

AND

TRACEY ROAD EQUIPMENT, INC.

AND

GERALD W. TRACEY

PAYMENT IN LIEU OF TAX AGREEMENT

DATED AS OF DECEMBER 1, 2020

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MISCELLANEOUS



of business located at 6805 Manlius Center Road, East Syracuse, New York 13057 (the "Operating Company") and GERALD W. TRACEY, an individual residing at 6082 Hiller Drive, Cicero, New York 13039 (the "Real Estate Owner").

WITNESSETH:

WHEREAS, the Agency is authorized and empowered by the provisions of Chapter 1030 of Laws of 1969 of New York, constituting Title 1 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 435 of the Laws of 1970 of the State and Chapter 676 of the Laws of 1975 of the State, as amended, as amended, constituting Section 895 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, renovating, improving, maintaining, equipping and furnishing of 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, the Enabling Act further authorizes each such agency to lease or sell its projects, to charge and collect rent therefor, to mortgage any and all of its facilities and to enter into an agreement which includes provisions such as those contained herein (this Payment in Lieu of Tax Agreement being hereinafter referred to as the "Agreement"); and

WHEREAS, the Agency determined to accept an application (the "Application") from Tracey Road Equipment, Inc. (the "Operating Company") and Tracey Holdings, LLC (the "Holding Company"), on behalf of themselves and/or entities to be formed on behalf of the foregoing, and the Agency further agreed, subject to numerous conditions, to consider undertaking a project (the "Project") consisting of the following: (A)(1) the acquisition of a leasehold interest in approximately 2.75 acres of land located at 6803 Manlius Center Drive (tax map no. 014.-01-05.1) and in approximately 7 acres of land located on Claymaster Drive (tax map nos. 14.-1-7.2, 14.-1-7.4 and

taxes (subject to certain statutory limitations) (the "Financial Assistance"); and (C) the lease (with an obligation to purchase) or sale of the Project Facility to the Holding Company or such other person as may be designated by the Holding Company and agreed upon by the Agency and the lease (with an obligation to purchase) or sale of the Equipment to the Operating Company or such other person as may be designated by the Operating Company and agreed upon by the Agency; and

WHEREAS, on or about November 30, 2020, the Holding Company informed the Agency that the Land is owned by the Real Estate Owner, an individual owning One Hundred Percent (100%) of the membership interests of the Holding Company either outright or in trust, and would be taking the place of the Holding Company with respect to the Project; and

WHEREAS, members of the Agency have determined that the Project constitutes a "project" within the meaning of the Act; and

WHEREAS, in connection with the Project, the Agency intends to acquire a leasehold interest in certain real property more particularly described in Exhibit "A" attached hereto and the improvements located thereon (the "Improvements"), pursuant to the terms and conditions of a lease to agency dated as of December 1, 2020 (the "Underlying Lease") by and between the Real Estate Owner, as landlord, and the Agency, as tenant; and

WHEREAS, the Real Estate Owner has agreed to transfer title to the Facility Equipment to the Agency pursuant to a certain Bill of Sale to Agency, dated the Closing Date (the "Bill of Sale to Agency"); and

WHEREAS, the Agency proposes to sublease its interest in the Real Estate Owner Project Facility to the Real Estate Owner pursuant to the terms and conditions of a certain a lease agreement dated as of December 1, 2020 (the "Lease Agreement") by and between the Agency and the Real Estate Owner; and

WHEREAS, the Real Estate Owner has agreed to sub-sublease the Real Estate Owner Project

WHEREAS, the Project is located within the boundaries of the County of Onondaga; and

WHEREAS, under the present provisions of the Act and Section 412-a of the Real Property Tax Law of the State of New York (the "RPTL"), the Agency is not required to pay Real Estate Taxes (hereinafter defined) upon any of the property acquired by it or under its jurisdiction or supervision or control; and

