

**Third Front LLC - PILOT Deviation Resolution**

A regular meeting of the Nassau County Industrial Development Agency (the “Agency”) was convened in public session at the Theodore Roosevelt Executive & Legislative Building, Legislative Chambers, 1550 Franklin Avenue, Mineola, Nassau County, New York, on December 19, 2024, at 5:00 p.m., local time.

The meeting was called to order by the Chair, upon roll being called, the following members of the Agency were:

PRESENT:

William H. Rockensies	Chair (but not participating)
John Coumatos	Asst. Treasurer
Reginald A. Spinello	Member
Marco Troiano	Member
Marissa Brown	Member
Joseph Manzella	Member

NOT PRESENT:

Raymond Pinto	Secretary
---------------	-----------

THE FOLLOWING ADDITIONAL PERSONS WERE PRESENT:

Sheldon L. Shrenkel	Chief Executive Officer/Executive Director
Anne LaMorte	Chief Financial Officer
Colleen Pereira	Administrative Director
Stephanie Alfano	Temporary Administrative Assistant
Anthony Marano	Agency Counsel
Paul O’Brien	Bond/Transaction Counsel

The attached resolution no. 2024-79 was offered by M. Brown, seconded by M. Troiano.

Resolution No. 2024-79

RESOLUTION AUTHORIZING A DEVIATION FROM THE UNIFORM  
TAX EXEMPTION POLICY OF THE NASSAU COUNTY  
INDUSTRIAL DEVELOPMENT AGENCY WITH RESPECT  
TO A PROJECT FOR THIRD FRONT LLC

WHEREAS, the Nassau County Industrial Development Agency (the "Agency") is authorized and empowered by the provisions of Chapter 1030 of the 1969 Laws of New York, constituting Title I of Article 18-A of the General Municipal Law, Chapter 24 of the Consolidated Laws of New York, as amended (the "Enabling Act"), and Chapter 674 of the 1975 Laws of New York, as amended, constituting Section 922 of said General Municipal Law (said Chapter and the Enabling Act being hereinafter collectively referred to as the "Act") to promote, develop, encourage and assist in the acquiring, constructing, reconstructing, improving, maintaining, equipping and furnishing of manufacturing, industrial and commercial facilities, among others, for the purpose of promoting, attracting and developing economically sound commerce and industry to advance the job opportunities, health, general prosperity and economic welfare of the people of the State of New York, to improve their prosperity and standard of living, and to prevent unemployment and economic deterioration; and

WHEREAS, to accomplish its stated purposes, the Agency is authorized and empowered under the Act to acquire, construct, reconstruct and install one or more "projects" (as defined in the Act), or to cause said projects to be acquired, constructed, reconstructed and installed and to convey said projects or to lease said projects with the obligation to purchase; and

WHEREAS, THIRD FRONT LLC, a limited liability company organized and existing under the laws of the State of New York, on behalf of itself and/or the principals of Third Front LLC and/or an entity formed or to be formed on behalf of any of the foregoing (collectively, the "Applicant"), has presented an application for financial assistance (as amended, the "Application") to the Agency, which Application requests that the Agency consider undertaking a project (the "Project") consisting of the following: (A)(1) the acquisition of an interest in an approximately 1.24 acre parcel of land located at 105, 109, 121 and 125 Front Street and 106 Third Street, Village of Mineola, Town of North Hempstead, Nassau County, New York (Section: 9; Block: 355; Lots: 25, 36, 128-129, 137, 139, 140, 230 and 241-243) (the "Land"), (2) the construction of a 10-story approximately 338,000 square foot above grade and 132,000 square foot below grade building (the "Building") on the Land, together with related improvements to the Land, including underground and on-site parking, and (3) the acquisition of certain furniture, fixtures, machinery, equipment and building materials (the "Equipment") necessary for the completion thereof (collectively, the "Project Facility"), all of the foregoing for use by the Applicant as a residential rental facility consisting of approximately two hundred fifty (250) residential rental units, at least twelve percent (12%) of which units shall be

affordable housing units; (B) the granting of certain “financial assistance” (within the meaning of Section 854(14) of the General Municipal Law) with respect to the foregoing in the form of potential exemptions or partial exemptions from real property taxes, sales and use taxes and mortgage recording taxes (collectively, the “Financial Assistance”); and (C) the lease (with an obligation to purchase), license or sale of the Project Facility to the Applicant or such other entity(ies) as may be designated by the Applicant and agreed upon by the Agency; and

