

APPLICATION FOR FREEPORT INVENTORY EXEMPTION RETURN COMPLETED FORM TO ADDRESS LISTED BELOW	TAX YEAR	IF ASSISTANCE NEEDED CALL	ACCOUNT NUMBER
	DUE DATE	MAP AND PARCEL I.D. NO	NAICS NO.
COUNTY NAME AND RETURN ADDRESS	TAXPAYER NAME AND ADDRESS		
The last day for filing this application to receive full exemption is shown in the DUE DATE box above. If filing after the DUE DATE, a reduced exemption amount may be applicable as follows: if filed April 2- April 30 (66.67% of the full exemption), if filed May 1- May 31 (58.33%), if filed on June 1 (50%). Failure to file by June 1 shall constitute a waiver of the entire exemption for the year (0.0%)	BUSINESS PHYSICAL LOCATION		
	IF NAME OR MAILING ADDRESS IS INCORRECT, PROVIDE CORRECT DATA BELOW		
	NAME:		
	ADDRESS:		
	CITY, STATE, ZIP:		
1. Describe the type of business:			
2. Inventory must be reported at its full cost at level of trade which includes freight, burden, overhead, and other charges as of January 1.			
3. Inventory values and associated exemption amounts must be adjusted to January 1, in accordance with the provisions of Georgia Code 48-5-10.			
4. List the method of inventory valuation used: _____ List the method of inventory cost identification: _____			
5. SUMMATION OF INVENTORY: (Values should be reported at 100% full cost of inventory held on January 1 of taxable year)			
INVENTORY NOT ELIGIBLE FOR FREEPORT LEVEL '1'			
a. Finished goods held longer than 12 months			\$
b. Packaging materials (plastic trays, cellophane, caddies, cartons, cases, tapes, labels, liners)			\$
c. Other expensed supplies (i.e. gasoline, office supplies, etc)			\$
d. Spare parts inventory			\$
INVENTORY ELIGIBLE FOR FREEPORT LEVEL '1'			
e. Enter the 'Full Value' for each category below and enter the combined 'Full Value' for all categories here:			\$
Category 1 – Raw materials and Goods in Process of a manufacturer _____ X* _____ = _____ Full Value Category 1 Exemption % Exemption Amount			
Category 2 – Finished Goods manufactured in Georgia held by manufacturer less than 12 months _____ X* _____ = _____ Full Value Category 2 Exemption % Exemption Amount			
Line 5e - Category 3 – Finished Goods of Distributor held less than 12 months destined for out-of-state shipment _____ X* _____ = _____ Full Value from Page 2, Line 6(e) Exemption % Exemption Amount			
Category 4 – Finished Goods of Fulfillment Center held less than 12 months _____ X* _____ = _____ Full Value Category 4 Exemption % Exemption Amount			
f. Total Freeport Level '1' Exemption Amount (apply the appropriate Level 1 exemption percentage above and enter the combined exemption amount for all categories on this line.			\$
INVENTORY ELIGIBLE FOR FREEPORT LEVEL '2'			
g. Enter total cost of all merchandise held as inventory (exclude amounts entered on Lines '5b', '5c', '5d', and '5e')			\$
h. Total Freeport Level '2' Exemption (multiply Line 'g' by exemption % set by county resolution for Level 2 Freeport)			\$
FREEPORT LEVEL '1' and '2' Combined exemption			
i. Total Freeport '1' & '2' Exemption (add Lines '5f' and '5h' and enter amount here and on PT50P, Page 1, Line P)			\$

6. EXPLANATION OF WHAT IS EXEMPTED BY FREEPORT	
FREEPORT LEVEL 1 - MANUFACTURING OR PRODUCTION BUSINESS	
<p>CATEGORY 1. Inventory of goods in the process of manufacture or production which shall include all finished goods and raw materials held for direct use or consumption in the ordinary course of the taxpayers manufacturing or production business in this state. This exemption shall apply to tangible personal property which is substantially modified, altered or changed in the ordinary course of the taxpayer's manufacturing, processing or production operations in this state. For purpose of this exemption "Raw Materials" shall mean any material, whether crude or processed, that can be converted by manufacturing, processing, or a combination thereof into a new and useful product but shall not include unrecovered, unextracted or unsevered natural resources or packing materials.</p>	
