

Timothy E. Parker, C.F.A.
Putnam County Property Appraiser

386/329-0286 • 1-800-826-1437 x0286 • Fax: 386/329-0447
www.putnam-fl.com/app • appraiser@putnam-fl.com

October 20, 2009

Michael P. Halpin, P.E.
Department of Environmental Protection
Twin Towers Office Building
2600 Blair Stone Rd.
Tallahassee, FL 32399

RE: Georgia Pacific Corporation Pollution Control Devices

Dear Mr. Halpin:

Enclosed you will find the Return of Pollution Control Devices for the above referenced account in our county.

Would you please review this information and advise me as to what qualifies for assessment as pollution control devices under Section 193.621, Florida Statutes. If you need any additional information, let me know. Thank you for your assistance.

Sincerely,

A handwritten signature in blue ink, appearing to read "Justin Edwards".

Justin Edwards, CFE
Office Operations Supervisor



Return of Pollution Control Devices For Ad Valorem Tax Purposes

Florida Statutes Chapter 193.621

To the Property Appraiser _____

Detnam

County, Florida, _____

Return is hereby made for the assessment of the following described property under Florida Statutes as pollution control devices.

Description of Property

Pollution Control Equipment see attached list

Description of Facility

Paper mill

Name and address of owner:

BRIAN A. PERRY
REGIONAL MANAGER
Georgia-Pacific LLC
Attn: Sales Tax Group
P. O. Box 105681
Atlanta, GA 30348-5681

The undersigned taxpayer hereby agrees to furnish such other reasonable information as the Appraiser may request in regard to the assessment requested herein.

Taxpayer's Signature

This form must be filed with the County Property Appraiser before April 1st.

ORIGINAL TO BE RETAINED BY PROPERTY APPRAISER

COPY TO BE GIVEN TO TAXPAYER



Georgia-Pacific Corporation

Georgia-Pacific Corporation
c/o Tax Department
133 Peachtree Street NE (30303)
P.O. Box 105681
Atlanta, GA 30348-5681
Telephone (404) 652-2670

October 8, 2009

Mr. Justin Edwards, CFE
Office Operations Supervisor
Putnam County Property Appraiser
P. O. Box 1920
Palatka, FL 32178-1920

Re: Property Owner: Georgia-Pacific
Acct. #: 821328
Pulp & Paper Mill

Dear Justin,

Enclosed are the letters from the PE regarding the 2008 asset additions and the pollution exemption form. They include the assets below:

Item	Description	Cost
0047-8493	#5 PB NATURAL GAS CONVERSION	4,527,848
0046-9126	BROWN STOCK WASHING & 02 DELIG	(25,953)
0047-8514	MONORAILS FOR BSW	204,978
0047-8488	PRIMARY CLARIFIER REPLACEMENT	462,423
0046-8426	PRIMARY CLARIFIER SCREENING SYSTEM	9,369
0047-5030	PRIMARY CLARIFIER WASTEWATER DIVERSION	12,235

Please give me a call if you have any questions.

Sincerely,

Brian A. Perry
Regional Tax Manager
BAP/wab

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0047-8493	#5 PB NATURAL GAS CONVERSION	4,527,848
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Pollution Control Equipment

Environmental Regulatory Background: Georgia Pacific Industrial Wastewater Facility Permit FL0002763, issued by the Florida Department of Environmental Protection – is issued under the provisions of Chapter 403, of the Florida Statutes. The permit requires certain pollution control equipment to operate a 40 MGD average wastewater treatment facility providing primary clarification followed by secondary treatment consisting of 900 plus acres of facultative and aerobic lagoons. The following projects are an environmental regulatory requirement.

1. PRIMARY CLARIFIER REPLACEMENT

Project Description: The wastewater treatment system noted above consists of both primary and secondary treatment. The Palatka Mill replaced the Primary clarifier as required by the DEP and started the unit up in early 2007. This project consisted of remaining items that were completed in 2008 to ensure the clarifier operations.

