

Multiple Activities Tax Credit Form

Part I - External Credits

You have sold products in Tacoma that were extracted, manufactured, or printed in another jurisdiction AND you paid gross receipts taxes; OR you have extracted products in another jurisdiction which were manufactured, partially manufactured or printed in Tacoma.

If the product is sold in Tacoma, but manufactured, extracted or printed in another City with a B & O tax, then the other city will receive the manufacturing tax. The tax credit would equal the lesser of the two amounts that would be paid under manufacturing for the City Tacoma or the amount that was paid to the other city.

If the product is manufactured in Tacoma, but the product(s) used to make the item was extracted in another city with B & O tax, the city that the product was extracted from would receive the tax. The tax credit would equal the lesser of the two amounts that would be paid for manufacturing at City of Tacoma or amount that was paid to the other city.

Activity resulting in a tax credit	Col 1 Taxable Amount	Col 2 Tacoma	Col 3 Other City	Col 4 Credit
A Selling in Tacoma products extracted, manufactured, or printed outside Tacoma	Page 1 (B&O Tax Return), Col 4, Line 1	Col 1 x .0011 (Mfg tax rate or .00102 (Whslg tax rate)	Other City's Mfg tax rate x Col 1	Lesser of Col 2 or 3
B Extracting products in another jurisdiction which were used to manufacture in Tacoma		Col 1 x .0011 (Mfg tax rate)	Other City's Mfg tax rate X Col 1	Lesser of Col 2 or 3
C Total External Credits				Col 4 Line A + Line B

Part II - Internal Credits

You have sold products in Tacoma that were also manufactured, extracted or printed in Tacoma.

If the item is manufactured in the City of Tacoma and sold in the City of Tacoma, and if you sell that item under wholesaling there would be no tax credit because the wholesale rate is lower than the manufacturing rate. If you sell the item under retailing, then the tax credit would be lesser of the manufacturing and retailing rate.

If an item is manufactured in the City of Tacoma and sold in another city with B & O tax, the City of Tacoma would receive the tax. If you sell the item under the wholesale rate, there would be no tax credit because the wholesale rate is lower than the manufacturing rate. If you sell the item under retailing, the tax credit would be the lesser of the manufacturing and retailing rate.

	Col 1 Taxable Amount	Col 2 Manufacturing/Extracting	Col 3 Wholesaling	Col 4 Retailing	Col 5 Credit
D Wholesaling	Page 1 (B&O Tax Return), Col 4, Line 3	Col 1 x .0011 (Mfg tax rate)	Col 1 x .00102 (Whslg tax rate)		Lesser of Col 2 or 3
E Retailing	Page 1 (B&O Tax Return), Col 4, Line 2	Col 1 x .0011 (Mfg tax rate)		Col 1 x .00153 Retailing tax rate	Lesser of Col 2 or 4
F Total Internal Credits					Col 5, Line D + E
G Total External and Internal Credits					Col 5, Line C + Line F

Multiple Activities Tax Credit:

The lesser of Line G or Page 1 (B&O Tax Return) Col 6, Line 1