WHEREAS, the Application states that the Applicant is seeking an exemption from real property taxes with respect to the Project Facility that constitutes a deviation from the Agency’s Uniform Tax Exemption Policy (the “Tax Exemption Policy”); and

WHEREAS, pursuant to Section 874(4) of the Act, (A) the CEO/Executive Director of the Agency caused a letter dated December 5, 2024 (the “Pilot Deviation Notice Letter”) to be mailed to the chief executive officer of each affected tax jurisdiction (and to the district clerk of the applicable school district), informing said individuals that the Agency would, at its meeting on December 19, 2024 (the “IDA Meeting”), consider a proposed deviation from the Tax Exemption Policy with respect to the payments in lieu of real property taxes to be made pursuant to a payment in lieu of taxes agreement to be entered into by the Agency with respect to the Project Facility; and (B) the members of the Agency conducted the IDA Meeting on the date hereof and reviewed any comments and correspondence received with respect to the proposed deviation from the Tax Exemption Policy; and

WHEREAS, the Agency desires to provide for compliance with the provisions of Section 874(4) of the Act with respect to the proposed deviation from the Tax Exemption Policy;

NOW, THEREFORE, BE IT RESOLVED BY THE MEMBERS OF NASSAU COUNTY INDUSTRIAL DEVELOPMENT AGENCY, AS FOLLOWS:

Section 1. Prior to making the determinations set forth in this resolution, the members of the Agency have considered the following factors set forth in the Tax Exemption Policy: (1) the extent to which the Project would create or retain permanent jobs; (2) the extent to which the Project would create construction jobs; (3) the estimated value of tax exemptions to be provided with respect to the Project; (4) the amount of private sector investment generated or likely to be generated by the Project; (5) the likelihood of the Project being accomplished in a timely manner; (6) the extent of new revenue that would be provided to affected tax jurisdictions as a result of the Project; (7) whether affected tax jurisdictions would be reimbursed by the Applicant if a Project does not fulfill the purposes for which an exemption was provided, (8) the impact of the Project on existing and proposed businesses and economic development projects in the vicinity, (9) the demonstrated public support for the Project, (10) the effect of the Project on the environment, (11) the extent to which the Project would require the provision of additional services, including, but not limited to, additional educational, transportation, police, emergency, medical or fire services, and (12) any other miscellaneous public benefits that might result from the Project.

Section 2. The Agency hereby determines that the Agency has fully complied with the requirements of Section 874(4) of the Act relating to the proposed deviation from the Tax Exemption Policy.

Section 3. Having reviewed all comments and correspondence received at or prior to the IDA Meeting, the Agency hereby approves the proposed deviation from the Tax Exemption Policy as described in the Pilot Deviation Notice Letter (a copy of which is attached hereto as Exhibit A) because the proposed deviation is necessary to induce the Applicant to undertake the Project and that the PILOT payments would not be lower than the real property taxes that should otherwise apply with respect to the Land and the existing improvements thereon as of the closing date of the transaction, subject to the conditions set forth in the Pilot Deviation Notice Letter.

Section 4. The Acting Chair, Administrative Director and CEO/Executive Director of the Agency are each hereby authorized and directed, acting individually or jointly, to distribute copies of this Resolution to the Applicant and to do such further things or perform such acts as may be necessary or convenient to implement the provisions of this Resolution. If the Agency hereafter adopts appropriate final approving resolutions with respect to the proposed straight-lease transaction with the Applicant (the "Transaction"), the Acting Chair, CEO/Executive Director and Administrative Director of the Agency are each hereby authorized and directed, acting individually or jointly, to cause the Agency to (A) enter into a Payment in Lieu of Taxes Agreement with the Applicant, providing, among other things, that the Applicant shall make payments in lieu of taxes consistent with the formula set forth in the Pilot Deviation Notice Letter, and (B) file an application for real property tax exemption with the appropriate assessor(s) with respect to the Project Facility.

Section 5. This Resolution shall take effect immediately, but is subject to and conditioned upon the closing of the Transaction.

The question of the adoption of the foregoing Resolution was duly put to a vote on roll call, which resulted as follows:

William H. Rockensies	NOT PARTICIPATING	
John Coumatos	VOTING	Aye
Raymond Pinto	NOT PRESENT	
Reginald A. Spinello	ABSTAINING	
Marco Troiano	VOTING	Aye
Marissa Brown	VOTING	Aye
Joseph Manzella	VOTING	Aye

The foregoing Resolution was thereupon declared duly adopted.

