

2006 Annual Survey for Tax Incentive Programs Preferential Rates/Credits/Exemptions/Deferrals

Department of Revenue Tax Registration Number _____ - _____ - _____	UBI Number used with Department of Employment Security (if this number differs from DOR Tax Registration Number) _____ - _____ - _____				
Name of Business as Registered		Contact Person			
Mailing Address – Street	City	State	Zip Code		
Phone Number ()	Employment Security Reference Number(s)				
<p>Tax Incentive taken (check all boxes that apply):</p> <table style="width: 100%; border: none;"> <tr> <td style="width: 50%; vertical-align: top;"> <input type="checkbox"/> Rural County Sales & Use Tax Deferral <input type="checkbox"/> High Technology Sales & Use Tax Deferral <input type="checkbox"/> Tax Exemptions for Fruit and Vegetable Processors <input type="checkbox"/> High Technology Business & Occupation Tax Credit <input type="checkbox"/> Aerospace B&O Credit for Preproduction Spending </td> <td style="width: 50%; vertical-align: top;"> <input type="checkbox"/> FAR part 145 repair station B&O Tax Reduction <input type="checkbox"/> Dairy Products B&O Exemption <input type="checkbox"/> Seafood Products B&O Exemption <input type="checkbox"/> Customized Employment Training Credit <input type="checkbox"/> Timber Tax Incentives <input type="checkbox"/> Biotechnology & Medical Device Mfg. Sales & Use Tax Deferral </td> </tr> </table>				<input type="checkbox"/> Rural County Sales & Use Tax Deferral <input type="checkbox"/> High Technology Sales & Use Tax Deferral <input type="checkbox"/> Tax Exemptions for Fruit and Vegetable Processors <input type="checkbox"/> High Technology Business & Occupation Tax Credit <input type="checkbox"/> Aerospace B&O Credit for Preproduction Spending	<input type="checkbox"/> FAR part 145 repair station B&O Tax Reduction <input type="checkbox"/> Dairy Products B&O Exemption <input type="checkbox"/> Seafood Products B&O Exemption <input type="checkbox"/> Customized Employment Training Credit <input type="checkbox"/> Timber Tax Incentives <input type="checkbox"/> Biotechnology & Medical Device Mfg. Sales & Use Tax Deferral
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You must file this survey with the Department of Revenue by **March 31, 2007.**

If your business received a Rural County, High Technology, or Biotech & Medical Device Manufacturer tax deferral:

Your survey is due for the year in which the deferral project was certified by the Department of Revenue as operationally complete, and for the seven subsequent calendar years in which use requirements must be met. **If you do not file a survey by March 31, 2007, we must declare 12.5% of the total deferred taxes to be immediately due and payable.**

If your business claimed a High Technology B&O Tax Credit for calendar year 2006:

If you do not file a 2006 annual survey by March 31, 2007, your 2007 B&O credit will be denied, and any hi-tech credits taken in 2007 will be disallowed.

If your business took the Tax Exemption for Fruit and Vegetable, Seafood, or Dairy Processors for the first time:

You must submit an annual survey for 2005 and 2006. **If you do not submit both annual surveys by March 31, 2007, we must declare the amount of tax exempted due immediately.** The amount of taxes due is calculated using a rate of 0.138 percent of the amount exempted during 2006 under this program.

If your business took the Customized Employment Training Credit for the first time:

You must submit an annual survey for 2005 and 2006. **If you do not submit both annual surveys by March 31, 2007, we must declare the amount of taxes credited for the previous calendar year to be due immediately.**

If your business took the FAR part 145 Repair Station B&O Tax reduction:

You must submit an annual survey for 2006. **If you do not submit an annual survey by March 31, 2007, we must declare the amount of tax reduced due immediately.** The amount of taxes due is calculated using a rate of 0.2904 percent of the amount exempted during 2006 under this program.

