



STATE OF MICHIGAN
DEPARTMENT OF TREASURY
LANSING

GRETCHEN WHITMER
GOVERNOR

RACHAEL EUBANKS
STATE TREASURER

April 30, 2020

Mr. Russell C. Looser, Assistant Secretary
Federal-Mogul Piston Rings, LLC
2777 Franklin Rd., FL 18
Southfield, MI 48034

Dear Mr. Looser:

This is in response to your request for an updated direct pay letter.

Your original direct pay authorization for Michigan sales and use taxes under became effective November 1, 2018. This letter serves to continue your "direct pay" permit under MCL 205.98 and represents your authority to report use tax liability directly to the Department of Treasury, and is limited to purchases of tangible personal property. In addition, the following are excluded from your direct pay authorization:

1. Materials furnished by, or supplied to, construction contractors in the performance of a contract to construct, alter, repair or improve real estate.
2. Vehicles purchased, leased or rented for highway use and requiring a license and title.
3. Aircraft.
4. Watercraft.
5. Services subject to use tax, including communication services and hotel/motel rentals.
6. Petty cash purchases made by company employees on behalf of the company.
7. Prepayment of sales tax on gasoline or diesel.
8. Tangible personal property consumed by a person performing any service activity for your company.

When claiming direct pay exemption from sales and use taxes on qualified transactions, you may use Michigan Sales and Use Tax Certificate of Exemption (Form 3372), available at www.michigan.gov/treasury. Check the box in Section 3 for "Other" and include the following statement: "Authorized to pay use tax on qualified transactions directly to the State of Michigan under Account Number "38-3605957."

Vendors in the State of Michigan may accept the above, or the same information in another format, the Uniform Sales and Use Tax Certificate approved by the Multistate Tax Commission, or the Streamlined Sales and Use Tax agreement Certificate of Exemption.

If you have any questions, please contact the Tax Technical Section at the address or telephone number below.

Sincerely,

/s/ *Lance Wilkinson*

Lance Wilkinson, Director
Bureau of Tax Policy