldozer for site preparation, purchases concrete and lumber to construct a building, and purchases machinery to be installed in the building. All these purchases by contractor X as agent of the IDA are exempt from tax.*

*Example 2: IDA agreement with its agent or project operator states that contractor X may make all purchases of materials and equipment to be incorporated into the project, as agent for the IDA. Contractor X makes the same purchases as in Example 1. Since the concrete, lumber, and machinery will actually be incorporated into the project, contractor X may purchase these items exempt from tax. However, rental of the backhoe and bulldozer is not exempt since these transactions are normally taxable and the IDA agreement does not authorize contractor X to make such rentals as agent of the IDA.*

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### Exempt purchases

To qualify, the purchases must be made within the authority granted by the IDA and used to complete the project (not to operate the completed project).

- Mark box A to indicate you are purchasing tangible personal property and services (other than utility services and motor vehicles or tangible personal property installed in a qualifying motor vehicle) exempt from tax.
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- A penalty equal to 100% of the tax due;
- A \$50 penalty for each fraudulent exemption certificate issued;
- Criminal felony prosecution, punishable by a substantial fine and a possible jail sentence; and
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As a New York State registered vendor, you may accept an exemption certificate in lieu of collecting tax and be protected from liability for the tax if the certificate is valid. The certificate will be considered valid if it is:

- accepted in good faith;
- in your possession within 90 days of the transaction; and
- properly completed (all required entries were made).

An exemption certificate is accepted in good faith when you have no knowledge that the exemption certificate is false or is fraudulently given, and you exercise reasonable ordinary due care. If you do not receive a properly completed certificate within 90 days after the delivery of the property or service, you will share with the purchaser the burden of proving the sale was exempt.

You must also maintain a method of associating an invoice (or other source document) for an exempt sale with the exemption certificate you have on file from the purchaser. You must keep this certificate at least three years after the due date of your sales tax return to which it relates, or the date the return was filed, if later.

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### Need help?



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- get information and manage your taxes online
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To order forms and publications:

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**Text Telephone (TTY) Hotline**

(for persons with hearing and speech disabilities using a TTY):

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