



ARKANSAS

ENERGY & ENVIRONMENT

JUN 01 2022

Honorable Jerald Marberry
City of Flippin
P.O. Box 40
Flippin, AR 72634

RE: NPDES Permit No. **AR0021717**, AFIN: **45-00021**
Flippin Wastewater Treatment Facility
Request for Sales Tax Exemption

Dear Mayor Marberry:

The Division of Environmental Quality (DEQ) has reviewed your letter dated February 8, 2022, requesting a sales tax exemption for machinery and equipment used in prevention and reduction of water pollution from City of Flippin. Based on our review, the following items qualify as water pollution control machinery and equipment:

- Concrete, mechanical equipment, and electrical equipment needed for the construction of the new headworks system.
- Concrete, mechanical equipment, and electrical equipment needed for the construction of the second oxidation ditch.
- The mechanical aeration and electrical equipment to be installed in the existing oxidation ditch.
- Concrete, mechanical equipment, and electrical equipment needed for the construction of the new clarifiers.

The DEQ has determined that the above items are necessary to prevent or reduce water pollution that might otherwise result from the operation of this facility and to comply with a permit issued by DEQ, NPDES Permit AR0021717. This letter serves as the documentation required by the Arkansas Department of Finance and Administration Rule GR-66 for a sales or use tax exemption under Ark. Code Ann. § 26-52-402.

This letter does not purport to make any determination or recommendation pursuant to GR-66 on the tax exempt status of an item listed. Please be advised that GR-66 identifies specific items as taxable that are necessary to prevent or reduce water pollution that might otherwise result from the operation of this facility and to comply with a permit issued by DEQ, NPDES Permit AR0021717.

The Arkansas Department of Finance and Administration administers this tax exemption and determines which specific items in your proposal qualify for this tax exemption.

If you have any questions, please call the DFA Revenue Legal Division at (501) 682-7030 or Bryan Leamons, P.E., Senior Operations Manager of the Office of Water Quality at (501) 682-0656.

Sincerely,



Julie Linck
Chief Administrator, Environment
Division of Environmental Quality
5301 Northshore Drive, North Little Rock, AR, 72118

cc.: Mr. Paul Gehring, Chief Legal Counsel (w/ copy of request)
Arkansas Dept. of Finance & Administration
P.O. Box 1272
Little Rock, AR 72203

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