STATE OF NEW YORK

) SS.:


COUNTY OF NASSAU

We, the undersigned Acting Chair and [~~Assistant~~] Secretary of the Nassau County Industrial Development Agency (the "Agency"), do hereby certify that we have compared the foregoing extract of the minutes of the meeting of the members of the Agency, including the Resolution contained therein, held on December 19, 2024 with the original thereof on file in our office, and that the same is a true and correct copy of said original and of such Resolution set forth therein and of the whole of said original so far as the same relates to the subject matters therein referred to.

WE FURTHER CERTIFY that (A) all members of the Agency had due notice of said meeting; (B) said meeting was in all respects duly held; (C) pursuant to Article 7 of the Public Officers Law (the "Open Meetings Law"), said meeting was open to the general public, and due notice of the time and place of said meeting was duly given in accordance with such Open Meetings Law; and (D) there was a quorum of the members of the Agency present throughout said meeting.

WE FURTHER CERTIFY that, as of the date hereof, the attached Resolution is in full force and effect and has not been amended, repealed or rescinded.

IN WITNESS WHEREOF, we have hereunto set our respective hands and affixed the seal of the Agency this 19~~th~~ day of December, 2024.

  
[~~Assistant~~] Secretary

  
Acting Chair

(SEAL)

**EXHIBIT A**

Pilot Deviation Notice Letter

See Attached



NASSAU COUNTY  
INDUSTRIAL  
DEVELOPMENT  
AGENCY

December 5, 2024

**CERTIFIED MAIL, RETURN  
RECEIPT REQUESTED and  
FIRST CLASS MAIL**

County Executive Bruce A. Blakeman  
County of Nassau  
1550 Franklin Avenue  
Mineola, NY 11501

Supervisor Jennifer DeSena  
Town of North Hempstead  
220 Plandome Road  
Manhasset, NY 11030

Mayor Paul A. Pereira  
Village of Mineola  
155 Washington Avenue  
Mineola, NY 11501

Superintendent Michael P. Nagler  
Mineola Union Free School District  
2400 Jericho Turnpike  
Garden City Park, NY 11040

Ms. Cindy Velez  
School District Clerk  
Mineola Union Free School District  
2400 Garden City Park  
Garden City Park, NY 11040



1 West St., 4th Floor  
Mineola, NY 11501



Phone: 516-571-1946  
Fax: 516-571-1076



info@nassaulda.org  
nassaulda.org

NOTICE OF PROPOSED DEVIATION FROM  
UNIFORM TAX EXEMPTION POLICY

Ladies and Gentlemen:

Notice is hereby given that at a meeting of the Nassau County Industrial Development Agency (the "Agency") to be held on December 19, 2024 at 5:00 p.m. local time at the Nassau County Executive & Legislative Building, Legislative Chambers, 1550 Franklin Avenue, Mineola, New York 11501, the Agency will consider whether to approve the application of the Applicant (as defined below), for certain "financial assistance" which, if granted, would deviate from the Agency's Uniform Tax Exemption Policy (the "Policy") with respect to the payment of real property taxes. The meeting of the Agency will be open to the public.

THIRD FRONT LLC, a limited liability company organized and existing under the laws of the State of New York, on behalf of itself and/or the principals of Third Front LLC and/or an entity formed or to be formed on behalf of any of the foregoing (collectively, the "Applicant"), has presented an application for financial assistance (as amended, the "Application") to the Agency, which Application requests that the Agency consider undertaking a project (the "Project") consisting of the following: (A)(1) the acquisition of an interest in an approximately 1.24 acre parcel of land located at 105, 109, 121 and 125 Front Street and 106 Third Street, Village of Mineola, Town of North Hempstead, Nassau County, New York (Section: 9; Block: 355; Lots: 25, 36, 128-129, 137, 139, 140, 230 and 241-243) (the "Land"), (2) the construction of a 10-story approximately 338,000 square foot above grade and 132,000 square foot below grade building (the "Building") on the Land, together with related improvements to the Land, including underground and on-site parking, and (3) the acquisition of certain furniture, fixtures, machinery, equipment and building materials (the "Equipment") necessary for the completion thereof (collectively, the "Project Facility"), all of the foregoing for use by the Applicant as a residential rental facility consisting of approximately two hundred fifty (250) residential rental units, at least twelve percent (12%) of which units shall be affordable housing units; (B) the granting of certain "financial assistance" (within the meaning of Section 854(14) of the General Municipal Law) with respect to the foregoing in the form of potential exemptions or partial exemptions from real property taxes, sales and use taxes and mortgage recording taxes (collectively, the "Financial Assistance"); and (C) the lease (with an obligation to purchase), license or sale of the Project Facility to the Applicant or such other entity(ies) as may be designated by the Applicant and agreed upon by the Agency.

