



Incentives for Businesses locating/expanding in Clallam County

Washington State Programs (Department of Revenue)

- ✓ **B&O Tax Credit and Training Assistance for new and expanding businesses**
 - Covers up-front training costs through a revolving loan fund
 - Provides a 50% B&O tax credit
 - Preference given to businesses with fewer than 50 employees
- ✓ **General Manufacturing**
 - Machinery & Equipment Sales/Use tax Exemption
 - Sales/use tax deferral waiver
 - Credit against B&O taxes for new employees
- ✓ **Aerospace Manufacturing**
 - B&O tax rate decrease
 - B&O credit for preproduction development expenditures
 - Sales/use tax exemption for computer hardware/software and peripherals
- ✓ **Energy Manufacturing (Solar/Biodiesel/Alcohol fuel)**
 - Reduced B&O rates
 - Property & leasehold excise tax exemptions
 - B&O tax deduction for retail sales or distribution of biofuels
- ✓ **Agriculture/Food Processing**
 - B&O tax exemption for sales transported outside the state by purchaser
 - Sales/use tax exemption for certain equipment and construction of hay sheds
 - Exemption from state portion of sales/use tax paid on grain elevator construction and equipment
 - Sales/use tax deferral that can become an exemption
- ✓ **Wholesale/Warehousing**
 - Exemption from the state portion of sales/use tax paid on warehouse construction and equipment
- ✓ **High Technology**
 - B&O tax credit for Research and Development
 - B&O tax credit for Third Party Help Desk Services
 - Software Programming and Manufacturing
 - Sales/use tax deferral/exemption for capital expenditures
- ✓ **Timber Tax Incentives**
 - SB 6874 phases in B&O tax rate reductions across the industry
 - A reduced rate of 0.4235% applies from July 1, 2006 – July 1, 2007
 - A reduced rate of 0.2904% applies from July 1, 2007 – July 1, 2024
- ✓ **Convention & Tourism**
 - Exempts from B&O tax, amounts received by nonprofit entities from governments for the purpose of promoting conventions and tourism.

For more information, contact Clallam *netWorks* EDC at 360-457-7793 or info@clallam.org

