

RECAPTURE OF BENEFITS

C. Recapture of Benefits: Projects that receive enhanced real property tax abatements are subject to the recapture of benefits pursuant to the following schedule:

Within 1 year 100%
Within 2 years 100%
Within 3 years 50%
Within 4 years 25%
After 4 years 0

The above term period is from the effective date of the PILOT agreement. Imposition of any recapture is at the sole discretion of RIDA and is reviewed/considered on a case by case basis. Reasons for the recapture of benefits include the following:

1. Sale or closure of the facility and departure of the company from the Town of Riverhead.
2. Significant change in the use of the facility and/or the business activities of the company where such new use would not qualify for the abatement granted.
3. Significant employment reductions not reflective of the company's (normal) business cycle and/or local and national economic conditions.