

August 3, 2021

HARRIS BEACH ^{PLLC}
ATTORNEYS AT LAW

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PITTSFORD, NY 14534
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RUSSELL E. GAENZLE

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TO ALL ON THE ATTACHED DISTRIBUTION LIST:

Re: Orange County Industrial Development Agency ("OCIDA")
Fiorello Pharmaceuticals, Inc. Project
40, 50, 60, 70, 80, 85, 90 and 95 John Hicks Drive in the Town of
Warwick, Orange County, NY
(Tax Map Nos.: 46-1-41, 46-1-42, 46-1-43, 46-1-44, 46-1-45, 46-1-48, 46-1-46
And 46-1-47, respectively)

Ladies and Gentlemen:

Enclosed herewith please find a copy of the Tax Agreement and the Application for Real
Property Tax Exemption with respect to the above-captioned matter.

Very truly yours,


Russell E. Gaenzle

REG/lap

Enclosures

cc: William Fioravanti, OCIDA
Michael Torelli, OCIDA
Langdon Chapman, Esq.
Donna Badura, Esq.
Annie Cunningham, Esq.
Dominic Cordisco, Esq.

DISTRIBUTION LIST

AFFECTED TAX JURISDICTION OFFICIALS

| Orange County | |
|---|---|
| Orange County Legislature Attn: Chairman Orange County Government Center 255 Main Street Goshen, New York 10924 CERTIFIED MAIL RECEIPT #: 9489 0090 0027 6342 0918 49 | Orange County Executive Orange County Government Center 255 Main Street Goshen, New York 10924 CERTIFIED MAIL RECEIPT #: 9489 0090 0027 6342 0918 56 |
| Real Property Tax Service Attn: Eric Ruscher 255 Main Street Goshen, New York 10924 CERTIFIED MAIL RECEIPT #: 9489 0090 0027 6342 0918 63 | |
| Town of Warwick | |
| Town of Warwick Attn: Town Supervisor Warwick Town Hall 132 Kings Highway Warwick, New York 10990 CERTIFIED MAIL RECEIPT #: 9489 0090 0027 6342 0918 70 | Town of Warwick Attn: Town Assessor Warwick Town Hall 132 Kings Highway Warwick, New York 10990 CERTIFIED MAIL RECEIPT #: 9489 0090 0027 6342 0918 87 |
| Warwick Valley Central School District | |
| Warwick Valley Central School District Attention: Superintendent 225 West Street Warwick, New York 10990 CERTIFIED MAIL RECEIPT # 9489 0090 0027 6342 0918 94 | Warwick Valley Central School District Attention: Board President 225 West Street Warwick, New York 10990 CERTIFIED MAIL RECEIPT # 9489 0090 0027 6342 0919 00 |

ORANGE COUNTY INDUSTRIAL DEVELOPMENT AGENCY

AND

IORELLO PHARMACEUTICALS, INC.

TAX AGREEMENT

Dated as of July 26, 2021

Premises:

40, 50, 60, 70, 80, 85, 90 and 95 John Hicks Drive in the Town of Warwick,
Orange County, New York 10990

Tax Map Parcel Nos.:

46-1-41, 46-1-42, 46-1-43, 46-1-44, 46-1-45, 46-1-48, 46-1-46 and
46-1-47, respectively

Affected Tax Jurisdictions:

Orange County
Town of Warwick
Warwick Valley Central School District

TAX AGREEMENT

THIS TAX AGREEMENT, dated as of the 26th day of July, 2021 (the "Tax Agreement"), is by and between the **ORANGE COUNTY INDUSTRIAL DEVELOPMENT AGENCY**, a public benefit corporation duly existing under the laws of the State of New York with offices located at Orange County Business Accelerator, 4 Crotty Lane, Suite 100, New Windsor, New York 12553 (the "Agency") and **FIGIELLO PHARMACEUTICALS, INC.**, a corporation duly organized and validly existing under the laws of the State of New York, with offices at 325 W. Huron Street, Suite 700, Chicago, Illinois 60654 (the "Company").

