

ATTACH TO BUSINESS & OCCUPATION TAX RETURN AND MAIL TO:

City of Kent

Attn: Customer Services 220 4th Avenue South Kent, WA 98032-5895

| WA State Tax Registration Number (TRN) | City Business License Number | Tax Reporting Period (Quarter/Year) | Due Date (See Instructions) |
|--|---------------------------------|---|--------------------------------|
| | | | |

Section 1: EXTERNAL CREDITS (B&O Taxes Paid To Other Washington Cities)

| | | Column 1 | Column 2 Column 3 Gross Receipts Tax | | Column 4 (Lesser of Column 2 or 3) | |
|----------|--|----------------------------|--------------------------------------|-------------|------------------------------------|--|
| Line No. | Activity which results in a credit | Taxable Amount | Kent | Non-Kent | Credit | |
| 1 | Wholesaling in Kent of products extracted, manufactured, or printed outside of Kent | | | | | |
| 2 | Retailing in Kent of products extracted, manufactured, or printed outside of Kent | | | | | |
| 3 | Manufacturing in Kent using ingredients extracted outside of Kent | | | | | |
| | Multiple Activities Tax Credit S | ubtotal of taxes paid to o | ther local jui | risdictions | | |

| | | Column 1 | Column 2 | Column 3 | Column 4 | Column 5 | Column (|
|------|--|-------------------|---------------------------------|----------------------------|-------------|-----------|----------|
| Line | Activity which results in a credit | Taxable Amount | Gross Receipts Tax Due/Tax Paid | | | Credit | |
| No. | | | Extracting | Manufacturing/ Printing | Wholesaling | Retailing | |
| 4 | Manufacturing activities using ingredients extracted in Kent | | | | | | |
| 5 | Wholesaling in Kent of products extracted in Kent | | | | | | |
| 6 | Wholesaling in Kent of products manufactured in Kent | | | | | | |
| 7 | Wholesaling in Kent of products printed in Kent | | | | | | |
| 8 | Retailing in Kent of products extracted in Kent | | | | | | |
| 9 | Retailing in Kent of products manufactured in Kent | | | | | | |
| 10 | Retailing in Kent of products printed in Kent | | | | | | |
| | Multip | ole Activities Ta | x Credit Subtota | al of taxes paid to | Kent | | |

Transfer this amount to the Business & Occupation Tax Return: Line 9, Column 7

Instructions for Schedule B - Multiple Activities Tax Credit Form

- 1. See also Section 3.28.070 of the Kent City Code.
- 2. Find the activity (Line No. 1-10) which applies to your business (more than one may apply).
- 3. Enter in Column 1 the taxable amount (gross less deductions) pertaining to the activity. See additional detail as per Sections 1 and 2 below.
- 4. Compute the amount of the credit as explained below and enter the total amount of the credits from Section 1 and Section 2 into the total credit box. The amount of the credit shall not exceed the current tax liability arising under Chapter 3.28 of the Kent City Code with respect to the sale or manufacturing of the products for which credit is sought.

Section 1: External Credits (B&O Taxes Paid To Other Washington Cities)

Use Section 1 if:

- **A.** You have sold products in Kent that were extracted, manufactured, or printed in another jurisdiction, for which you paid eligible gross receipts tax.
- **B.** You have manufactured products in Kent using ingredients for which you paid eligible gross receipts tax to another jurisdiction.
 - 1. Enter in Column 1 the taxable amount of gross receipts attributable to products sold or manufactured in Kent, using products or ingredients previously taxed by another local jurisdiction under the Extracting, Manufacturing or Printing/Publishing classification of an eligible gross receipts tax. This amount cannot exceed the corresponding amount of taxable receipts shown in Column 5 on the current B&O Tax Return, but it may be less.
 - 2. Enter in Column 2 the Kent B&O tax due on the amount in Column 1 (use tax rates shown on the Business & Occupation Tax Return).
 - 3. Enter in Column 3 the tax paid to another local jurisdiction with respect to those products sold or manufactured in Kent.
 - 4. Enter in Column 4 the lesser of Columns 2 or 3.

Section 2: Internal Credits (B&O Taxes Paid To The City of Kent)

Use Section 2 if:

- **A.** You have sold products in Kent that you also extracted, manufactured, or printed in Kent.
- **B.** You have manufactured products in Kent using ingredients that you also extracted in Kent.
 - 1. Enter in Column 1 the taxable amount of gross receipts attributable to products sold or manufactured in Kent, using products or ingredients previously taxed in Kent under the Extracting, Manufacturing or Printing/Publishing classification. This amount cannot exceed the corresponding amount of taxable receipts shown in Column 5 on the current B&O Tax Return, but it may be less.
 - 2. Enter in Columns 2-5 the corresponding tax currently due on the amount in Column 1, and the amount of tax previously paid for the products or ingredients used.
 - 3. For line 4 enter in Column 6 the lesser of the tax amount in Columns 2 or 3.
 - 4. For line 5 enter in Column 6 the lesser of the tax amount in Columns 2 or 4.
 - 5. For lines 6 and 7 enter in Column 6 the lesser of the tax amount in Columns 3 or 4.
 - 6. For line 8 enter in Column 6 the lesser of the tax amount in Columns 2 or 5.
 - 7. For lines 9 and 10 enter in Column 6 the lesser of the tax amount in Columns 3 or 5.
 - 8. If tax amounts are equal (one is not less than the other) for lines 4-10, then enter one of the tax amounts in Column 6.

To take the credit authorized by Section 3.28.070, a taxpayer must be able to document that the amount of tax sought to be credited was paid upon the same gross receipts used in computing the tax against which the credit is applied and that the taxpayer actually paid the amount of tax sought to be credited.