WHEREAS, the Agency has expressed its reluctance to enter into the Underlying Lease unless the Real Estate Owner shall agree to make payments in lieu of Real Estate Taxes ("PILOT Payments") pursuant to the this Agreement with respect to the Project; and

WHEREAS, the PILOT Payments contemplated by this Agreement are in lieu of Real Estate Taxes which may be payable with respect to the Project during the term of this Agreement;

NOW, THEREFORE, in consideration of the matters above recited, for other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged by the parties, the parties hereto formally covenant, agree and bind themselves as follows to wit:

(B) Authorization: The Real Estate Owner has the legal power under the laws of the State of New York to enter into this Agreement and the transactions contemplated hereby and to perform and carry out all covenants and obligations on his part to be performed under and pursuant to this Agreement. The Real Estate Owner has duly authorized the execution, delivery and performance of this Agreement and the consummation of the transactions herein contemplated. The Real Estate Owner is not prohibited from entering into this Agreement and discharging and performing all covenants and obligations on his part to be performed under and pursuant to this Agreement by (and the execution, delivery and performance of this Agreement, the consummation of the transactions contemplated hereby and the fulfillment of the compliance with the provisions of this Agreement will not conflict with or violate or constitute a breach of or a default under) the terms, conditions or provision of any law, rule, regulation or order of any court or other agency or authority of government, or any contractual limitation, restriction or outstanding indenture, deed of trust, mortgage, loan agreement, other evidence of indebtedness or any other agreement or instrument to which the Real Estate Owner is a party or by which he or any of his property is bound, and neither the Real Estate Owner's entering into this Agreement nor the Real Estate Owner's performing all covenants and obligations on its part to be performed under and pursuant to this Agreement will be in conflict with or result in a breach of or constitute (with due notice and/or lapse of time) a default under any of the foregoing, or result in the creation or imposition of any lien of any nature upon any of the property of the Real Estate Owner under the terms of any of the foregoing. This Agreement is the legal, valid and binding obligation of the Real Estate Owner enforceable in accordance with its terms.

(C) Governmental Consent: No consent, approval or authorization of, or filing, registration or qualification with, any Governmental Authority on the part of the Real Estate Owner is required as a condition to the execution, delivery or performance of this Agreement by the Real Estate Owner or as a condition to the validity of this Agreement.

SECTION 1.02. REPRESENTATIONS AND WARRANTIES OF THE OPERATING COMPANY.

The Operating Company does hereby represent and warrant to the Agency as follows:

authority of government, or any contractual limitation, restriction or outstanding indenture, deed of trust, mortgage, loan agreement, other evidence of indebtedness or any other agreement or instrument to which the Operating Company is a party or by which it or any of its property is bound, and neither the Operating Company's entering into this Agreement nor the Operating Company's performing all covenants and obligations on its part to be performed under and pursuant to this Agreement will be in conflict with or result in a breach of or constitute (with due notice and/or lapse of time) a default under any of the foregoing, or result in the creation or imposition of any lien of any nature upon any of the property of the Operating Company under the terms of any of the foregoing. This Agreement is the legal, valid and binding obligation of the Operating Company enforceable in accordance with its terms.

(C) Governmental Consent: No consent, approval or authorization of, or filing, registration or qualification with, any Governmental Authority on the part of the Operating Company is required as a condition to the execution, delivery or performance of this Agreement by the Operating Company or as a condition to the validity of this Agreement.

