



WYOMING COUNTY INDUSTRIAL DEVELOPMENT AGENCY

RESOLUTION TO APPROVE INCENTIVES FOR

EAST HILL CREAMERY

March 12, 2015

Whereas, East Hill Creamery on behalf of itself and affiliated individuals or entities (including entities to be formed to undertake the Project, as hereinafter defined) (collectively, the "Company") has completed an application to the WCIDA requesting financial assistance for the construction and equipping of a 12,000 sq. ft. Swiss style chalet building and 3,500 sq. ft. of aging caves for its new cheese manufacturing facility (the "Project") located at 346 South Main Street in the Village of Perry, New York, and

Whereas, the Company's application states that a portion of the Project may be used to make retail sales to customers who personally visit the Project but that the cost of the facilities used in making such sales will not exceed one-third of the total cost of the project, and

Whereas, the Project will allow the Company to commence its business in Wyoming County and create 7 new jobs, and

Whereas, the proposed benefits provided to the Company in connection with the Project exceed \$100,000, therefore a public hearing was necessary; and

Whereas, after the giving of all required notices (including published notice), WCIDA held a public hearing on the Project on March 9, 2015, and has considered all oral and written presentations made at or in connection with said public hearing; and

Whereas, the Company has completed and submitted to WCIDA Part 1 of an Environmental Assessment Form ("EAF") in accordance with the provisions of the State Environmental Quality Review Act and regulations adopted pursuant thereto (collectively, "SEQRA"); and

Whereas, WCIDA has completed Part 2 of the EAF and has considered the proposed Project and reviewed the EAF and the criteria set forth in SEQRA in order to determine whether the Project will have a significant effect on the environment and wishes to make the findings required of an agency under SEQRA, and

WHEREAS, WCIDA further finds, based on the application, that the Project proposes to create 7 jobs over the next 3 years.

Now therefore be it resolved that:

1. WCIDA hereby resolves that the proposed Project will not have a significant impact on the environment for the reasons more particularly set forth in the negative declaration prepared by WCIDA and, in accordance with SEQRA, hereby adopts such negative declaration with regard to the Project.
2. WCIDA hereby determines that the Project and the financial assistance (as more particularly described below) by the Agency pursuant to the New York State Industrial Development Agency Act constituting Title 1 of Article 18-A of the General Municipal Law, Chapter 24 of the Consolidated Laws of New York, as amended, and Chapter 343 of the 1974 Laws of New York, as amended (collectively, the "Act") will promote and is authorized by and will be in furtherance of the policy of the State as set forth in said Act and that the Project is not a "retail" project as described in Section 862 (2)(a) of the General Municipal Law.
3. Pursuant to the Act, the WCIDA, in order to secure this Project and the significant economic benefits that it could provide the people of Wyoming County approves the following tax incentives:
  - ◆ A one-year exemption from the payment of state and local sales tax on materials, supplies, and non-production equipment purchased for this Project having a total cost not to exceed \$ 2,500,000.
  - ◆ An exemption from the Wyoming County mortgage recording tax with respect to one or more mortgages in an aggregate amount approximately \$2,750,000.
  - ◆ A partial exemption from real estate taxes as specified in the following PILOT schedule. This schedule will apply to the increased assessed value created by the construction associated with this Project. Full payments are required for special district charges.

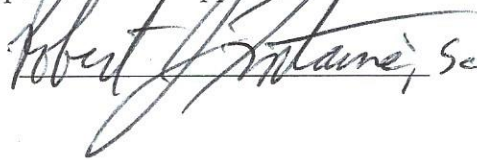
Tax Years	Exemption
1 –5	100%
6	80%
7	60%
8	40%
9	20%
10	0% full taxes paid

4. The Company is authorized as agent of WCIDA, for the purpose of constructing and equipping the Project. The designation of the Company as agent hereunder is limited to purchases of sales-taxable tangible personal property and services in connection with the Project which do not exceed the amounts authorized in this resolution and shall not apply to any other purchase by the Company or any operating expenses of the Company. In addition, in the event, because of the involvement of WCIDA, the Company claims an exemption from state sales or use tax in connection with the Project, and such exemption is claimed with respect to

property or services not authorized hereunder, or which exemption is in excess of the amounts authorized hereunder, or is otherwise not permitted under this resolution, or if the Company shall fail to comply with a material term or condition regarding the use of property or services acquired by the Company as agent for the Agency as set forth in this resolution or in any document authorized hereunder, then the Company shall be required to remit to WCIDA an amount equal to the amount of state sales and use taxes for which such exemption was improperly claimed. A failure to remit such amounts may result in an assessment against the Company by the New York State Commissioner of Taxation and Finance state sales and use taxes, together with any relevant penalties and interest.

5. The Chairman, Vice Chairman, Secretary, Treasurer and the CEO/CFO are each authorized to execute such documents as may be necessary or desirable to complete the transactions described in this resolution, to provide the financial assistance authorized herein and to otherwise carry out this resolution, subject however, to satisfaction of WCIDA's standard closing requirements and receipt of evidence of such municipal and other approvals as WCIDA shall deem appropriate.

Agency Signature:

 Robert J. Staine, Sec'y