



**fifteenfortyseven**  
 DATACENTERS

# Orangeburg Sales Tax Abatement

Datacenter Site Selection has evolved over the past few years. When evaluating a datacenter site, many factors come into play with environmental, power and connectivity ranking at the top. Once the list of datacenters has been narrowed down, cost becomes a deciding factor. Locations with tax savings and incentives are well positioned to aide in reducing costs. 1547 Datacenters' Orangeburg facility has full Sales Tax Abatement that significantly reduces overall total cost of ownership.

## 1547 Datacenters Orangeburg Tax Incentive:

### Rockland County Industrial Development Agency (IDA):

- Sales and Use Tax Exemption: IDA can provide exemption from the State and County sales tax of 8.375% on all datacenter furniture, fixtures, equipment and construction materials directly related to the IDA-approved project

### Fast Track Application Process:

- 1547 Datacenters has created an easy to use application to expedite the sales tax savings process

## What Tax Savings Mean for Customers:

- Qualified customers are exempt from 8.375% sales tax on datacenter hardware and software
- 1547 receives the tax savings for 10 years which is passed directly to customers

## No Sales Tax Equals:

- 18% Overall Savings
- \$20 Less per kW
- 11 Months of Free Rent

## Deployment Examples:

1mW Deployment	
Monthly Recurring Base Rent	\$ 150,000
Annual Rent	\$ 1,800,000
5 Year Term Rent	\$ 9,556,444
Equipment Capital	\$ 20,000,000
Sales Tax	\$ 1,675,000
TCV After Tax Savings	\$ 7,881,444
% Savings	18%
Months of Free Rent	11

500kW Deployment	
Monthly Recurring Base Rent	\$ 75,000
Annual Rent	\$ 900,000
5 Year Term Rent	\$ 4,778,222
Equipment Capital	\$ 10,000,000
Sales Tax	\$ 837,500
TCV After Tax Savings	\$ 3,940,722
% Savings	18%
Months of Free Rent	11

Assumptions: \$150 per kW, \$20m per 1MW in hardware costs, 8.375% Sales Tax, 5 year term