

## Garden City Co-op, Inc.

106 North 6th St. P.O. Box 838 Garden City, Kansas 67846

## Important Tax Planning Information

## Please take this notice along with volume information to your tax professional

The Garden City Co-op is proud to announce that we will be passing on 100% of the Domestic Production Activities Deduction available to the Co-op this year. The pass through of this significant tax benefit is only available to cooperatives and their members. The rates are as follows:

All Crop Production purchases 5.5319%

All Grain sales 11.0424 cents per cwt

These amounts will be reflected on your 1099 showing the patronage income. Patronage rates are:

Grain 3.01 cents per cwt

Storage 5.45%
Crop Production 1.27%
Petroleum Ag 1.18%
Petroleum Commercial 0.78%

The cash portion of the patronage will be 30%. We are excited to cover all of the tax liability of your grain and agronomy patronage plus provide an addition tax deduction.

<u>ALWAYS</u> consult with your tax preparer. The employees of The Garden City Co-op, Inc. do not give tax advice. The above information is for planning purposes only.

The Garden City Co-op Annual Meeting date is December 7<sup>th</sup> 2016. The storm date for the meeting is December 14<sup>th</sup> 2016. Please see www.gccoop.com for details.