WITNESSETH:

WHEREAS, the Agency was created by Chapter 390 of the Laws of 1972 of the State of New York pursuant to Title I of Article 18-A of the General Municipal Law of the State of New York (collectively, the "Act") as a body corporate and politic and as a public benefit corporation of the State of New York (the "State"); and

WHEREAS, the Company has submitted an application (the "Application") to the Agency requesting the Agency's assistance with respect to a certain project (the "Project"), which consists of: (A) the acquisition by the Agency of a subleasehold interest in an aggregate approximately 38.1-acre parcel of vacant land known as 40, 50, 60, 70, 80, 85, 90 and 95 John Hicks Drive in the Town of Warwick, Orange County, New York (the "Land"); (B) the construction on the Land of certain improvements to be developed in one or more phases, the first phase of which shall be the construction of an approximately 200,000 square-foot building consisting of approximately 165,000 square feet of useable space (of which approximately 58,000 square feet will be cultivation space, with the remainder to be used for cultivation support (i.e., dry rooms, fertigation rooms, packaging, manufacturing, storage, and employee welfare areas), and with subsequent phases to consist of up to an additional 250,000 square feet of real property improvements, for an aggregate Project total of up to 450,000 square feet of real property improvements on the Land (the "Improvements"); and (C) the acquisition and installation, in, on or around the Improvements of various machinery, equipment and personal property (excluding any and all materials and/or products manufactured at the hereinafter defined Facility) (collectively, the "Equipment"; and, collectively with the Land and the Improvements, the "Facility") all for use by the Company in its business as a licensed manufacturer/processor and dispenser of cannabis; and

WHEREAS, in 2014 the State enacted the Compassionate Care Act ("CCA") which legalized the cultivation of medical marijuana products by facilities licensed by the New York State Department of Health ("NYSDOH") and the Company has received a license from the NYSDOH to operate a medical cannabis facility pursuant to the CCA; and

WHEREAS, in order to induce the Company to acquire, construct and equip the Improvements, the Agency is willing to take a subleasehold interest in the Land, the Improvements, the Equipment and personal property (excluding any and all materials and/or products manufactured at the Facility) constituting the Facility pursuant to the terms and conditions of a certain Sublease Agreement, dated as of the date hereof (the "Sublease

Agreement"), and sub-sublease said Land, Improvements, Equipment and personal property (excluding any and all materials and/or products manufactured at the Facility) back to the Company pursuant to the terms and conditions of a certain Subleaseback Agreement, dated as of the date hereof (the "Subleaseback Agreement"); and

WHEREAS, pursuant to Section 874(1) of the Act, the Agency is exempt from the payment of taxes imposed upon real property and improvements owned by it or under its jurisdiction, control or supervision, other than special ad valorem levies, special assessments and service charges against real property which are or may be imposed for special improvements or special district improvements; and

WHEREAS, the Agency and the Company deem it necessary and proper to enter into an agreement making provisions for payments in lieu of taxes by the Company to the Agency for the benefit of Orange County (the "County"), the Town of Warwick (the "Town") and the Warwick Valley Central School District (the "School District"; and, collectively with the County and the Town, the "Affected Tax Jurisdictions").

NOW, THEREFORE, in consideration of the covenants herein contained, and other good and valuable consideration the receipt and sufficiency of which are hereby acknowledged, it is mutually agreed as follows:

Section I - Payment in lieu of Ad Valorem Taxes:

Section 1.1 A. Subject to the completion and filing by the taxable status date (**March 1, 2023**) (the "Taxable Status Date") of New York State Form RP-412-a Application For Real Property Tax Exemption (the "Exemption Application") under Section 412-a of the New York State Real Property Tax Law and Section 874 of the Act and the approval of the Exemption Application by the appropriate assessors or Board of Assessment Review, the Facility shall be exempt from Real Estate Taxes commencing with and the **2023/2024** School District fiscal tax year and the **2024** County and Town calendar tax year. For purposes of the foregoing "Real Estate Taxes" means all general levy real estate taxes levied against the Facility by the Affected Tax Jurisdictions, including any School District library taxes that would have been levied by the School District on behalf of the library if the project was not deemed exempt. The Company shall provide to the Agency with the information necessary for the completion and filing of the Exemption Application and shall provide such additional information and take such actions as are required by the appropriate assessors or Board of Assessment Review to process and approve the Exemption Application. Notwithstanding anything contained herein or in the Subleaseback Agreement to the contrary, in the event the exemption from Real Estate Taxes is denied for any reason, the Company shall pay (and hereby agrees to pay) all Real Estate Taxes levied upon the Facility as they become due. After giving written notice to the Agency, the Company may in good faith contest the denial of the Exemption Application, provided that (i) the overall operating efficiency of the Facility is not impaired and the Facility continues to qualify as a "project" under the Act; (ii) neither the Facility nor any part of or interest in it would be in any danger of being sold, forfeited or lost; or (iii) neither the Company nor the Agency, as a result of such contest, shall be in any danger of any civil or criminal liability. The Company hereby waives any claim or cause of action against the Agency, and releases the Agency from any liability

to the Company, arising from the denial of an exemption from Real Estate Taxes except to the extent that such denial results solely from the failure of the Agency to file the Exemption Application with the appropriate assessors or Board of Assessment Review by the Taxable Status Date.

B. Agreement to Make Payments. The parties agree and acknowledge that payments made under this Tax Agreement are to obtain revenues for public purposes, and to provide a revenue source that the Affected Tax Jurisdictions would otherwise lose because the subject parcels are not on the tax rolls. The Company shall pay annually to the Affected Tax Jurisdictions as a payment in lieu of taxes (i) on or before September 1 of each calendar year for School District taxes and (iii) on or before January 1 of each calendar year for County and Town taxes, an amount equal to the Total Tax Payment (as described on Schedule A attached hereto, and in accordance with the other provisions set forth in this Tax Agreement). The first such Total Tax Payments shall be due on **September 1, 2023** and **January 1, 2024**, respectively, and on each September 1 and January 1 thereafter for the term of this Tax Agreement. Upon the expiration of this Tax Agreement, the Company shall pay the County, Town and School District tax bills in the amounts and on the dates when due as if the Agency were not in title.

1.2 Allocation. The Agency shall remit to the Affected Tax Jurisdictions amounts received hereunder, if any, within thirty (30) days of receipt of said payment and shall allocate said payments among the Affected Tax Jurisdictions in the same proportion as ad valorem taxes would have been allocated but for the Agency's involvement, unless the Affected Tax Jurisdictions have consented in writing to a specific allocation.

1.3 Tax Rates. For purposes of determining the allocation of the Total Tax Payment among the Affected Tax Jurisdictions, the Agency shall use the last tax rate utilized for levy of taxes by each such jurisdiction. For the County, the Town and special district purposes, the tax rates used to determine the allocation of the Total Tax Payment shall be the tax rates relating to the calendar year which includes the Tax Payment due date. For School District and School District library purposes, the tax rates used to determine the Tax Payment shall be the rates relating to the School District year which includes the Tax Payment due date.

1.4 Valuation of Future Additions to the Facility. If there shall be a future addition to the Facility constructed or added in any manner after the completion of all phases of the Project, the Company shall notify the Agency of such future addition ("Future Addition"). The notice to the Agency shall contain a copy of the application for a building permit, plans and specifications, and any other relevant information that the Agency may thereafter request. Upon the earlier of substantial completion, or the issuance of a certificate of occupancy for any such Future Addition to the Facility, the Company shall become liable for payment of an increase in the Total Tax Payment. The Agency shall notify the Company of any proposed increase in the Total Tax Payment related to such Future Addition. If the Company shall disagree with the determination of assessed value for any Future Additions made by the Agency, then and in that event that valuation shall be fixed by a court of competent jurisdiction. Notwithstanding any disagreement between the Company and the Agency, the Company shall pay the increased Tax Payment until a different Total Tax Payment shall be established. If a lesser Total Tax Payment is determined in any proceeding or by subsequent agreement of the parties, the Total Tax Payment shall be re-computed and any excess payment shall be refunded to the Company or, in the Agency's sole

discretion, such excess payment shall be applied as a credit against the next succeeding Tax Payment(s).

1.5 Period of Benefits. The tax benefits provided for herein should be deemed to include (i) the **2023/2024** School District fiscal tax year through the **2032/2033** School District fiscal tax year and (ii) the **2024** County and Town calendar tax year through the **2033** County and Town calendar tax year. This Tax Agreement shall expire on **December 31, 2033**; provided, however, the Company shall pay the **2033/2034** School District tax bill and the **2034** County and Town tax bills on the due dates and in the amounts as if the Agency were not in title on the tax status date with respect to said tax years. In no event shall the Company be entitled to receive tax benefits relative to the Facility for more than the periods provided for herein, unless the period is extended by amendment to this Tax Agreement executed by both parties after any applicable public hearings. The Company agrees that it will not seek any tax exemption for the Facility which could provide benefits for more than the periods provided for herein and specifically agrees that the exemptions provided for herein, to the extent actually received (based on the number of years elapsed under the Subleaseback Agreement), supersede and are in substitution of the exemptions provided by Section 485-b of the New York Real Property Tax Law ("RPTL"). It is hereby agreed and understood that the Affected Tax Jurisdictions can rely upon and enforce the above waiver to the same extent as if they were signatories hereto.

Section II - Special District Charges, Special Assessments and other charges.

2.1 Special district charges, special assessments, and special ad valorem levies (specifically including but not limited to fire district charges), and pure water charges and sewer charges are to be paid in full in accordance with normal billing practices.

Section III - Transfer of Facility.

3.1 In the event that the Facility is transferred from the Agency to the Company (the Sublease/Subleaseback Agreements are terminated), and the Company is ineligible for a continued tax exemption under some other tax incentive program, or the exemption results in a payment to the Affected Tax Jurisdictions in excess of the payment described in Section I hereof, or this Tax Agreement terminates and the property is not timely transferred back to the Company, the Company agrees to pay no later than the next tax lien date (plus any applicable grace period), to each of the Affected Tax Jurisdictions, an amount equal to the taxes and assessments which would have been levied on the Facility if the Facility had been classified as fully taxable as of the date of transfer or loss of eligibility of all or a portion of the exemption described herein or date of termination.

Section IV - Assessment and Assessment Challenges.

4.1 The Company shall have all of the rights and remedies of a taxpayer as if and to the same extent as if the Company were the owner of the Facility, with respect to any proposed assessment or change in assessment with respect to the Facility by any of the Affected Tax Jurisdictions and likewise shall be entitled to protest before and be heard by the appropriate assessors or Board of Assessment Review, and shall be entitled to take any and all appropriate

appeals or initiate any proceedings to review the validity or amount of any assessment or the validity or amount of any tax equivalent provided for herein.

4.2 The Company shall have all of the rights and remedies of a taxpayer with respect to any tax, service charge, special benefit, ad valorem levy, assessment, or special assessment or service charge in lieu of which the Company is obligated to make a payment pursuant to this Tax Agreement, as if and to the same extent as if the Company were the owner of the Facility.

4.3 The Company shall (i) cause the appropriate real estate tax assessment office and tax levy officers to assess the Facility and apply tax rates to the respective assessments as if the Facility were owned by the Company, (ii) file any accounts or tax returns required by the appropriate real estate tax assessment office and tax levy officers.

Section V - Changes in Law.

5.1 To the extent the Facility is declared to be subject to taxation or assessment by an amendment to the Act, other legislative change, or by final judgment of a Court of competent jurisdiction, the obligations of the Company hereunder shall, to such extent, be null and void.

Section VI - Events of Default.

6.1 The following shall constitute "Events of Default" hereunder. The failure by the Company to: (i) make the payments described in Section I within thirty (30) days of the Payment Date (the "Delinquency Date"); (ii) make any other payments described herein on or before the last day of any applicable cure period within which said payment can be made without penalty; or (iii) the occurrence and continuance of any events of default under the Subleaseback Agreement after any applicable cure periods. Upon the occurrence of any Event of Default hereunder, in addition to any other right or remedy the Agency and/or the Affected Tax Jurisdictions may have at law or in equity, the Agency and/or Affected Tax Jurisdictions may, immediately and without further notice to the Company (but with notice to the Agency with respect to actions maintained by the Affected Tax Jurisdictions) pursue any action in the courts to enforce payment or to otherwise recover directly from the Company any amounts so in default. The Agency and the Company hereby acknowledge the right of the Affected Tax Jurisdictions to recover directly from the Company any amounts so in default pursuant to Section 874(6) of the General Municipal Law and the Company shall immediately notify the Agency of any action brought, or other measure taken, by any Affected Tax Jurisdiction to recover any such amount.

