

DUE ON OR BEFORE **April 1, 2025** For Full ExemptionHENRY COUNTY BOARD OF TAX ASSESSORS
PERSONAL PROPERTY DIVISION
140 HENRY PARKWAY
MCDONOUGH, GA 30253

TAX YEAR
2025
ACCOUNT NUMBER

APPLICATION FOR HENRY COUNTY FREEPORT EXEMPTION

IF ASSISTANCE IS NEEDED CALL 770-288-7999
FOR OFFICE USE ONLY
TAXABLE VALUE
TAXABLE ASSESSMENT

TAXPAYER NAME AND ADDRESS

IF NAME OR MAILING ADDRESS IS INCORRECT PLEASE CORRECT IN THE SPACE BELOW
NAME
ADDRESS
CITY, STATE, ZIP

- Physical location of inventory in this county. (List)
- Location of supporting books and records pertaining to this inventory. (List)
- Name and telephone number of responsible individual to contact regarding this report.

Name _____ Phone _____

4. Describe the type of business: _____

5. Inventory must be reported at its full cost at level of trade which includes freight, burden, overhead and any other charges incurred from the original state as a raw material to its resting place January 1 of taxable year.

6. If inventory and exemption are not as of January 1, they must be adjusted to January 1, in accordance with the provisions of Georgia Code §48-5-10.

7. List the method of inventory valuation used: _____

8. List the method of inventory cost identification: _____

EXPLANATION OF WHAT IS EXEMPTED BY FREEPORT

FREEPORT LEVEL 1 - MANUFACTURING OR PRODUCTION BUSINESS (see O.C.G.A. §48-5-48.1 and §48-5-48.2)

Category 1: Inventory of "RAW MATERIALS AND GOODS IN PROCESS OF MANUFACTURER OR PRODUCTION BUSINESS" which shall include all partly finished goods and raw materials held for direct use or consumption in the ordinary course of the taxpayers manufacturing or production business in Henry County, Georgia and SHIPPED TO A FINAL DESTINATION OUT OF THIS STATE. This exemption shall apply to tangible personal property which is substantially modified, altered or changed in the ordinary course of the taxpayers 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 packaging materials.

Category 2: Inventory of "FINISHED GOODS MANUFACTURED OR PRODUCED" within Georgia in the ordinary course of the taxpayers 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 purpose of this exemption, "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."

FREEPORT LEVEL 1 - WHOLESALE OR DISTRIBUTION BUSINESS (see O.C.G.A. §48-5-48.1 and §48-5-48.2)

Category 3: Inventory of "FINISHED GOODS OF WHOLESALE OR DISTRIBUTOR BUSINESS" 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 TRANSHIPMENT 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 the withdrawal of the property, the point of origin of the property, and the point of final destination of the same, if known.

FREEPORT LEVEL 1 - FULFILLMENT CENTER (see O.C.G.A. §48-5-48.1 and §48-5-48.2)

Category 4: "STOCK IN TRADE OF A FULFILLMENT CENTER" meaning goods, wares, and merchandise held by one in the business of making sales of such goods when such goods are held or stored at a fulfillment center and 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 FINAL DESTINATION OUT OF THIS STATE.

For the purpose of Freeport Level 1: "FINISHED GOODS" means 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 of the stock in trade of a retailer. "STOCK IN TRADE OF A RETAILER" means finished goods held by one in the business of making sales of such goods at retail in this state, within the meaning of Chapter 8 of Title 48, when such goods are held or stored at a business location from which such retail sales are regularly made. Goods stored in a warehouse, dock, or wharf, including a warehouse or distribution center which is part of or adjoins a place of business from which retail sales are regularly made, shall not be considered stock in trade of a retailer to the extent that the taxpayer can establish, through a historical sales or shipment analysis, either of which utilizes information from the preceding calendar year, or other reasonable, documented method, the portion or percentage of such goods which is reasonably anticipated to be shipped outside this state for resale purposes. "STOCK IN TRADE OF A FULFILLMENT CENTER" means goods, wares, and merchandise held by one in the business of making sales of such goods when such goods are held or stored at a fulfillment center. **Retail Level 2 "stock in trade of a retailer" is not accepted in Henry County.**

SECTION A

Most businesses will not know how much Category 1, 3 and 4 inventory held on January 1st of the current year is to be shipped "to a final destination outside of this state". In order to have equitable and uniform procedures, the following procedures are to be used to develop a percentage factor to be applied to the current years inventory based upon the previous years records.