hereafter as the Agency shall have a leasehold interest in the Project Facility, the Project Facility shall be assessed by the Town of Dewitt, Onondaga County, New York (hereinafter referred to as the "Town") and by the various other taxing entities having jurisdiction over the Project Facility, including, without limitation, any county, school district, or other political unit or units wherein the Project Facility is located (the Town and such other taxing entities being sometimes collectively referred to as the "Taxing Entities", and each of such Taxing Entities being sometimes individually referred to as a "Taxing Entity") as exempt upon the assessment rolls of the respective Taxing Entities prepared subsequent to the acquisition by the Agency of the leasehold interest in the Project Facility. The Real Estate Owner and the Operating Company shall, promptly following acquisition by the Agency of the leasehold interest, take such action as may be necessary to ensure that the Project Facility shall be assessed as exempt upon the assessment rolls of the respective Taxing Entities prepared subsequent to such acquisition by the Agency and, for so long thereafter as the Agency shall have a leasehold interest in the Project Facility, the Real Estate Owner and the Operating Company shall take such further action as may be necessary to maintain such exempt assessment with respect to each Taxing Entity. The parties hereto understand that the Project Facility shall not be entitled to such exempt status on the tax rolls of any Taxing Entity until the first tax year of such Taxing Entity following the tax status date of such Taxing Entity occurring subsequent to the date upon which the Agency obtains of record a leasehold interest in the Project Facility. Pursuant to the provisions of the Lease Agreement and the Equipment Lease Agreement, the Real Estate Owner and the Operating Company, jointly and severally, will be required to pay all taxes and assessments lawfully levied and/or assessed against the Project Facility, including taxes and assessments levied for the current tax year and all subsequent tax years until the Project Facility shall be entitled to exempt status on the tax rolls of the respective Taxing Entities. Subject to Section 3.01 hereof, the Agency will reasonably cooperate with the Real Estate Owner and the Operating Company to preserve the tax-exempt status of the Project Facility and to achieve the purposes and effect of this Agreement.

(B) Special Assessments: The parties hereto understand that the tax exemption extended to the Agency by Section 874 of the Act and Section 412-a of the State Real Property Tax Law does not entitle the Agency to exemption from special assessments and special ad valorem levies

shall pay interest and late charges as required by Section 874 of the Act. The first year of this Agreement shall relate to the 2021-2022 School Tax and the 2022 Town and County tax years.

(B) Total Amount of Payments in Lieu of Taxes. The Total PILOT Payment to be paid by the Real Estate Owner to the Agency annually pursuant to the terms of this Payment in Lieu of Tax Agreement has been agreed upon by the parties and is set forth below. The amount to be distributed to the Taxing Entities pursuant to the terms of this Payment in Lieu of Tax Agreement is as follows:

<u>Roll Year</u>	<u>Town/ County Calendar Year</u>	<u>School District Fiscal Year</u>	<u>County Pilot Amount</u>	<u>Town (Dewitt) Pilot Amount</u>	<u>School (ESM) Pilot Amount</u>	<u>Total Pilot Payment</u>
1	2022	7/1/21-6/30/22	\$7,779	\$7,454	\$37,869	\$53,103
2	2023	7/1/22-6/30/23	8,254	7,909	40,182	56,345
3	2024	7/1/23-6/30/24	8,745	8,379	42,571	59,696
4	2025	7/1/24-6/30/25	9,252	8,865	45,040	63,158
5	2026	7/1/25-6/30/26	9,776	9,367	47,591	66,735
6	2027	7/1/26-6/30/27	10,318	9,886	50,226	70,430
7	2028	7/1/27-6/30/28	10,877	10,422	52,947	74,246
8	2029	7/1/28-6/30/29	11,454	10,975	55,757	78,186
9	2030	7/1/29-6/30/30	12,050	11,546	58,659	82,254
10	2031	7/1/30-6/30/31	12,665	12,135	61,654	86,454

Notwithstanding the foregoing schedule, the Real Estate Owner and the Operating Company further covenant and agree that for any period that the Agency continues to hold a leasehold interest in the Land and Improvements after February 29, 2032, the Real Estate Owner and the Operating Company, jointly and severally, shall pay 100% of the taxes that would be imposed on the Project Facility if the Agency did not have a leasehold interest in the Project Facility. The Real Estate Owner and the Operating Company shall not be liable or responsible for double tax payments associated with this Agreement and the restoration of the Project Facility to the assessment roll under Section 520 of the Real Property Tax Law.