The Application states that the Applicant is seeking an abatement of real property taxes. However, based upon preliminary negotiations between representatives of the Applicant and the Agency, the parties contemplate that the Agency may agree to grant a real property tax exemption (the "Property Tax Exemption") with respect to the Project Facility as follows:

- (i) for the period commencing on the date of the closing of the Project transaction (the "Closing Date") to and including the day prior to the Effective Date (as defined below), payments shall be equal to one hundred percent (100%) of the real property taxes and assessments that would be levied annually upon the Project Facility without taking into



consideration the transfer of ownership, jurisdiction, supervision or control of the Project Facility to the Agency; and

(ii) for the period commencing on the Effective Date and continuing for twenty-five (25) full fiscal tax years thereafter, fixed payments equal to the sum of the BASE PILOT and the IMPROVEMENT PILOT.

Thereafter, and through the end of the term of the lease or installment sale agreement with respect to the Project Facility, the payments would be equal to the real property taxes and assessments that would be payable as if the Project Facility were returned to the tax rolls as taxable property and subject to taxation at its then current, full assessed value, as the same may be reassessed from time to time, and subject to tax rate increases imposed by the affected tax jurisdictions.

For the purposes of the foregoing, the following terms shall have the following meanings:

(a) "BASE PILOT" shall be deemed to mean the amount of all real property taxes and assessments that would be payable on the Land and the existing improvements thereon as of the Closing Date without taking into consideration the transfer of ownership, jurisdiction, supervision or control of the Project Facility to the Agency, which amount shall be increased by 2.00% per year (compounded) after the first (1st) fiscal tax year. Except as set forth in the immediately preceding sentence, the BASE PILOT shall not increase or decrease during the term of the PILOT Agreement that would be entered into with respect to the proposed Project. The BASE PILOT shall be reduced by any special taxes, assessments or levies that the Applicant is required to pay separately to the affected tax jurisdictions. In calculating the Base PILOT, the Agency shall take into account the most recent assessment data (i.e., assessed value and tax rates) available as of the Closing Date, including any applicable approved tax certiorari stipulation or other settlement or arrangement with the applicable assessor(s).

(b) "IMPROVEMENT PILOT" shall be deemed to mean the product of the following amounts, as determined by the Agency: (i) the Assessed Value of the Improvement, (ii) the Rate, and (iii) the number 0.01, as phased in and adjusted pursuant to Exhibit A attached hereto. The term "Assessed Value of the Improvement" shall be deemed to mean the product of (y) the fair market value of the Project Facility (less the market value used in the calculation of the BASE PILOT) for real property tax valuation purposes, computed as of the estimated date of completion, as determined by the Agency using a methodology reasonably selected by the Agency, and (z) the level of assessment used by the Nassau County Assessor as of the year in which the Closing Date occurs. The Rate shall be evidenced by the tax rates set forth in School Tax Bills, Village Tax Bills (equalized if required) and General Tax Bills based on the most recent assessment data available to the Agency as of the year in which the Closing Date occurs. The IMPROVEMENT PILOT shall be reduced by any special taxes, assessments or levies that the Applicant is required to pay separately to the affected tax jurisdictions.

(c) "Effective Date" shall be deemed to mean for each affected tax jurisdiction the first day of the third fiscal tax year following the first taxable status date occurring subsequent to

the last to occur of (i) the Agency acquiring an interest in the Project Facility, (ii) the filing by the Agency of the appropriate application for tax exemption with the appropriate tax assessor(s), and (iii) the acceptance of such Application by such assessor(s).

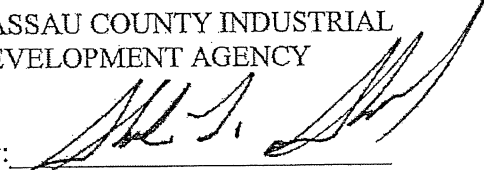
The Property Tax Exemption, if approved by the Agency, would constitute a deviation from the Policy.

The reason for the deviation is that the Property Tax Exemption, if approved by the Agency, is necessary to induce the Applicant to undertake the Project and that the PILOT payments would not be lower than the real property taxes that should otherwise apply with respect to the Land and the existing improvements thereon as of the Closing Date.