2. WASTEWATER TREATMENT PRIMARY CLARIFIER SCREENING SYSTEM

Project Description: The wastewater treatment plant at the GP Palatka Facility includes both primary and secondary treatment. The initial step in the wastewater treatment plant is removal of large material that has the potential to damage the upstream wastewater equipment. This project involved the purchase and installation of a second screening system at the primary clarifier. This project was necessary to provide redundant equipment to improve the operation of the wastewater system.

3. WASTEWATER TREATMENT – AUTOMATIC STORMWATER DIVERSION VALVES

Project Description: The wastewater treatment system starts with a sewer system throughout the manufacturing areas of the facility. The facility is required to collect stormwater that has been impacted by contaminants associated with the manufacturing processes. Due to excessive water that is collected during periods of heavy rain, the facility has designed a process to divert a portion of the wastewater into a holding pond to be processed later. This project involved the installation of valves that can be remotely operated to divert wastewater from the primary clarifier under high flow conditions.

4. WASTEWATER TREATMENT – R10 SEWER REPLACEMENT

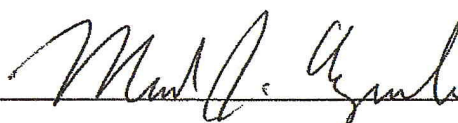
Project Description: The wastewater treatment system starts with the collection of wastewater from the production units. This project required the replacement of the sewer from the production unit called the R10 generator. The line was deteriorated and had to be replaced.

5. WASTEWATER TREATMENT PRIMARY CLARIFIER DIVERSION LINE AND VALUES

Project Description: The wastewater treatment system has the ability to divert the incoming wastewater to a stabilization basin or around the primary clarifier. This project involved the installation of automatic valves in the piping system verses the manually operated valves. These valves are located in the piping system at the primary clarifier and provide additional automatic diversion capacity for wastewater from the primary clarifier to a treatment facility.

The projects identified above are exempt from sales, use or privilege taxes per Florida Statutes Chapter 212.051 as a facility or machinery used primarily for the control of pollution in the manufacturing, processing, compounding, or producing for sale items of tangible personal property at a fixed location that is used, installed, or constructed to meet a law implemented by, or a condition of a permit issued by, the Department of Environmental Protection as Pollution Control Equipment. This determination is consistent with terms "facility" or "facilities" constructed or installed in order to eliminate or reduce industrial air or water pollution contained in Florida Statutes Chapter 193.621 defining pollution control devices as a special class of property for property tax purposes.

Signed: _____

 P.E. 52248

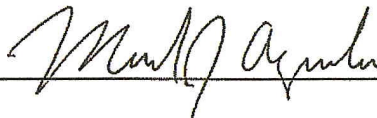
Pollution Control Equipment

Environmental Regulatory Background: Georgia Pacific operates its facility in Palatka in compliance with several environmental standards. Specifically, the facility has an air construction permit that regarded the replacement of oil burning with that of natural gas to bring the facility in compliance with visibility impact standards called BART. The permit issued by the Florida Department of Environmental Protection was issued under the provisions of Chapter 403, of the Florida Statutes. The permit number requiring the change is in permit Number 1070005-038-AC. The following project is an environmental regulatory requirement.

1. #5 POWER BOILER CONVERSION TO NATURAL GAS

Project Description: This project consists of modifying the #5 Power Boilers to burn natural gas verses fuel oil. The Palatka facility had modeled impacts that were greater than allowable on the visibility of Class I areas. Due to this impact, the facility was obligated to minimize it's emissions with the installation of Best Available Retrofit Technologies (BART). The decision was to permit and modify the boiler to a cleaner fuel which has resulted in minimizing the facility visibility impacts.

The projects identified above are exempt from sales, use or privilege taxes per Florida Statutes Chapter 212.051 as a facility or machinery used primarily for the control of pollution in the manufacturing, processing, compounding, or producing for sale items of tangible personal property at a fixed location that is used, installed, or constructed to meet a law implemented by, or a condition of a permit issued by, the Department of Environmental Protection as Pollution Control Equipment. This determination is consistent with terms "facility" or "facilities" constructed or installed in order to eliminate or reduce industrial air or water pollution contained in Florida Statutes Chapter 193.621 defining pollution control devices as a special class of property for property tax purposes.

Signed:  PG#52248