6.2 If payments pursuant to Section I hereof are not made by the Delinquency Dates, or if any other payment required to be made hereunder is not made by the last day of any applicable cure period within which said payment can be made without penalty, the Company shall pay penalties and interest as follows. With respect to payments to be made pursuant to Section I hereof, if said payment is not received by the Delinquency Date defined in Section 6.1 hereof, Company shall pay, in addition to said payment, (i) a late payment penalty equal to five percent (5%) of the amount due and (ii) for each month, or any part thereof, that any such payment is delinquent beyond the first month, interest on the total amount due plus the late

payment penalty, in an amount equal to one percent (1%) per month. With respect to all other payments due hereunder, if said payment is not paid within any applicable cure period, the Company shall pay, in addition to said payment, the greater of the applicable penalties and interest or penalties and interest which would have been incurred had payments made hereunder been tax payments to the Affected Tax Jurisdictions.

Section VII - Assignment.

7.1 No portion of any interest in this Tax Agreement may be assigned by the Company, nor shall any person other than the Company be entitled to succeed to or otherwise obtain any benefits of the Company hereunder without the prior written consent of the Agency, which shall not be unreasonably withheld or delayed.

Section VIII - Miscellaneous.

8.1 This Tax Agreement may be executed in any number of counterparts each of which shall be deemed an original but which together shall constitute a single instrument.

8.2 All notices, claims and other communications hereunder shall be in writing and shall be deemed to be duly given if personally delivered or mailed first class, postage prepaid, return receipt requested, or by a nationally recognized overnight courier service, addressed as follows:

To the Agency: Orange County Industrial Development Agency
Orange County Business Accelerator
4 Crotty Lane, Suite 100
New Windsor, New York 12553
Attn: Chairman

With a copy to: Langdon C. Chapman, Esq.
Orange County Government Center
255 Main Street
Goshen, New York 10924

And to: Harris Beach PLLC
99 Gamsey Road
Pittsford, New York 14534
Attn: Russell E. Gaenzle, Esq.

To the Company: Fiorello Pharmaceuticals, Inc.
325 W. Huron Street, Suite 700
Chicago, Illinois 60654
Attn: Rebecca Brown, Market President NY

With a copy to: Fiorello Pharmaceuticals, Inc.
325 W. Huron Street, Suite 700
Chicago, Illinois 60654
Attn: Annie Cunningham, Esq.

And to:

Drake Loeb PLLC
555 Hudson Valley Avenue, Suite 100
New Windsor, New York 12553
Attn: Dominic Cordisco, Esq.

or at such other address as any party may from time to time furnish to the other party by notice given in accordance with the provisions of this Section. All notices shall be deemed given when (a) personally delivered, (b) on the first business day following deposit thereof with a nationally recognized overnight courier service, or (c) three (3) business days after deposit in the United States Mail.

8.3 This Tax Agreement shall be governed by, and all matters in connection herewith shall be construed and enforced in accordance with, the laws of the State of New York applicable to agreements executed and to be wholly performed therein and the parties hereto hereby agree to submit to the personal jurisdiction of the Federal or state courts located in Orange County, New York.

8.4 Notwithstanding any other term or condition contained herein, all obligations of the Agency hereunder shall constitute a special obligation payable solely from the revenues and other monies, if any, derived from the Facility and paid to the Agency by the Company. None of the members of the Agency nor any person executing this Tax Agreement on its behalf shall be liable personally under this Tax Agreement. No recourse shall be had for the payment of the principal or interest on amounts due hereunder or for any claim based upon or in respect of any modification of or supplement hereto against any past, present or future member, officer, agent, servant, or employee, as such, of the Agency, or of any successor or political subdivision, either directly or through the Agency or any such successor, all such liability of such members, officer, agents, servants and employees being, to the extent permitted by law, expressly waived and released by the acceptance hereof and as part of the consideration for the execution of this Tax Agreement.

[Remainder of Page Intentionally Left Blank]


[Signature Page to Tax Agreement]

IN WITNESS WHEREOF, the parties hereto have executed this Tax Agreement as of the day and year first above written.

**ORANGE COUNTY INDUSTRIAL
DEVELOPMENT AGENCY**

By: 
Name: Michael Torelli
Title: Chairman

IORELLO PHARMACEUTICALS, INC.

By: 
Name: Anthony Georgiadis
Title: Authorized Signatory

SCHEDULE A
TO
TAX AGREEMENT
DATED AS OF JULY 26, 2021
BY AND BETWEEN
THE ORANGE COUNTY INDUSTRIAL DEVELOPMENT AGENCY
AND
FIGRELLO PHARMACEUTICALS, INC.

"Total Tax Payment" shall be calculated as follows:

| <u>Tax Year</u> | <u>County and Town Tax Year</u> | <u>School District¹ Tax Year</u> | <u>Total Taxable Valuation</u> |
|-----------------|---------------------------------|---|--|
| Year 1 | 2024 | 2023/2024 | Base Valuation |
| Year 2 | 2025 | 2024/2025 | Base Valuation, plus (Added Value x .10) |
| Year 3 | 2026 | 2025/2026 | Base Valuation, plus (Added Value x .20) |
| Year 4 | 2027 | 2026/2027 | Base Valuation, plus (Added Value x .30) |
| Year 5 | 2028 | 2027/2028 | Base Valuation, plus (Added Value x .40) |
| Year 6 | 2029 | 2028/2029 | Base Valuation, plus (Added Value x .50) |
| Year 7 | 2030 | 2029/2030 | Base Valuation, plus (Added Value x .60) |
| Year 8 | 2031 | 2030/2031 | Base Valuation, plus (Added Value x .70) |
| Year 9 | 2032 | 2031/2032 | Base Valuation, plus (Added Value x .80) |
| Year 10 | 2033 | 2032/2033 | Base Valuation, plus (Added Value x .90) |

For the term of this Tax Agreement, the Company shall continue to pay full taxes based on the assessed value of the Land and any existing improvements before the completion of any Project improvements (the "Base Valuation"). During the term of this Tax Agreement, the Base Valuation shall be increased from time to time by the percentage increase in the assessed valuation in all taxable real property in the Town of Warwick, Orange County, New York, as of the respective tax status date for the tax year for which the recalculation is being made. The Total Taxable Valuation for each Total Tax Payment shall be calculated such that a graduated abatement factor ("Abatement Factor") shall be applied to the increased assessed valuation attributable to the Improvements made to the Project Facility by the Company, as an Agent of the Agency, for the Project (the "Added Value"). The abatement schedule shall allow for a 100% exemption from taxation for the Added Value in Year 1, with such exemption being eliminated in 10% increments in PILOT Years 2-10.

Once the Total Taxable Valuation is established using the Abatement Factor, the Total Tax Payment shall be determined by multiplying the Total Taxable Valuation by the respective tax rate for each affected tax jurisdiction (after application of any applicable equalization rate). After Year 10, the Facility shall be subject to full taxation by the affected taxing jurisdictions.

$$\text{Total Taxable Valuation} = \text{Base Valuation} + (\text{Added Value} \times \text{Abatement Factor})$$

$$\text{Total Tax Payment} = \text{Total Taxable Valuation (after equalization)} \times \text{Tax Rate}$$

¹ The applicable tax rate for the School District shall include School District library taxes that would have been levied by the School District if the project were not deemed tax exempt.