If your business took any of the Timber Tax incentives:

You must submit an annual survey for 2005 and 2006. **If you do not submit both annual surveys by March 31, 2007, we must declare the amount of taxes reduced for the previous calendar year to be due immediately.**

If your business took the Aerospace B&O Credit for Preproduction Spending:

You must submit an annual survey for 2006. **If you do not submit an annual survey by March 31, 2007, we must declare the amount of taxes against which a credit is claimed due immediately.**

If your business is not required to file the survey on-line, you may complete and mail back the enclosed survey, otherwise go to the department's online survey, which is located at <http://dor.wa.gov/>. To access the survey, click on the "E-file and Online Services" icon and log in, or sign up for Online Services if you are a new user.

The information you provide for the survey is confidential under provisions of RCW 82.32.330. However, information on the amount of tax incentives taken is not subject to the provisions and may be disclosed to the public upon request.

If circumstances beyond your control arise you may request an extension **prior to the due date**. To request an extension, call (360) 570-3265 and press 6.

You are required to make a good faith effort to substantially respond to all survey questions. If a question does not apply to your business, answer the question using zero (0). Please do not use "various" or "please contact for further information" to respond to questions.

This survey is confidential under provisions of RCW 82.32.330. However, information on the amount of tax incentive taken is not subject to the confidentiality provisions of RCW 82.32.330 and may be disclosed to the public upon request.

Questions About Amount of Tax Incentive Taken

1a. High Technology Business and Occupation Tax Credit (RCW 82.04.4452):

What was the amount of credit claimed for calendar year 2006? \$ _____

If this credit was assigned, who was it assigned from? Company name _____

Assignor's Tax Registration Number _____

1b. Tax Deferrals for Investment Projects in Rural Counties (Chapter 82.60 RCW):

What was the amount of tax deferral taken for the investment project? \$ _____

If you are a lessee, who is your lessor? Company name _____

Lessor's Tax Registration Number _____

1c. Tax Deferrals for High Technology Businesses (Chapter 82.63 RCW):

What was the amount of tax deferral taken for the investment project? \$ _____

If you are a lessee, who is your lessor? Company name _____

Lessor's Tax Registration Number _____

1d. B&O tax exemption for persons engaged in the business of canning, preserving, freezing, processing, or dehydrating fresh fruits and vegetables (RCW 82.04.4266):

What was the amount of exempted B&O tax? \$ _____

- 1e. If you took the Aerospace B&O Credit for Preproduction Spending (RCW 82.04.4487), what was the amount of credit claimed for calendar year 2006? \$ _____
 How much were your qualified preproduction development expenditures for calendar year 2006?
 \$ _____
 If this credit was assigned, who was it assigned from? Company name _____
 Assignor's Tax Registration Number _____
- 1f. If you received a preferential rate under (RCW 82.04.250), tax on retailers of FAR part 145 repair station, what was the amount of tax you saved? \$ _____
- 1g. If you took the B&O tax exemption for manufacturing or selling dairy products (RCW 82.04.4268), how much tax was exempted in 2006? \$ _____
 How much B&O tax was paid between January 1, 2006 and June 30, 2006? \$ _____
- 1h. If you took the B&O tax exemption for manufacturing or selling seafood products (RCW 82.04.4269), how much tax was exempted in 2006? \$ _____
 How much B&O tax was paid between January 1, 2006 and June 30, 2006? \$ _____
- 1i. If you took the B&O tax credit for customized employment training (RCW 82.04.449), how much tax was credited in 2006? \$ _____
 How much B&O tax was paid between January 1, 2006 and June 30, 2006? \$ _____
- 1j. If you took the reduced rates for timber extracting, manufacturing, processor for hire, or selling at wholesale (RCW 82.04.260), what was the amount of tax you saved between July 1 and December 31, 2006?
 \$ _____
 How much B&O tax was paid between January 1, 2006 and June 30, 2006? \$ _____
- 1k. If you took the tax deferral for biotechnology products and/or medical device businesses (RCW 82.75), how much tax was deferred for your investment project(s) in 2006? \$ _____
 If you are a lessee, who is your lessor? Company name _____
 Lessor's Tax Registration Number _____

2. For businesses taking the High Technology B&O Tax Credit:

2a. What was the amount spent on qualified research and development during calendar year 2006?

\$ _____

2b. What was the total B&O taxable amount reported on your State Excise Tax Return(s) in 2006? \$ _____

(The taxable amount is the gross minus deductions. Do not include any taxable amounts that were credited by the Multiple Activities Tax Credit (MATC).)

Questions About Employment

3. How many employees did you have in Washington State on December 31, 2006? _____

Of the total number of employment positions, what percentage are:

Full-time: _____ %

Part-time: _____ %

Temporary: _____ %

4. Complete the following table based on the employees you had in Washington State on December 31, 2006:

WAGE BANDS	Total Number of Employment Positions	Total Number Enrolled in Medical Plan(s)	Total Enrolled in Dental Plan(s)	Total Enrolled in Retirement Plan(s)
Less than \$30,000				
\$30,000 - \$59,999				
\$60,000 or more				

5. How many people did you hire through temporary staffing firms? _____

6. Of the total in question 5, what were the top 3 occupations hired? _____

7. What was the average length of temporary employment reported in question 5?

- 0 - 30 days 31 - 60 days 61 - 90 days 91 days - 1 year over 1 year Not Applicable

8. How many people did your company employ worldwide (including Washington State) on December 31, 2006?

9a. What percentage of total employees worked in research and development (R&D) in Washington State on December 31, 2006? _____%

9b. What percentage of total employees worked in research and development (R&D) worldwide (including Washington) on December 31, 2006? _____%

10. How many new employment positions did your firm create in Washington State during calendar year 2006?

11. What percentage of the new Washington employment positions created during calendar year 2006 were filled, at the time of hire, by residents of Washington State?
_____ % of all new positions filled by **Washington residents**

12. Has your firm moved a business activity from out-of-state into Washington, expanded an existing business activity, or created new business activity in Washington during 2006?

- _____ YES, moved an activity from out-of-state into Washington
 _____ YES, expanded an existing activity in Washington
 _____ YES, created a new business activity in Washington
 _____ NO, Skip to question 15

13. How many employees did your firm add to these activities or facilities? (If none, enter "0".)

Note: The total number of employees must equal the total number of employees in question 10.

Number of employees you moved into Washington State:

- _____ Research employees
 _____ Manufacturing employees
 _____ Distribution employees
 _____ Administrative employees

Number of employees you added in the **expansion of your existing business activity**:

- _____ Research employees
- _____ Manufacturing employees
- _____ Distribution employees
- _____ Administrative employees

Number of employees you hired for your **newly created business activity** in Washington State:

- _____ Research employees
- _____ Manufacturing employees
- _____ Distribution employees
- _____ Administrative employees

14. What percent of the employees from question 13 were residents of Washington State at the time of hiring?
 _____% employees who were Washington residents

15. Has your firm moved any Washington activities out of Washington State during calendar year 2006?
 _____ YES, moved activities to an out-of-state location
 If NO, **SKIP TO QUESTION 17**

16. How many employees were moved out of Washington State?
 _____ Research employees
 _____ Manufacturing employees
 _____ Distribution employees
 _____ Administrative employees

17. If you received a deferral for an investment project, enter the total number of employees located at the investment project by deferral certificate number. This includes projects that are operationally complete and still have part of their eight year use requirements left. (If necessary, attach an additional page to respond to this question)

Certificate number _____ Total number of employees _____
 Certificate number _____ Total number of employees _____
 Certificate number _____ Total number of employees _____
 Certificate number _____ Total number of employees _____

18. If you took the B&O tax exemption for canning, preserving, freezing, processing, or dehydrating fresh fruits and vegetables complete the following chart:

	ESD Q1 Report	ESD Q2 Report	ESD Q3 Report	ESD Q4 Report
Total Employment				
Average Hourly Wage Paid to Season/Temporary Employees				

Questions About Patents, Trademarks and Copyrights

19. How many United States patents granted to your firm in calendar year 2006 were associated with new (or potential) products developed from the research and development for which you received a tax credit or deferral (at any time)?