<p>CATEGORY 2. Inventory of finished goods manufactured or produced within this state in the ordinary course of the taxpayer manufacturing or production business when held by the original manufacturer or producer of such goods. This exemption shall be for a period not exceeding (12) months from the date such property is produced or manufactured. For purposes of this explanation "Finished Goods" shall mean goods, wares, and merchandise of every character and kind but shall not include unrecovered, unextracted, or unsevered natural resources or raw materials or goods in the process of manufacture or production or the stock-in trade of a retailer.</p>	
FREEPORT LEVEL 1 - WHOLESALE OR DISTRIBUTION BUSINESS	
<p>CATEGORY 3. Inventory of finished goods which, on January 1, are stored in a warehouse, dock, or wharf, whether public or private, and which are destined for shipment to a final destination outside this state and inventory of finished goods which are shipped into this state from outside this state and stored for transshipment to a final destination outside this state. The exemption shall be for a period not exceeding (12) months from the date such property is stored in this state. Such period shall be determined based on application of a first-in, first-out method of accounting for the inventory. The official books and records of the warehouse, dock, or wharf where such property is being stored shall contain a full, true, and accurate inventory of all such property, including the date of the receipt of the property, the date of withdrawal of the property, the point of origin of the property, and the point of final destination of the same, if known.</p>	
CALCULATE INVENTORY QUALIFIED FOR FREEPORT LEVEL 1 - CATEGORY 3:	
(a) Total finished goods inventory shipments from this county during the last complete calendar year:	(a) \$ _____
(b) Total finished goods inventory shipments from this county during the last complete calendar year to an out-of State destination:	(b) \$ _____
(c) Percentage of out-of State shipments: ('b' divided by 'a')	(c) _____ %
(d) Total finished goods inventory on January 1 of this year: (Exclude inventory stored over (12) months)	(d) \$ _____
(e) Estimated out-of-State shipments this year: (multiply 'c' times 'd') Enter on Page 1, line 5e-Category 3	(e) \$ _____
FREEPORT LEVEL 1 - FULFILLMENT CENTER	
<p>CATEGORY 4. Stock in trade of a fulfillment center held less than 12 months and which is made available to remote purchasers who purchase by electronic, internet, telephonic, or other remote means, and where such stock will be shipped from the center to a location other than the fulfillment enter.</p>	
FREEPORT LEVEL 2	
<p>FREEPORT LEVEL 2. Inventory of finished goods held by one in the business of making sales of such goods in this state and which includes goods, wares, and merchandise of every character and kind constituting a business' inventory that would not otherwise qualify for a Level 1 freeport exemption</p>	
7. If property is exempt under Freeport Level 1, it may not also be exempt under Freeport Level 2.	
8. Physical location of inventory in this county. (List)	
9. Does the taxpayer have written reports to support this Freeport exemption? NO (___) Yes (___) Provide the location of such books and records. _____	
10. Provide contact information for person responsible for answering questions pertaining to this inventory.	
NAME: _____	PHONE: _____
OATH OF PERSON MAKING APPLICATION FOR EXEMPTION:	
<p>"I do solemnly swear, that I have carefully read (or have heard read) and have duly considered the questions propounded in the foregoing tax list, and that the value placed by me on the property listed as shown, is the true market value thereof, and I further swear, or affirm, that I returned, for the purpose of being taxed thereon, every species of inventory that I own in my right, or have control of, either as agent, executor, administrator, or otherwise; and in making this application, for the purpose of being taxed thereon, I have not attempted, either by transferring my property to another or by any other means, to evade the laws governing taxation in this state. I do further swear, or affirm, that in making this application, I have done so by estimating the true worth and value of every species of inventory contained therein."</p>	
(Taxpayer Signature)	(Title) _____ (Date) _____
(Preparers Signature)	(Title) _____ (Date) _____
DISPOSITION OF THE COUNTY BOARD OF TAX ASSESSORS	
~ APPROVED ~	~ DISAPPROVED ~