

**New York State Department of Taxation and Finance
Taxpayer Services Division
Technical Services Bureau**

TSB-M-79 (8)C
Corporation Tax
August 28, 1979

1979 Legislation
Taxation of
Small Food-Buying Cooperative Corporations

Chapter 420 of the Laws of 1979 has amended Section 77 of Article 5 of the Cooperative Corporations Law.

Due to this law change, a cooperative corporation that is organized for the purpose of purchasing food products for sale to its members, and that has gross receipts of less than \$200,000 from such sales in a calendar year, shall pay to the State Tax Commission an annual fee of \$10.00, in lieu of all franchise or license or corporation taxes. If the cooperative corporation meets the requirements referred to above, then the corporation will file form CT-397. This form is currently being used by Agricultural Cooperative Marketing Corporations and Agricultural Cooperative Financing Corporations. The report and \$10.00 fee shall be filed and paid for each calendar year on March 15 of the next succeeding calendar year.

This act takes effect on January 1, 1980 and shall apply to all calendar years commencing on or after January 1, 1980.