Multiply the Additional Assessed Value (as hereinafter defined) of such Additional Facilities determined pursuant to subsection (D) of this Section 2.02 by (b) the tax rate or rates of such Taxing Entity that would be applicable to such Additional Facilities if such Additional Facilities were owned by the Real Estate Owner and the Agency did not have a leasehold interest therein, and (c) reduce the amount so determined by the amounts of any tax exemptions that would be afforded to the Real Estate Owner by such Taxing Entity if such Additional Facilities were owned by the Real Estate Owner and the Agency did not have a leasehold interest therein.

(2) In each fiscal tax year during the term of this Payment in Lieu of Tax Agreement (commencing in the fiscal tax year when such Additional Facilities would first appear on the assessment roll of any Taxing Entity, as if such Additional Facilities were owned by the Real Estate Owner and the Agency did not have a leasehold interest therein), the amount payable by the Real Estate Owner and the Operating Company to the Receiver of Taxes on behalf of each Taxing Entity as a payment in lieu of property tax with respect to such Additional Facilities pursuant to this Payment in Lieu of Tax Agreement shall be an amount equal to one hundred percent (100%) of the Normal Tax due each Taxing Entity with respect to such Additional Facilities for such fiscal tax year (unless the Agency, the Real Estate Owner and the Operating Company shall enter into a separate written agreement regarding payments in lieu of property taxes with respect to such Additional Facilities, in which case the provisions of such separate written agreement regarding payments in lieu of property taxes with respect to such Additional Facilities, in which case the provisions of such separate written agreement shall control).

(D) Valuation of Additional Facilities.

(1) The value of Additional Facilities for purposes of determining payments in lieu of taxes due under Section 2.02(C) hereof shall be determined by the Assessor of each respective Taxing Entity. The parties hereto agree that the Assessors shall (a) appraise the Additional Facilities in the same manner as other similar properties in the general area of the

(E) Statements: The Agency shall submit to the Real Estate Owner and the Operating Company annual statements specifying the amount and due date or dates of the payments due each Taxing Entity hereunder, such periodic statements to be submitted to the Real Estate Owner and the Operating Company annually on or about January 10.

(F) Time of Payments: Subject to Section 2.03(B) hereof, the Real Estate Owner and the Operating Company agree to pay the amounts due hereunder to the Agency by January 30 of each year. The Real Estate Owner shall be entitled to receive receipts for such payments.

(G) Method of Payment: All payments by the Real Estate Owner and/or the Operating Company hereunder shall be paid to the Receiver of Taxes by check in lawful money of the United States of America. The Receiver of Taxes shall in turn distribute the amounts so paid to the various Taxing Entities entitled to same.

(H) Transfer to Real Estate Owner: In the event the Agency no longer has a leasehold interest in the Project Facility, the Project Facility shall be immediately subject to taxation pursuant to Section 302 and Section 520 of the Real Property Tax Law, as amended. However, with the exception of the calendar year 2021, in no event shall the Real Estate Owner be required to pay both payments in lieu of taxes and real property taxes for a concurrent tax year or any portion thereof. Therefore, should the Real Estate Owner Project Facility be conveyed to the Real Estate Owner and thus become taxable pursuant to Real Property Tax Law Section 520, the Taxing Entities agree that any payments payable under this Agreement as payments in lieu of taxes shall be reduced by the amount of any taxes which are required to be paid under Real Property Tax Law Section 520 for any such concurrent tax year or any portion thereof, and should such payments in lieu of taxes already have been made, the Taxing Entities shall refund any such amounts owing to the Real Estate Owner.