NYS BOARD OF REAL PROPERTY SERVICES

RP-412-a (1/95)

INDUSTRIAL DEVELOPMENT AGENCIES
APPLICATION FOR REAL PROPERTY TAX EXEMPTION
(Real Property Tax Law, Section 412-a and General Municipal Law, Section 874)

1. INDUSTRIAL DEVELOPMENT AGENCY (IDA)

Name Orange County Industrial Development Agency
Street 4 Crotty Lane, Suite 100
City New Windsor, New York 12553
Telephone no. Day (845) 234-4192
Evening ()
Contact Michael Torelli
Title Chairman

2. OCCUPANT (IF OTHER THAN IDA)
(If more than one occupant attach separate listing)

Name Fiorello Pharmaceuticals, Inc.
Street 325 W. Huron St., Suite 700
City Chicago, Illinois 60654
Telephone no. Day (312) 471-6720
Evening ()
Contact Rebecca Brown
Title Market President NY

3. DESCRIPTION OF PARCEL

- a. Assessment roll description (tax map no./roll year)
See Attached Schedule A
- b. Street address
See Attached Schedule A
- c. City, Town or Village Warwick (Town)

- d. School District Warwick Valley CSD
- e. County Orange
- f. Current assessment
- g. Deed to IDA (date recorded; liber and page)
Lease Agreement, a Memorandum of which was recorded on or about July 26, 2021.

4. GENERAL DESCRIPTION OF PROPERTY (if necessary, attach plans or specifications)

- a. Brief description (include property use) construction of an approx. 165,000 sq. ft. building
future development
- b. Type of construction
- c. Square footage 165,000 sq. ft.
- d. Total cost \$
- e. Date construction commenced Summer 2021
- f. Projected expiration of exemption (i.e. date when property is no longer possessed, controlled, supervised or under the jurisdiction of IDA)
See Attached Tax Agreement

5. SUMMARIZE AGREEMENT (IF ANY) AND METHOD TO BE USED FOR PAYMENTS TO BE MADE TO MUNICIPALITY REGARDLESS OF STATUTORY EXEMPTION

(Attach copy of the agreement or extract of the terms relating to the project).

- a. Formula for payment See Attached Tax Agreement
- b. Projected expiration date of agreement See Attached Tax Agreement

c. Municipal corporations to which payments will be made

| | | |
|---|-------------------------------------|--------------------------|
| | Yes | No |
| County <u>Orange</u> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| Town/City <u>Warwick</u> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |
| Village _____ | | |
| School District <u>Warwick Valley CSD</u> | <input checked="" type="checkbox"/> | <input type="checkbox"/> |

d. Person or entity responsible for payment

Name Fiorello Pharmaceuticals, Inc.
 Title _____
 Address 325 W. Huron St., Suite 700
Chicago, Illinois 60654

e. Is the IDA the owner of the property? Yes ☐ No ☒ (circle one)

If "No" identify owner and explain IDA rights or interest

Telephone (321) 471-6720

in an attached statement. The IDA has a leasehold interest in the property.

6. Is the property receiving or has the property ever received any other exemption from real property taxation?
 (check one) Yes ☐ No ☒

If yes, list the statutory exemption reference and assessment roll year on which granted:
 exemption _____ assessment roll year _____

7. A copy of this application, including all attachments, has been mailed or delivered on 08/03/2021 (date) to the chief executive official of each municipality within which the project is located as indicated in Item 3.

CERTIFICATION

I, Michael Torelli, Chairman _____ of
 Name Title
Orange County Industrial Development Agency hereby certify that the information
 Organization
 on this application and accompanying papers constitutes a true statement of facts.

07/26/2021

Date

Michael Torelli
 Signature

FOR USE BY ASSESSOR

1. Date application filed _____
2. Applicable taxable status date _____
- 3a. Agreement (or extract) date _____
- 3b. Projected exemption expiration (year) _____
4. Assessed valuation of parcel in first year of exemption \$ _____
5. Special assessments and special as valorem levies for which the parcel is liable:

 Date

 Assessor's signature

SCHEDULE A

| <u>Property Address</u> | <u>Tax Map Number</u> |
|-------------------------|-----------------------|
| 40 John Hicks Drive | 46-1-41 |
| 50 John Hicks Drive | 46-1-42 |
| 60 John Hicks Drive | 46-1-43 |
| 70 John Hicks Drive | 46-1-44 |
| 80 John Hicks Drive | 46-1-45 |
| 85 John Hicks Drive | 46-1-48 |
| 90 John Hicks Drive | 46-1-46 |
| 95 John Hicks Drive | 46-1-47 |