- _____ Advanced Computing
- _____ Advanced Materials
- _____ Biotechnology
- _____ Electronic Device Technology
- _____ Environmental Technology
- _____ Other areas (describe) _____

20. List the United States patent registration numbers for patents granted in calendar year 2006. Do not include pending patents. (If necessary, attach an additional page to respond to this question.)

_____	_____
_____	_____
_____	_____

21. How many United States trademarks were registered by your firm during calendar year 2006 by category?

- _____ Advanced Computing
- _____ Advanced Materials
- _____ Biotechnology
- _____ Electronic Device Technology
- _____ Environmental Technology
- _____ Other areas (describe) _____

22. What was the number of United States copyrights that were issued to your firm during calendar year 2006 by category?

- _____ Advanced Computing
- _____ Advanced Materials
- _____ Biotechnology
- _____ Electronic Device Technology
- _____ Environmental Technology
- _____ Other areas (describe) _____

23. Of United States copyrights reported in question 22, which Federal Copyright classifications were they in?

- _____ Literary works
- _____ Visual Arts
- _____ Performing Arts
- _____ Sound Recording
- _____ Mask Works
- _____ Serials & Periodicals
- _____ Other areas (describe) _____

Questions About Your Business Activities

24. If you took the High Technology B&O Tax Credit or the Tax Deferral for High Technology Business, what percentage of the research and development performed in Washington during calendar year 2006 was in the following areas:

- _____ % Advanced Computing
- _____ % Advanced Materials
- _____ % Biotechnology
- _____ % Electronic Device Technology
- _____ % Environmental Technology
- _____ % Other areas (describe) _____

25. If you took the Tax Deferral for Investment Projects in Rural Counties describe the products manufactured at the investment project site during calendar year 2006:

26. If you took the B&O tax exemption for canning, preserving, freezing, processing, or dehydrating fresh fruits and vegetables; or selling dairy or seafood products, describe the products sold for which the exemption was claimed during calendar year 2006.

27. Did the research and development for which your firm received (at any time) a tax credit or a deferral result in a new product, new service, new process, new project or support an on-going project during calendar year 2006? If yes, how many? (Complete table)

CLASSIFICATION	New Products	New Services	New Processes	New Projects	On-going Projects
Advanced Computing					
Advanced Materials					
Biotechnology					
Electronic Device Technology					
Environmental Technology					
Other area (describe)					

28. What percentage of all numbers reported in question 27 were produced or distributed during 2006 by your firm's Washington State based employees? _____%

If 100% SKIP TO QUESTION 30.

29a. Approximately what percentage of all your products or services were produced or distributed by other firms in Washington State? _____%

29b. Approximately what percentage of the material or service inputs to your firm were provided by other firms in Washington State? _____%

30. Have you ever purchased manufacturing machinery and equipment tax exempt under the Manufacturing Machinery and Equipment Exemption (RCW 82.08.02565 and 82.12.02565)?

_____ If YES, please answer questions 31 and 32.

_____ **If NO, SKIP TO QUESTION 33**

31. Estimate the retail value of all machinery and equipment purchased in calendar year 2006 using the Manufacturer's Sales and Use Tax Exemption?

\$ _____ retail value

32. Approximately what percentage of the exempt equipment purchased during calendar year 2006 was used more than half the time for research and development?

