

APPLICATION FOR EXEMPTION OF GOODS EXPORTED FROM TEXAS ("FREEPORT EXEMPTION")

YEAR

Appraisal district name	Phone (area code and number)
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Address

INSTRUCTIONS: This exemption applies to items in your inventory on January 1 (or September 1 of last year, if applicable) that (1) are or will be forwarded out of Texas within 175 days of the date you acquire them or bring them into Texas and (2) are in Texas for assembling, storing, manufacturing, repair, maintenance, processing or fabricating purposes. The exemption does not apply to oil, to natural gas or to liquid gases that are immediate derivatives of refining oil or natural gas. The amount of the goods in transit exemption for this year is normally based on the percentage of your inventory made up by such goods *last* year. This application covers property you owned on January 1 of this year (or September 1 of the preceding year if you receive September 1 inventory appraisal). You must file the completed form between January 1 and no later than April 30 of this year. Be sure to attach any additional documents requested. You must apply for the exemption in each year you claim entitlement.

Step 1: Owner's name and address	Owner's name		
	Current mailing address (number and street)		
	City, state, ZIP Code		Phone (area code and number)
	Name of person preparing this application	Driver's License, Personal I.D. Certificate, or Social Security Number:	Title

Step 2: Describe the property	Appraisal district account number	<i>Give appraisal roll account number if available or attach tax bill or copy of appraisal or tax office correspondence concerning this account. If unavailable, give the street address at which the property is located.</i>
	Location of inventory (street address, city, ZIP Code)	
	Give a general description of the types of items in this inventory. (use additional sheets if necessary)	

Step 3: Answer these questions about your property	<i>For the purposes of this application, "inventory" means your inventory of finished goods, supplies, raw materials and work in process.</i>	
	Will portions of this inventory be transported out of state this year?	Yes <input type="checkbox"/> No <input type="checkbox"/>
	Have you applied for appraisal of your inventory on September 1?	Yes <input type="checkbox"/> No <input type="checkbox"/>
	Were portions of your inventory transported out of this state throughout last year?	Yes <input type="checkbox"/> No <input type="checkbox"/>
	If "NO," give the months during which portions of your inventory were transported out of the state last year.	

	1. Give the total cost of goods sold for the entire year ending December 31, _____	\$
	2. Give the total cost of goods sold that were shipped out of Texas within 175 days of the date you acquired them in or brought them into Texas last year, less the cost of any goods, raw materials or supplies incorporated into them that were not eligible for the freeport exemption or were in Texas more than 175 days.	\$
	3. On what types of records do you base the amounts given above? (Check as many as apply.)	
	<input type="checkbox"/> Audited financial statements <input type="checkbox"/> Sales records <input type="checkbox"/> Internal reports <input type="checkbox"/> Bills of lading <input type="checkbox"/> Texas franchise tax reports <input type="checkbox"/> Other (describe) _____	
4. Percentage of last year's inventory value represented by freeport goods (divide 2 by 1).	%	
5. Will the percentage of goods transported out of Texas this year be significantly different than the percentage transported out last year?	Yes <input type="checkbox"/> No <input type="checkbox"/>	
6. If "YES," why? _____ _____		
7. What was the market value of your inventory on January 1 of this year (or September 1 of last year, if you have qualified for September 1 inventory appraisal)?	\$	
8. What is the value of the inventory you claim will be exempt this year?	\$	

Step 4:
Sign the form

NOTE: *The chief appraiser may require you to provide records to support the statements in this application. If so, you must supply the records within 30 days of the date of the written request. If you do not do so, you forfeit the right to receive the exemption for this year.*

I certify that the information in this document and all attachments is true and correct to the best of my knowledge and belief.

sign
here 

Date

Title

If you make a false statement on this application, you could be found guilty of a Class A misdemeanor or a state jail felony under Texas Penal Code Section 37.10.