SECTION 2.03. CREDIT FOR TAXES PAID. (A) Credits: The parties hereto acknowledge and agree that the obligation of the Real Estate Owner and the Operating Company, jointly and severally,

(B) Method of Claiming Credits: If the Real Estate Owner or the Operating Company desires to claim a credit against any particular payment in lieu of tax due hereunder, the Real Estate Owner or the Operating Company shall give the governing body of the affected Taxing Entity and the Agency prior written notice of its intention to claim any credit pursuant to the provisions of this Section 2.03, said notice to be given by the Real Estate Owner or the Operating Company (as applicable) at least thirty (30) days prior to the date on which such payment in lieu of tax is due pursuant to the provisions of Section 2.02(F) hereof. In the event that the governing body of the appropriate Taxing Entity desires to contest the Real Estate Owner's or the Operating Company's (as applicable) right to claim such credit, then said governing body, the Agency, and the Real Estate Owner or the Operating Company (as applicable) shall each select an arbitrator in accordance with the rules of the American Arbitration Association, which arbitrators shall, at the sole cost and expense of the, determine whether the Real Estate Owner or the Operating Company (as applicable) is entitled to claim any credit pursuant to the provisions of this Section 2.03 and, if so, the amount of the credit to which the Real Estate Owner or the Operating Company (as applicable) is entitled. It is understood that the arbitrators are empowered to confirm the amount of the credit claimed by the Real Estate Owner or the Operating Company (as applicable) or to determine a lower or higher credit. When the Real Estate Owner or the Operating Company (as applicable) shall have given notice, as provided herein, that he/it claims a credit, the amount of any payment in lieu of property taxes due hereunder against which the credit may be claimed may be withheld (to the extent of the credit claimed by the Real Estate Owner or the Operating Company (as applicable)), but only to the extent that such credit may be claimed against said payment in lieu of taxes pursuant to the provisions of this Section 2.03) until the decision of the arbitrators is rendered. After the decision of the arbitrators is rendered, the payment in lieu of taxes due with respect to any reduction or disallowance by the arbitrators in the amount of the credit claimed by the Real Estate Owner or the Operating Company (as applicable) shall, to the extent withheld as aforesaid, be immediately due and payable, together with interest thereon from the date such payment in lieu of tax was originally due, at the rate of eighteen percent (18%) per annum, and such amount and shall be paid by the Real Estate Owner or the Operating Company (as applicable) within thirty (30) days of said decision.

agreements and obligations of the Agency, and not of any member, officer, agent (other than the Real Estate Owner and the Operating Company), servant or employee of the Agency in his or her individual capacity, and no recourse under or upon any obligation, covenants or Agreement contained in this Agreement, or otherwise based upon or in respect of this Agreement, or for any claim based thereon or otherwise in respect thereof, shall be had against any past, present or future member, officer, agent (other than the Real Estate Owner and the Operating Company), servant or employee, as such, of the Agency or any successor public benefit corporation or political subdivision or any person executing this Agreement on behalf of the Agency, either directly or through the Agency or any successor public benefit corporation or political subdivision or any person so executing this Agreement, it being expressly understood that this Agreement is a corporate obligation, and that no such personal liability whatever shall attach to, or is or shall be incurred by, any such member, officer, agent (other than the Real Estate Owner and the Operating Company), servant or employee of the Agency or of any successor public benefit corporation or political subdivision or any person so executing this Agreement under or by reason of the obligations, covenants or agreements contained in this Agreement or implied therefrom; and that any and all such personal liability of, and any and all such rights and claims against, every such member, officer, agent (other than the Real Estate Owner and the Operating Company), servant or employee under or by reason of the obligations, covenants or agreements contained in this Agreement or implied therefrom are, to the extent permitted by law, expressly waived and released as a condition of, and as a consideration for, the execution of this Agreement.