_____ % used for research and development

33. If you took the High Technology B&O Tax Credit or Tax Deferrals for High Technology, please estimate the retail value of sales made during calendar year 2006. This includes all new products, services, or processes that resulted from the credit or deferral programs, since you began using the credit or deferral. The estimated value should include sales made by your firm and through other firms. \$ _____

34. Has your firm acquired or merged with another company during calendar year 2006? Has your company reorganized during calendar year 2006? If you answer yes to either question, please provide the company name(s) and taxpayer registration number(s). (If necessary, attach an additional page to respond to this question).

a. Company Name _____
Taxpayer Registration Number _____

b. Company Name _____
Taxpayer Registration Number _____

c. Company Name _____
Taxpayer Registration Number _____

d. Company Name _____
Taxpayer Registration Number _____

e. Company Name _____
Taxpayer Registration Number _____

Comments:

Comments (continued):

In the case of a person taking less than ten thousand dollars of the High Technology Business and Occupation (B&O) tax credit under RCW 82.04.4452, the Timber Tax Incentives under RCW 82.04.260, Aerospace B&O Credit for Preproduction Spending RCW 82.04.4487, or the FAR part 145 B&O tax reduction RCW 82.04.250, during the period covered by the survey, the person may request the Department to treat the tax credit amount as confidential under RCW 82.32.330. If you would like to make this request, check the box below and type the name of the business owner, corporate officer, partner, guardian, executor, receiver, administrator who authorized the request and date below.

Check for non-disclosure request

Enter Name: _____

Date: _____

For tax assistance visit <http://dor.wa.gov> or call (360) 570-3265. To inquire about the availability of this document in an alternate format for the visually impaired, please call (360) 705-6715. Teletype (TTY) users may call 1-800-451-7985.

Instructions for Filing Survey

An annual survey must be completed and filed by March 31, 2007 by each person who participated in the following programs during calendar year 2006:

Rural County Sales & Use Tax Deferral	RCW 82.60
High Technology Sales & Use Tax Deferral	RCW 82.63
Tax Exemptions for Fruit and Vegetable Processors	RCW 82.04.4487
High Technology Business & Occupation Tax Credit	RCW 82.04.4452
Aerospace B&O Credit for Preproduction Spending	RCW 82.04.4487
FAR part 145 repair station B&O Tax Reduction	RCW 82.04.250
Dairy Products B&O Tax Exemption	RCW 82.04.4268
Seafood Products B&O Tax Exemption	RCW 82.04.4269
Customized Employment Training Credit	RCW 82.04.449
Timber Tax Incentives	RCW 82.04.260
Biotechnology & Medical Device Mfg. Sales & Use Tax Deferral	RCW 82.75

If your business is not required to file the survey on-line, go to <http://dor.wa.gov/>, click on Forms, then click on alphabetical. Then choose either the 2006 or 2005 survey.

If you are required to file electronically, go to <http://dor.wa.gov/>. To access the survey, click on the "E-file and Online Services" icon and log in, or sign up for Online Services if you are a new user.

A person is participating in a deferral program if the investment project is operationally complete and person has any deferred taxes yet to be waived. If the economic benefits of a deferral are passed to a lessee, the lessee must complete the annual survey and the lessor is not required to complete the annual survey. If you are filing the annual survey for the Biotechnology & Medical Device manufacturer deferral you must file the survey electronically. The survey is not filed until received by the department in an electronic format.

If you are taking the Tax Exemption for Fruit and Vegetable Processors, Seafood Products, Dairy Products, Customized Employment Training, or Timber exemptions/credits for the first time, you must submit two annual surveys. One survey covers calendar year 2005 and the second survey covers calendar year 2006. If you are filing the annual survey for any of the above exemptions/credits you must file the survey electronically. The survey is not filed until received by the department in an electronic format.

If you have taken the High Technology B&O Tax Credit, Aerospace B&O Credit for Preproduction Spending, or FAR part 145 Repair Station B&O tax reduction you must file the survey electronically.

Failure to file a completed survey will result in loss of incentives, credits, or reduced rates. For more information on failure to file, refer to RCW 82.32.590, 82.32.645, 82.60.070, or 82.63.020.

If you have any questions on completion of this survey, or for help with electronic filing, please call the Special Programs division at (360) 570-3265 and press 6, then 3.

If you are not filing the report electronically, you must either mail or fax reports to the Special Programs Division at the address or fax number shown below:

Department of Revenue
Special Programs Division
Post Office Box 47477
Olympia, WA 98504-7477
Fax: 360-586-2163

Instructions for Completing Survey

Company Information

It is important that you state all of the company information requested at the beginning of the report.

Department of Revenue Tax Registration Number: State the company's Department of Revenue Taxpayer Registration Number. This number is available from your Excise Tax Return.

Employment Security Department UBI Number: State the company's Employment Security Department Unified Business Identifier (UBI) number. If you do not have a Washington State Employment Security UBI number you should write N/A on this line.

Name of Business as Registered /Contact Person: State the name of the business as registered with the Department of Revenue and the name of a person we may contact if we have any questions.

Mailing Address. State the mailing address we should mail this form to each year.

Phone Number. State the phone number of the contact person named above.

Employment Security Department Reference Number: State all Employment Security Department (ESD) Reference numbers used on ESD Quarterly Tax Reports you use to report unemployment insurance taxes. This number can be found on line 6 of the ESD Quarterly Tax Report (Form 5208A).

Tax Incentive Taken. Check the applicable box(es).

Questions About Amount of Tax Incentive Taken

- 1a.** State the total amount of the High Technology B&O Tax Credit claimed on your Excise Tax Return(s) during calendar year 2005. If a credit was assigned, in whole or part, from another taxpayer, state the taxpayer's name and tax registration number (TRN) as registered with DOR.
- 1b.** State the total amount of tax deferred for all investment projects in rural counties that have not met all program requirements, and currently have deferred tax yet to be waived. Do not include tax deferrals that have been completely waived because all program requirements have been met. If you are a lessee who has received the benefit of a tax deferral from a lessor, state the lessor's name and tax reporting account number as registered with the DOR.
- 1c.** State the total amount of tax deferred for all investment projects for high technology businesses that have not met all program requirements, and currently have deferred tax yet to be waived. Do not include tax deferrals that have been completely waived because all program requirements have been met. If you are a lessee who has received the benefit of a tax deferral from a lessor, state the lessor's name and tax registration number (TRN) as registered with the DOR.
- 1d.** For persons claiming the Fruit and Vegetable Processing Tax Exemption, state the total amount of tax exempted in 2006 that you would have otherwise had to pay. For persons filling out the 2005 survey, state the total amount of B&O Tax paid in 2005.
- 1e.** State the total amount of the B&O Tax Credit for Preproduction Spending claimed on you Excise Tax Return(s) during calendar year 2006. How much did you spend on preproduction development in 2006? If a credit was assigned, in whole or part, from another taxpayer, state the taxpayer's name and tax reporting number (TRN) as registered with DOR.
- 1f.** What was the amount of tax you saved as a result of your preferential rate as a FAR part 145 repair station? (taxable amount reported in 2006 on line 3 multiplied by .00484 minus taxable amount reported in 2006 on line 3 multiplied by .00275)
- 1g.** For persons claiming the Dairy Products Tax Exemption and filling out the 2006 survey, state the total amount of tax exempted for July 1 through December 31 that you would have otherwise had to pay in the first blank. (taxable amount from manufacturing or selling dairy products for July 1 through December 31, 2006 multiplied by .00138) Then, fill out the total amount of B&O tax paid from January 1 through June 30, 2006 in the second blank. (taxable amount from manufacturing or selling dairy products for January 1 through June 30, 2006 multiplied by .00138) For the 2005 survey, enter "0" for the first blank, then state the total amount of B&O tax paid in 2005 in the second blank. (taxable amount from manufacturing or selling dairy products for January 1 through December 31, 2006 multiplied by .00138)
- 1h.** For persons claiming the Seafood Products Tax Exemption and filling out the 2006 survey, state the total amount of tax exempted for July 1 through December 31 that you would have otherwise had to pay in the first blank. (taxable amount from manufacturing or selling seafood products for July 1 through December 31, 2006 multiplied by .00138) Then, fill out the total amount of B&O tax paid from January 1 through June 30, 2006 in the second blank. (taxable amount from manufacturing or selling seafood products for January 1 through June 30, 2006 multiplied by .00138) For the 2005 survey, enter "0" for the first blank, and then state the total amount of B&O tax paid in 2005 in the second blank. (taxable amount from manufacturing or selling seafood products for January 1 through December 31, 2006 multiplied by .00138)
- 1i.** For persons claiming the Customized Employment Training and filling out the 2006 survey, state the total amount of credit in 2006. For the 2005 survey, enter "0" for this question.
- 1j.** For persons claiming any of the Timber Tax Exemptions and filling out the 2006 survey, state the total amount of tax exempted for July 1 through December 31 that you would have otherwise had to pay in the first blank.

(taxable amount from any timber products taxes exempted for July 1 through December 31, 2006 multiplied by the tax rate that would have been paid) Then, fill out the total amount of B&O tax paid from January 1 through June 30, 2006 in the second blank. (taxable amount of timber products for January 1 through June 30, 2006 multiplied by the tax rate that would have been paid) For the 2005 survey, enter "0" for the first blank, and then state the total amount of B&O tax paid in 2005 in the second blank. (taxable amount of timber tax products for January 1 through December 31, 2005 multiplied by the tax rate that would have been paid)

- 1k.** State the total amount of tax deferred for all investment projects for Biotechnology Products and Medical Device Manufacturing that have not met all program requirements, and currently have deferred tax yet to be waived. Do not include tax deferrals that have been completely waived because all program requirements have been met. If you are a lessee who has received the benefit of a tax deferral from a lessor, state the lessor's name and tax reporting number (TRN) as registered with the DOR.

Questions About Employment

- 2a.** For persons who have claimed the High Technology B&O Tax Credit, state the total amount of research and development spending for the calendar year. This includes operating expenses such as wages and benefits, supplies, and computer expenses directly incurred in qualified research and development. Do not include capital costs and overhead.
- 2b.** Persons who have claimed the High Technology B&O Tax Credit need to report the gross income and value of products subject to B&O tax reported on the Excise Tax Return during the 2006 calendar year, excluding any credit taken for the Multiple Activities Tax Credit (MATC).
- 3.** State the total number of employees employed by your company in Washington State on December 31, 2006. A person may use their fourth quarter wage and hour report filed with the Employment Security Department to complete the questions regarding employment.
- State the percentage of those employees that are employed in full-time, part-time, and temporary employment positions. In order for a position to be treated as full-time or part-time, the employer must intend for the position to be filled for at least 52 consecutive weeks or 12 consecutive months, excluding any leaves of absence. A full-time position is a position that requires the employee to work, excluding overtime hours, 35 hours per week for 52 consecutive weeks, 455 hours a quarter, or 1,820 hours during a period of 12 consecutive months. A part-time position is a position in which the employee may work less than the hours required for a full-time position. A temporary position is a position that is intended to be filled for period of less than 52 consecutive weeks or 12 consecutive months. Positions in seasonal employment are temporary positions.
- 4.** Of the total number of employment positions stated in question **3**, state the total number of employees enrolled in medical plans, dental plans, and retirement plans provided by your company according to three wage bands (less than \$30,000, \$30,000 to \$59,999, \$60,000 or more). Wages means compensation paid to an individual for personal services, whether denominated as wages, salary, commission, or otherwise as reported on the W-2 forms of employees. Stock options granted as compensation to employees are wages to the extent they are reported on the W-2 forms of the employees and are taken as a deduction for federal income tax purposes by the employer
- 5.** Report persons working for your firm that you obtained through temporary staffing firms for the year ending December 31, 2006.
- 6.** Report the top 3 occupations you hired from temporary staffing firms.
- 7.** For the persons obtained through temporary staffing firms reported in question 5, report the average duration of their employment at your business for the year ending December 31, 2006. If the duration exceeds one year, chose the box title "over 1 year"
- 8.** How many people are employed worldwide, including Washington State employees.
- 9.** Of the total number of employees stated in question **8**, what percentage work in research and development in Washington State and what percentage work in research and development worldwide (including Washington State employees).
- 10.** State the total number of new employment positions that were created in Washington State during calendar year 2006.
- 11.** Of the total number of new employment positions stated in question **10**, what percentage were Washington State residents.
- 12.** Has your firm moved any activities into Washington State, or expanded or built a new facility in Washington State during calendar year 2006? Answer all statements that apply.
- 13.** State the number of employees in each category for each statement checked "yes" in question **12**.

14. State the percentage of all employees in question 13 that were Washington State residents.
15. Did your firm move any activities out of Washington State during calendar year 2006? Check the statement if the answer is yes.
16. If you reported that you moved any activities out of Washington State in question 15, state the number of employees in each category that relocated out of the state because the activity moved.
17. If you were approved for a deferral that is operationally complete, state the deferral certificate number(s) and total number of employees associated with each certificate.
18. If you are claiming the Tax Exemption for Fruit and Vegetable Processing, state the number of employees reported in your firm's quarterly wage and hour reports to the Employment Security Department and the average wage paid to temporary and seasonal employees per quarter.

Questions About Patents, Trademarks, and Copyrights

19. State the number of United States patents, for which your business received during calendar year 2006 that were associated with new or potential products resulting from research and development, for which a deferral or credit was received at any time. See RCW 82.63.010 for definitions of the various categories.
20. List the United States patent registration numbers for the patents received in 2006.
21. State the number of United States trademarks issued to your firm during calendar year 2006 by category.
22. State the number of United States copyrights issued to your firm during calendar year 2006 by category.
23. State how the Federal Copyrights, from question 22, were classified.
24. If you are taking the High Technology B&O Tax Credit or the Tax Deferral for High Technology Businesses, state the percentage of activity performed in any of the research and development activities.
25. If you are taking the Tax Deferral for Investment Projects in Rural Counties, describe the products manufactured at any sites in Washington that received a tax deferral for investments in rural counties.
26. If you are claiming the Tax Exemption for Fruit and Vegetable Processing or Dairy and Seafood Products, describe the products sold for which the exemption was claimed during 2006.
27. Did the research and development for which your firm received a tax credit result in a new product, service, new process, project, or support on-going research? If yes, state the number of new products, services, processes, projects, and on-going research projects by classification in the matrix. If "no," enter zero.
28. State the percentage of new products, processes, services, or projects that resulted from the credit or deferral programs that were produced or distributed by your firm's Washington State employees (from question 27).
- 29a. State the percentage of new products, processes, services, or projects that were produced or distributed by other firms within Washington State.
- 29b. State the percentage of new products, processes, services, or projects that had material or service inputs from other companies in Washington State.
30. Mark "yes" if you ever used the Manufacturer's Sales and Use Tax Exemption Certificate for machinery and equipment used in manufacturing, research and development, or a testing operation, to purchase machinery and equipment. If "no," skip to question 33.
31. If you used the Manufacturer's Sales and Use Tax Exemption Certificate for machinery and equipment used in manufacturing during calendar year 2006, estimate the retail value of all machinery and equipment purchased.
32. State the percentage of machinery and equipment purchased during calendar year 2006 (from question 31) that was used for more than half the time in research and development.
33. State the estimated retail value of sales made during calendar year 2006 of all new products, services or processes that resulted from the high technology B&O credit or high technology deferral programs, since you began using the credit or deferral. The estimated dollar value should include sales made by your firm and through other firms. For example, if you receive royalties for a product, what would you consider the retail value of that product to be (you receive 10% on each product sold and have been paid \$1,000,000 through 2006 the value would be $\$1,000,000 / .10 = \$10,000,000$).
34. Has your firm acquired or merged with another company during calendar year 2006? Has your company reorganized during calendar year 2006? If you can answer yes to either question, please state the company name and taxpayer reporting account number for the acquired, merged, or predecessor company? (If necessary, attach an additional page to respond to this question).