April 15, 2002

NOTICE OF RATE CHANGES

New Jersey / New York Combined State Sales and Use Tax Vendor:

You should have recently been advised by the New York State Department of Taxation and Finance that there has been an increase in the sales tax rate for the county of Rockland and the County of Delaware. Effective for transactions occurring on and after March 1, 2002, the new combined rate for Rockland County is .07875 (7.875%) and the new Reporting Code is 3915. Effective for transactions occurring on and after March 1, 2002, the new combined rate for Delaware County is .07 (7.00%) and the new Reporting Code is 1205.

Report Rockland County sales activity for transactions prior to March 1, on Schedule I, Form ST-20. Report Rockland County sales activity for transactions on and after March 1, on Schedule II, Form ST-20, using the new Reporting Code and Rate. This procedure should be followed for the remaining ST-20 returns for year 2002.

All activity from Delaware County should be reported on Schedule II, Form ST-20.

If you have any questions regarding this notice, call (609) 984-0120 for assistance.

Cooperative Interstate Tax Enforcement Section