Sincerely,

NASSAU COUNTY INDUSTRIAL  
DEVELOPMENT AGENCY

By:

  
Sheldon L. Shrenkel  
CEO/Executive Director

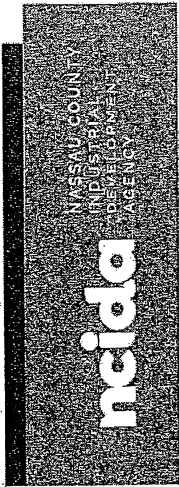


Exhibit A

Period	Begin	End	Assessed Value of Improvement Phase In ("AVPI")
1	Closing Date	1 day prior to Effective Date	N/A
2	Effective Date	1 yr Anniversary of Effective Date	.00 * AV
3	1 yr Anniversary of Effective Date	2 yr Anniversary of Effective Date	.005 * AV
4	2 yr Anniversary of Effective Date	3 yr Anniversary of Effective Date	.010 * AV
5	3 yr Anniversary of Effective Date	4 yr Anniversary of Effective Date	.015 * AV
6	4 yr Anniversary of Effective Date	5 yr Anniversary of Effective Date	.020 * AV
7	5 yr Anniversary of Effective Date	6 yr Anniversary of Effective Date	.025 * AV
8	6 yr Anniversary of Effective Date	7 yr Anniversary of Effective Date	.030 * AV
9	7 yr Anniversary of Effective Date	8 yr Anniversary of Effective Date	.035 * AV
10	8 yr Anniversary of Effective Date	9 yr Anniversary of Effective Date	.040 * AV
11	9 yr Anniversary of Effective Date	10 yr Anniversary of Effective Date	.045 * AV
12	10 yr Anniversary of Effective Date	11 yr Anniversary of Effective Date	.05 * AV
13	11 yr Anniversary of Effective Date	12 yr Anniversary of Effective Date	.10 * AV
14	12 yr Anniversary of Effective Date	13 yr Anniversary of Effective Date	.15 * AV
15	13 yr Anniversary of Effective Date	14 yr Anniversary of Effective Date	.20 * AV
16	14 yr Anniversary of Effective Date	15 yr Anniversary of Effective Date	.25 * AV
17	15 yr Anniversary of Effective Date	16 yr Anniversary of Effective Date	.30 * AV
18	16 yr Anniversary of Effective Date	17 yr Anniversary of Effective Date	.35 * AV
19	17 yr Anniversary of Effective Date	18 yr Anniversary of Effective Date	.40 * AV
20	18 yr Anniversary of Effective Date	19 yr Anniversary of Effective Date	.45 * AV
21	19 yr Anniversary of Effective Date	20 yr Anniversary of Effective Date	.50 * AV
22	20 yr Anniversary of Effective Date	21 yr Anniversary of Effective Date	.80 * AV
23	21 yr Anniversary of Effective Date	22 yr Anniversary of Effective Date	.80 * AV
24	22 yr Anniversary of Effective Date	23 yr Anniversary of Effective Date	.80 * AV
25	23 yr Anniversary of Effective Date	24 yr Anniversary of Effective Date	.80 * AV
26	24 yr Anniversary of Effective Date	25 yr Anniversary of Effective Date	.80 * AV
Period	BASE PILOT	IMPROVEMENT PILOT	TOTAL PILOT
1	100 % of taxes as of year of Closing	-	BASE PILOT + IMPROVEMENT PILOT
2	100% of taxes as of year of Closing	AVPI/RATE	BASE PILOT + IMPROVEMENT PILOT
3	100% of taxes as of year of Closing *	AVPI/RATE	BASE PILOT + IMPROVEMENT PILOT
4	100% of taxes as of year of Closing. *1.0404	AVPI/RATE	BASE PILOT + IMPROVEMENT PILOT
5	100% of taxes as of year of Closing * 1.0612	AVPI/RATE	BASE PILOT + IMPROVEMENT PILOT

5	100% of taxes as of year of Closing *	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	1.0612		
6	100% of taxes as of year of Closing *	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	1.0824		
7	100% of taxes as of year of Closing *	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	1.1041		
8	100% of taxes as of year of Closing *	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	1.1262		
9	100% of taxes as of year of Closing *	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	1.1487		
10	100% of taxes as of year of Closing *	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	1.1717		
11	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.1951		
12	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.2190		
13	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.2434		
14	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.2682		
15	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.2936		
16	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.3195		
17	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.3459		
18	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.3728		
19	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.4002		
20	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.4282		
21	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.4568		
22	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.4859		
23	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.5157		
24	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.5460		
25	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.5769		
26	100% of taxes as of year of Closing	AVPI*RATE	BASE PILOT + IMPROVEMENT PILOT
	*1.6084		

NOTE: "Rate" is equal to the sum of the applicable tax rates as of the year of closing.