(B) Limited Obligation: The obligations and agreements of the Agency contained herein shall not constitute or give rise to an obligation of the State of New York or the County of Onondaga, New York, and neither the State of New York nor the County of Onondaga, New York shall be liable thereon, and further such obligations and agreements shall not constitute or give rise to a general obligation of the Agency, but rather shall constitute limited obligations of the Agency payable solely from the revenues of the Agency derived and to be derived from the lease, sale or other disposition of the Project Facility (except for revenues derived by the Agency with respect to the Unassigned Rights, as defined in the Lease Agreement).



continuation of said failure for a period of fifteen (15) days after written notice to the Real Estate Owner or the Operating Company stating that such payment is due and payable;

(B) Failure of the Real Estate Owner or the Operating Company to observe and perform any other covenant, condition or agreement on its part to be observed and performed hereunder (other than as referred to in subsection (A) above) and continuance of such failure for a period of thirty (30) days after written notice to the Real Estate Owner and the Operating Company specifying the nature of such failure and requesting that it be remedied; provided that if such default cannot reasonably be cured within such thirty (30) day period, the Real Estate Owner or the Operating Company shall have commenced action to cure the breach of covenant, condition or agreement within said thirty (30) day period and thereafter diligently and expeditiously proceeds to cure the same;

(C) Any warranty, representation or other statement by or on behalf of the Real Estate Owner or the Operating Company contained in this Agreement shall prove to have been false or incorrect in any material respect on the date when made or on the effective date of this Agreement; or

(D) The occurrence and continuance of an "Event of Default" under the Lease Agreement or the Equipment Lease Agreement, beyond any applicable cure period (if any).

SECTION 4.02. REMEDIES ON DEFAULT. Whenever any Event of Default shall have occurred with respect to this Agreement, the Agency (or if such Event of Default concerns a payment required to be made hereunder to any Taxing Entity, then with respect to such Event of Default such Taxing Entity) may take whatever action at law or in equity as may appear necessary or desirable to the Agency or such Taxing Entity, as the case may be, to collect the amount then in default or to enforce the performance and observance of the obligations, agreements and covenants of the Real Estate Owner and the Operating Company under this Agreement, including without limitation, terminating the Real Estate Owner's and the Operating Company's status as agent of the Agency and causing the surrender of Underlying Lease to be duly recorded. Each such Event of Default shall give rise to a

SECTION 4.04. REMEDIES; WAIVER AND NOTICE. (A) No Remedy Exclusive: No remedy herein conferred upon or reserved to the Agency or any Taxing Entity is intended to be exclusive of any other available remedy or remedies, but each and every such remedy shall be cumulative and shall be in addition to every other remedy given under this Agreement or now or hereafter existing at law or in equity or by statute.

(B) Delay: No delay or omission in exercising any right or power accruing upon the occurrence of any Event of Default hereunder shall impair any such right or power or shall be construed to be a waiver thereof, but any such right or power may be exercised from time to time and as often as may be deemed expedient.

(C) Notice Not Required: In order to entitle the Agency or any Taxing Entity to exercise any remedy reserved to it in this Agreement, it shall not be necessary to give any notice, other than such notice as may be expressly required in this Agreement or the Act.

(D) No Waiver: In the event any provision contained in this Agreement should be breached by either party and thereafter duly waived by the other party so empowered to act, such waiver shall be limited to the particular breach so waived and shall not be deemed to be a waiver of any other breach hereunder. No waiver, amendment, release or modification of this Agreement shall be established by conduct, custom or course of dealing.

SECTION 4.05. PAYMENT OF INTEREST AND PENALTIES. Pursuant to Section 874(5) of the General Municipal Law of New York, as amended, if the Real Estate Owner shall fail to make or cause to be made any such payments in lieu of real estate taxes when due, the amount or amounts so in default shall continue as an obligation of the Real Estate Owner until fully paid, and the Real Estate Owner hereby agrees to pay or cause to be paid the same, together with a late payment penalty equal to five percent (5%) of the amount due. Additionally, if the Real Estate Owner shall fail to make any payment required by this Section 4.05 when due and such delinquency shall continue



occurrence of (1) the date on which the Agency's interest in the Project Facility pursuant to the Underlying Lease is terminated, or (2) the occurrence of an Event of Default hereunder.

