

1988 Legislation
Taxation of Cooperative Marketing Corporations

Chapter 152 of the Laws of 1988 amends Section 77 of Article 5 of the Cooperative Corporations Law.

For calendar years commencing on or after January 1, 1989, a cooperative corporation organized for the purpose of purchasing food products for sale to its members and which has gross receipts from such sales of less than \$500,000 in a calendar year, shall pay an annual fee of \$10 in lieu of all franchise, license or corporation taxes. Under prior law, only cooperative corporations which sell food products and have gross receipts from such sales of less than \$200,000 in a calendar year, qualify for this treatment (see TSB-M-79(8)C). If the cooperative corporation meets the requirements referred to above, then the corporation will file form CT-397 which is currently being used by Agricultural Cooperative Marketing Corporations and Agricultural Cooperative Financing Corporations. The report and \$10 fee shall be filed and paid for each calendar year on or before March 15 of the next succeeding calendar year.