

Division of Water Quality

Tax Certification for Water Pollution Abatement



- Who can apply?
- What equipment qualifies?
- Application walkthrough
- Tax certification process



Who can apply?



- Anyone with a North Carolina DWR NPDES permit!
- Permit types:
 - Discharge permit (point source to a stream) NC00xxxxx or NCGxxxxxxx
 - Non-discharge permit (ie: irrigation, spray field) WQ00xxxxx
 - Significant industrial user (SIU) permit issued by a local municipal WWTP
 - Example: New Belgium Brewing holds SIU Permit No. S-075-019 issued by the Buncombe Metropolitan Sewerage District under NPDES Permit Number NC00NC0024911, so they may apply
 - When applying, include NPDES permit no. of WWTP you discharge to, as well as your SIU permit no.
- Stormwater permits do not qualify





What is eligible for certification?

Principles of taxation



- Real and personal property
 - Real property: things permanently affixed, such as land and buildings
 - Personal property: things that are moveable without injury to the property, such as equipment and vehicles
- What is the "cost" of the property?
 - Real property: straightforward
 - Personal property: can include the total costs involved to get a piece of equipment operational
- Example:
 - Equipment price:\$600,000
 - Installation cost: \$15,000
 - Freight: \$5,000
 - Grading land for equipment: \$35,000
 - Engineering cost: \$12,000
 - Total Cost: \$667,000



Department of Environmental Quality





What property is eligible for certification?



- Must be used exclusively for water pollution abatement 100% of the time
 - Must be primary purpose, not incidental
- Example: A non-discharge permit requires a land application site, where a hay baler is needed to remove the crop.
 - Hay baler qualifies if used exclusively in land application field
 - Hay baler does not qualify if used in additional fields not related to water pollution abatement





Does my building qualify?

Tax Certification for Water Pollution Abatement

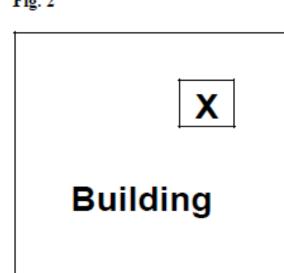


- Probably not!
- Buildings do not qualify unless permit requires equipment to be housed.
- Entire building must be exclusively for equipment, or an isolated section that can be certified.

Fig. 1 Fig. 2

Pollution Abatement

Main Building



In Fig. 1, the section of the building that contains the pollution abatement equipment could be removed and the main building could still function. In Fig. 2, if the pollution abatement equipment section (represented by the "X") were removed, it would leave a hole in the building. The section from Fig. 1 could be certified, but the section from Fig. 2 could not.



Department of Environmental Quality

Applying for certification

DIVISION OF WATER RESOURCES APPLICATION FOR TAX CERTIFICATION & EXEMPTION FORM TC-WQ

For DWR Use: TCN:

This application is to be used only for waste treatment systems and equipment under the authority of the NC Division of Water Resources (DWR)

Rev. 01/29/2016

DIRECTIONS: Complete and mail signed copies of the application form and all supporting information to both: 1) the County Tax Administrator for the County in which the facility is located (one copy) AND 2) to the NC Division of Water Resources, Surface Water Protection Section, 1617 Mail Service Center, Raleigh, NC 27699-1617 (two copies). Type or print in blue or black ink. A separate application section section section section section section.

THIS APPLICATION WILL NOT BE PROCESSED WITHOUT COMPLETE AND ACCURATE INFORMATION. If you have any questions regarding this application, please call the local tax office or the NC Division of Water Resources at 919/807-6300 or their web site at https://ox.deg.prod.nc.gov/about/divisions/water-resources/water-resources-permits/wastewater-branch/npdes-wastewater/tax-partification for more specific contact information.

Please Note

- a) Tax Certifications will only be processed for facilities under the authority of the DWR and only if the DWR has found that the described property:
 - Has been or will be constructed or installed;
 - 2. Compiles with or that plans therefore which have been submitted to the DWR indicate that it will comply with the requirements of the Environmental Management Commission;
 - Is being effectively operated or will, when completed, be required to operate in accordance with the terms and conditions of the permit, certificate of approval, or other document of approval issued by the DWR; and
 - 4. Has or, when completed, will have as its PRIMARY rather than incidental purpose the reduction of water pollution:
 - Is being used exclusively (100%) for waste treatment.
- b) If approved, the Tax Certification issued will incorporate all requested assets at the facility that meet the criteria for Tax Certification by DWR. Therefore this application must include any new assets for which Tax Certification is being requested, as well as any assets previously receiving Tax Certification from DWR for which Tax Certification is still needed.