SECTION 5.02. FORM OF PAYMENTS. The amounts payable under this Agreement shall be payable by check in such coin and currency of the United States of America as at the time of payment shall be legal tender for the payment of public and private debts.

SECTION 5.03. REAL ESTATE OWNER AND OPERATING COMPANY ACTS. Where the Agency is required to do or accomplish any act or thing hereunder, the Real Estate Owner OR the Operating Company may, with the prior written consent of the Agency, cause the same to be done or accomplished with the same force and effect as if done or accomplished by the Agency. Where the Real Estate Owner or the Operating Company is required to do or accomplish any act or thing hereunder, the Real Estate Owner or the Operating Company may cause the same to be done or accomplished with the same force and effect as if done or accomplished by the Real Estate Owner or the Operating Company.

SECTION 5.04. AMENDMENT OF AGREEMENT; ASSIGNMENT. (A) This Agreement may not be amended, changed, modified, altered or terminated unless such amendment, change, modification, alteration or termination is in writing and, in the case of any amendment, change, modification or alteration of this Agreement, unless the Real Estate Owner, the Operating Company and their respective successors and assigns shall assume in writing the obligations of such amended, changed, modified or altered Agreement.

(B) The Real Estate Owner may assign this Agreement to the Operating Company or other transferee of the Project Facility in connection with a sale, transfer or conveyance of the Project Facility permitted in accordance with Section 9.3 of the Lease Agreement.

SECTION 5.05. NOTICES. (A) All notices, certificates or other communications hereunder shall be in writing and shall be sufficiently given and shall be deemed given when (1) received at the applicable address stated below by registered or certified mail, postage prepaid, return receipt

Barclay Damon Tower
125 East Jefferson Street
Syracuse, New York 13202
Attention: Jeffrey W. Davis, Esq.

If the Real Estate Owner:

Gerald W. Tracey
6082 Hiller Drive
Cicero, New York 13039

With a copy to:

Bond, Schoeneck and King PLLC
One Lincoln Center
110 West Fayette Street
Syracuse, New York 13202-1355
Attention: Matthew N. Wells, Esq.

If the Operating Company:

Tracey Road Equipment, Inc.
6803 Manlius Center Road
East Syracuse, New York 13057
Attention: Gerald W. Tracey, President

With a copy to:

Bond, Schoeneck and King PLLC

SECTION 5.07. SEVERABILITY. If any article, section, subsection, subdivision, paragraph, sentence, clause, phrase, provision or portion of this Agreement shall for any reason be held or adjudged to be invalid or illegal or unenforceable by any court of competent jurisdiction, such article, section, subsection, subdivision, paragraph, sentence, clause, phrase, provision or portion so adjudged invalid, illegal or unenforceable shall be deemed separate, distinct and independent and the remainder of this Agreement shall be and remain in full force and effect and shall not be invalidated or rendered illegal or unenforceable or otherwise affected by such holding or adjudication.

SECTION 5.08. COUNTERPARTS. This Agreement may be simultaneously executed in several counterparts, each of which shall be an original and all of which shall constitute but one and the same instrument.


SECTION 5.09. APPLICABLE LAW. This Agreement shall be governed by and construed in accordance with the laws of the State of New York.

SECTION 5.10 DEFINITIONS. Capitalized terms used but not otherwise defined herein shall have the same meanings ascribed to them in the Lease Agreement unless the context requires otherwise.

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STATE OF NEW YORK)
) SS.:
COUNTY OF ONONDAGA)

On the 22 day of December in the year 2020 before me, the undersigned, a notary public in and for the State of New York, personally appeared Robert M. Petrovich, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that he executed the same in his capacity, and that by his signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.



Notary Public

Karen Doster
NOTARY PUBLIC, STATE OF NEW YORK
Registration No. 01DO6404890
Qualified in Onondaga County
Commission Expires March 2, 2024


On the 18 day of December in the year 2020 before me, the undersigned, a Notary Public in and for said State, the undersigned, personally appeared Gerald W. Tracey, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that he executed the same in his capacity, and that by his signature on the instrument, the individual or the person upon behalf of which the individual acted, executed the instrument.



Notary Public

Meghan Mary Ray
Notary Public - State of New York
No. 01RA6273749
Qualified in Onondaga County
My Commission Expires April 21, 2021

On the 18 day of December in the year 2020 before me, the undersigned, a notary public in and for the State of New York, personally appeared Gerald W. Tracey, personally known to me or proved to me on the basis of satisfactory evidence to be the individual whose name is subscribed to the within instrument and acknowledged to me that he executed the same in his capacity, and that by his signature on the instrument, the individual, or the person upon behalf of which the individual acted, executed the instrument.


Notary Public

Meghan Mary Ray
Notary Public - State of New York
No. 01RA6273749
Qualified in Onondaga County
My Commission Expires April 21, 2021

BEGINNING at the northwesterly corner of lands appropriated by The People of the State of New York, Map No. 39, Parcel No. 54, said northwesterly corner being situate in the present northerly line of East Manlius Street - East Syracuse - Chittenango State Highway No. 555 (Route No, 290) at its intersection with the easterly line of lands conveyed to the New York Central Railroad Company:

THENCE North $05^{\circ} 25' 00''$ East, along said easterly line, a distance of 1087.80 feet to an angle point therein;

THENCE North $33^{\circ} 28' 07''$ East, continuing along said easterly line, a distance of 350.0 feet to an angle point therein;

THENCE North $80^{\circ} 55' 50''$ East, along the southerly line of said lands conveyed to the New York Central Railroad Company (Con-Rail) - Dewitt Yard, a distance of 212.91 feet to its intersection with westerly line of Claymaster Drive;

THENCE South $10^{\circ} 23' 00''$ West, along said westerly line, a distance of 1479.51 feet to its intersection with the present northerly line of East Manlius Street at the northeasterly corner of said lands appropriated by The People of the State of New York, Map No. 39, Parcel No. 54;

THENCE North $84^{\circ} 22' 49''$ West, along said present northerly line of East Manlius Street, a distance of 35.0 feet to an angle point therein; and

THENCE North $78^{\circ} 00' 50''$ West, continuing along said northerly line, a distance of 209.02 feet to the point of beginning.

TOGETHER WITH a right-of-Way over Claymaster Drive, the following being a description of same:

thence South $10^{\circ} 23' 00''$ West a distance of 1,513.71 feet to the point of beginning.

TOGETHER with a hammerhead turnaround (easterly rectangle), more specifically described as follows:

Beginning at a point in the southerly line of lands of the former N.Y. Central Railroad (now Conrail) at the northeasterly corner of Claymaster Drive;

running thence North $80^{\circ} 55' 50''$ East along the southerly line of lands of the former N.Y. Central Railroad a distance of 53.03 feet to a point;

thence South $10^{\circ} 23' 00''$ West a distance of 53.03 feet to a point;

thence South $80^{\circ} 55' 50''$ West a distance of 53.03 feet to a point in the easterly line of Claymaster Drive;

thence North $10^{\circ} 23' 00''$ East a distance of 53.03 feet along the easterly line of Claymaster Drive to the northeasterly corner thereof and the place of beginning.

TOGETHER WITH a right-of-way over the aforementioned Claymaster Drive, the following being a description of same:

ALL THAT TRACT OR PARCEL OF LAND situate in the Town of Dewitt, County of Onondaga and State of New York, being part of Lot 43 in said Town and being more specifically described as follows:

Beginning at a point in the northerly line of N.Y. Route #290 (a/k/a East Manlius Street) measured on the following courses and distances from the intersection of the centerline of said N.Y. Route #290 with the centerline of Butternut Drive (as said centerline existed on 11/1/74): North $70^{\circ} 27'$