



Sales and Use Tax Division
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**IMPORTANT NOTICE: UPDATED WASTEWATER DISPERSAL PRODUCTS LIST
SALES AND USE TAX EXEMPTION**

The Department of Health and Human Services (DHHS) provided an updated list of approved wastewater dispersal products to the Department of Revenue. A few products were removed by the Division of Public Health, On-site Waste Protection Branch, DHHS. While the removed products may be required for construction of a wastewater system, according to DHHS the removed products lack the product specificity required to qualify for the sales and use tax exemption pursuant to N.C. Gen. Stat. § 105-164.13(68). Therefore, sales and purchases of such removed products on or after November 2, 2017 are subject to the current general 4.75% State, applicable local (2.00% or 2.25%), and applicable transit (0.50%) rates of sales and use tax. DHHS also changed the presentation of a number of other items in the updated wastewater dispersal products list.

The November 1, 2017 [updated wastewater dispersal products list](#) is published on the Department's website simultaneously with this important notice. See page eight of the updated wastewater dispersal products list for products that were removed by DHHS. Upon receipt of any additional approvals or deletions from DHHS, the Department will publish an updated list as necessary.

As a reminder, N.C. Gen. Stat. § 105-164.13(68) provides **an exemption from sales and use taxes for** "[s]ales of wastewater dispersal products approved by the Department of Health and Human Services under Article 11 of Chapter 130A of the General Statutes". For additional information regarding the exemption for approved wastewater dispersal products, see the Important Notice: Wastewater Dispersal Products Sales and Use Tax Exemption issued July 24, 2017, Important Notice: Wastewater Dispersal Products List Sales and Use Tax Exemption issued August 11, 2017, and the list of approved products published by the Department August 11, 2017.

To the extent there is any change in the rate or amount of tax, change to a statute or regulation, or new case law subsequent to the date of this notice, the provisions in this important notice may be superseded or voided. To the extent that any provisions in any other notice, directive, technical bulletin, or published guidance issued prior to the date of this notice conflicts with this important notice, the provisions contained in this important notice supersede.