A. Applicant (Applicant is the owner of, and taxpayer for, the property described in this application for tax certification.)									
Name of Applicant:	Name of Facility:								
Perdue Foods LLC	Perdue Foods LLC Northampton County-Murfreesboro Hatchery								
Address of Applicant, if different from facility where property located:	Ph. d Late And His								
Address of Applicant, it different from facility where property located:	Physical Address of Facility where property located (no P.O. Box): Highway 158 West Murfreesboro, NC 27855								
(.11)									
(address) (city) (zip) Business Relationship of Applicant to facility where property located:	(street address) (city) (zip)								
Describes resistationship of Applicant to facility where property located:	County where property located: Northampton								
	Name of Contact Person at Facility where property located:								
Does the Applicant hold any NC Division of Water Resources Permits?	Tim WARD								
X Yes / No	Title: Environmental Manager Phone Number:								
Partic County WOODDAY - ASSOCIATE TWO WAY AND THE									
If yes, please Hst Permit No(s); Hertford County-TCS-WA-135, NC0089516, WQ0001536	APPLICATION OF THE PROPERTY OF								
If approved, will this be the first Tax Certification issued for this Facility? If no, at	tach any previously issued								
X Yes / No tax certi	ifications								
B. Complete this Section only if the Operator/User of the facility and equipment is d	ifferent from the Owner of the facility.								
Name of Operator/User:									
Operator/User Address:									
(address)	(city) (zip)								
Operator/User Contact Name:									
Relationship between Operator/User of facility and equipment and applicant:									

Be sure to ONLY list the Division of Water Quality permit relevant to the equipment that you are applying to certify!



^{***} ATTACH A PROCESS SCHEMATIC TO YOUR APPLICATION The number of each item for which Tax Certification is being requested must be shown on the schematic *** Application continues on Next page

DIVISION OF WATER RESOURCES TAX CERTIFICATION & EXEMPTION APPLICATION

PAGE 2

Waste Treatment Systems & Equipment: Waste treatment systems & equipment must be used exclusively for the abatement of water pollution.

Rev. 09/01/2018

Name and Address of the Owner, where the Owner, which is the Owner, which is the Owner, where the Owner, which is the Owner,								IMEN, DESCRIBERTO
Courty Octor en Only Approx Disag	Description of Waste Treatment Bystoms or Equipment	Was asset listed in the permit (Yes/No)	Asset Number, Vehicle Identification Number (VIN)	How is this equipment used for pollution abstement?	% of time item is used for pollution abstament	Year of Acquisition	Original Historical Cost**	is this asset replacing a price asset?
	STORAGE LAGOON OP 355-024	Yes	4003350	Wastewater Treatment & Irrigation	100	1993	\$ 11,754.83	No
	SPRAY IRRISATION SYSTEM OF 355-024	Yes	4008351	Wastewater Treatment & Intigation	100	1983	\$ 20,581.88	No
	PUMP STATION FOR SPRAY IRRIGATION-SPEC PURPOSE OP	Yes	4003352	Wastewater Treatment & Irrigation	100	1983	\$ 45,540.70	No
	WASTEWATER PIPELINE TO PUBLIC SEWER SYSTEM	No	4017589	Wastewater Distribution	100	1998	3 122,342.75	
	6'x6' Wet Well w/2 230/3/60 Sewage Pumps	Yes	4024374	Wastewater Treatment & Irrigation	100	2000	\$ 45,393.00	No
	Septic Tank Upgrade- Pump Dist Box Ties Con	Yes	4038800	Wastewater Treetment & Irrigation	100	2006	\$ 5,535.00	No
on excessors	pages if necessary							

Facilities: To qualify for tax cartification, the building or section of building being applied for, must be used exclusively for water pollution prevention. A sketch of the building, square footage along with details as to how the building is used for water pollution prevention, is required.

Land: To qualify for tax certification, the land must be used exclusively for water pollution prevention. A schematic diagram of the facility detailing the land being applied for is required. The amount of land (acreage) is required and how this land is being used to prevent water pollution. For wastewater treatment and irrigation system list separately the acreage used for actual treatment from the acreage required by the facility's water quality permit for buffers and setbacks.

SIGNATURE:

I hereby certify that the above equipment, facilities and/or land are used for the purpose stated, and that the information presented in this application is accurate. Furthermore, I certify that any portable or mobile equipment listed on this application will be used exclusively in the state of North Carolina.

Applicant Signature: John	-	Title	Senior Menager Corporate Accounting	Date:	11/3/20
NOTICE: The penalty for false statement, representation or certification herein includes imprisonment and / or the assessment of civil penalties.	(print name also)	Of:	Pentue Foods LLC [Name of Applicant Susiness Entity)		TC-WQ



[&]quot; If the asset is listed in the DWQ permit, the description must be identical as listed on the current permit. If the asset is not specifically listed in the DWQ permit, the applicant must attach detailed information as to why the asset should quality for Tax Certification.

^{**} When certifying systems or equipment, DENR is not certifying the cost of the equipment or the year of acquisition.

Tax Certification Process



Central Office Review

- Assess completeness of application
- Assess facility compliance history
- Does equipment qualify?

Regional Office Inspection

- Inspect equipment to ensure it is installed or will be installed
- Verify equipment is used exclusively for water pollution abatement 100% of time

Central Office Certifies or Returns DWR Sends certification to permittee and county tax admin



Common reasons for returned application



- Did not include <u>valid</u> permit number
- Equipment listed is not associated with an NPDES permit
- Did not include process schematic for facility
- Facility not in compliance with permit



Contacts

- Marcia Allocco Division of Environmental Assistance and Customer Service Marcia.Allocco@ncdenr.gov
- Emily Richards Division of Water Resources Emily.Richards@ncdenr.gov
- Chris Hollinger Division of Waste Management Chris.Hollinger@ncdenr.gov
- Jim Hafner Division of Air Quality Jim.Hafner@ncdenr.gov



Thank you!