Category 1

Total "Prior year goods in process of a Manufacturer or Production Business" inventory shipments from this county during the last complete calendar year:

\$ _____ a

Total "Prior year goods in process of a Manufacturer or Production Business" inventory shipments from this county during the last complete calendar year shipped to an out-of-state destination:

\$ _____ b

Percentage of out-of-state shipments (b divided by a):

% _____ c

Category 3

Total "Finished Goods of a wholesale or distribution business" inventory shipments from this county during the last complete calendar year:

\$ _____ d

Total "Finished Goods of a wholesale or distribution business" inventory shipments from this county during the last complete calendar year shipped to an out-of-state destination:

\$ _____ e

Percentage of out-of-state shipments (e divided by d):

% _____ f

Category 4

Total "Stock In Trade of a Fulfillment Center" inventory shipments from this county during the last complete calendar year:

\$ _____ g

Total "Stock In Trade of a Fulfillment Center" inventory shipments from this county during the last complete calendar year to an out-of-state destination:

\$ _____ h

Percentage of out-of-state shipments (h divided by g):

% _____ i

SECTION B

ALL CATEGORY 1,3,4 MUST BE SHIPPED OUT OF STATE TO A FINAL DESTINATION OUTSIDE OF THIS STATE TO QUALIFY FOR THE HENRY COUNTY LEVEL 1 FREEPORT EXEMPTION.

	Value of Inventory 01/01/2025	=	Percentage Factor	=	Freeport Exemption
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Category 1: "Raw materials and goods in process of a manufacturer or production business"

Inventory	x	Section A(c)	=	Freeport Exemption
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Category 2: "Finished Goods" manufactured or produced in Georgia held by original manufacturer less than 12 months

Inventory	x	100%	=	Freeport Exemption
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Category 3: "Finished Goods" of Distributor held less than 12 months

Inventory	x	Section A(f)	=	Freeport Exemption
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Category 4: "Stock in Trade of a Fulfillment Center" held less than 12 months

Inventory	x	Section A(i)	=	Freeport Exemption
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Sub Total Inventory

Other Inventory ("Finished Goods" held longer than 12 months, packaging material, other expensed supplies, spare parts inventory)

Grand Total Inventory

Total Freeport Exemption
(add category 1, 2, 3 and 4)

Are the goods in Section B, Category 3, designated as being "In transit" on the books and records of the warehouse, dock or wharf where stored? () Yes () No

Note: Records must be available for inspection by the Assessors office. If property is exempt under Freeport, it is exempt either as Category 1, 2, 3 or 4. The same property cannot be exempted under more than one of these categories.

NOTE: In all counties having a filing date of April 1, you may still receive a partial exemption for a late filing. The amount of the exemption you will receive is as follows: April 2-April 30 (66.67% of the full exemption). May 1-May 31 (58.33%) June 1 (50%). Failure to file by June 1 shall constitute a waiver of the entire exemption for the year (0.0%).

OATH OF PERSON MAKING APPLICATION FOR EXEMPTION:

"I do solemnly swear, or affirm, 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 other wise; 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".

Taxpayer Signature

Title

Date

Preparers Signature

Title

Date

THIS APPLICATION MUST BE FILED IN THE SAME TIME FRAME AS TAX RETURNS ARE FILED IN THIS COUNTY IN ORDER FOR IT TO BE ACCEPTED IN ACCORDANCE WITH GEORGIA CODE §48-5-48.2

DISPOSITION OF THE COUNTY BOARD OF TAX ASSESSORS

Approved Date:

Disapproved Date: