



STATE OF TENNESSEE
DEPARTMENT OF REVENUE
ANDREW JACKSON STATE OFFICE BUILDING
NASHVILLE, TENNESSEE 37242

November 28, 2000

Jenny L. Keller, CPA
Manager, Asset Accounting
Oak Ridge National Laboratory
P. O. Box 2008
Oak Ridge, TN. 37831

Re: UT Battelle, LLC-SNS Project
Bethel Valley Road
Oak Ridge, TN. 37830-6409
103275207

Dear Ms. Keller;

Effective November 1, 2000, UT Battelle LLC, is granted the authority, under the provisions of Sales and Use Tax Rules and Regulations 1320-5-1-.68, of making purchase of building materials, machinery and equipment, used exclusively for the Spallation Neutron Source Project without paying to vendors sales and use tax.

This authority is granted on the condition that UT Battelle LLC, will report and pay the sales and use tax directly to this Department. To perfect this direct pay authorization for qualified purchases UT Battelle LLC, must furnish to each of its suppliers a copy of this letter and a completed Certificate of Resale.

This direct pay authority granted by this letter is for the Spallation Neutron Source Project, Oak Ridge location only. Any subsequent projects qualifying under T.C.A. Section 67-6-224 will require a separate sales and use tax registration and direct pay authorization from the Department. The direct pay authority granted herein to UT Battelle LLC, may not be transferred to another entity, nor may it be utilized by any other person to make purchases without the payment of sales and use tax.

You may contact the Taxpayer Services Division at (615) 741-3580, if you need further assistance.

Sincerely,

A handwritten signature in cursive script that reads "Patsy Clark".

Patsy Clark, Director
Taxpayer Services Division