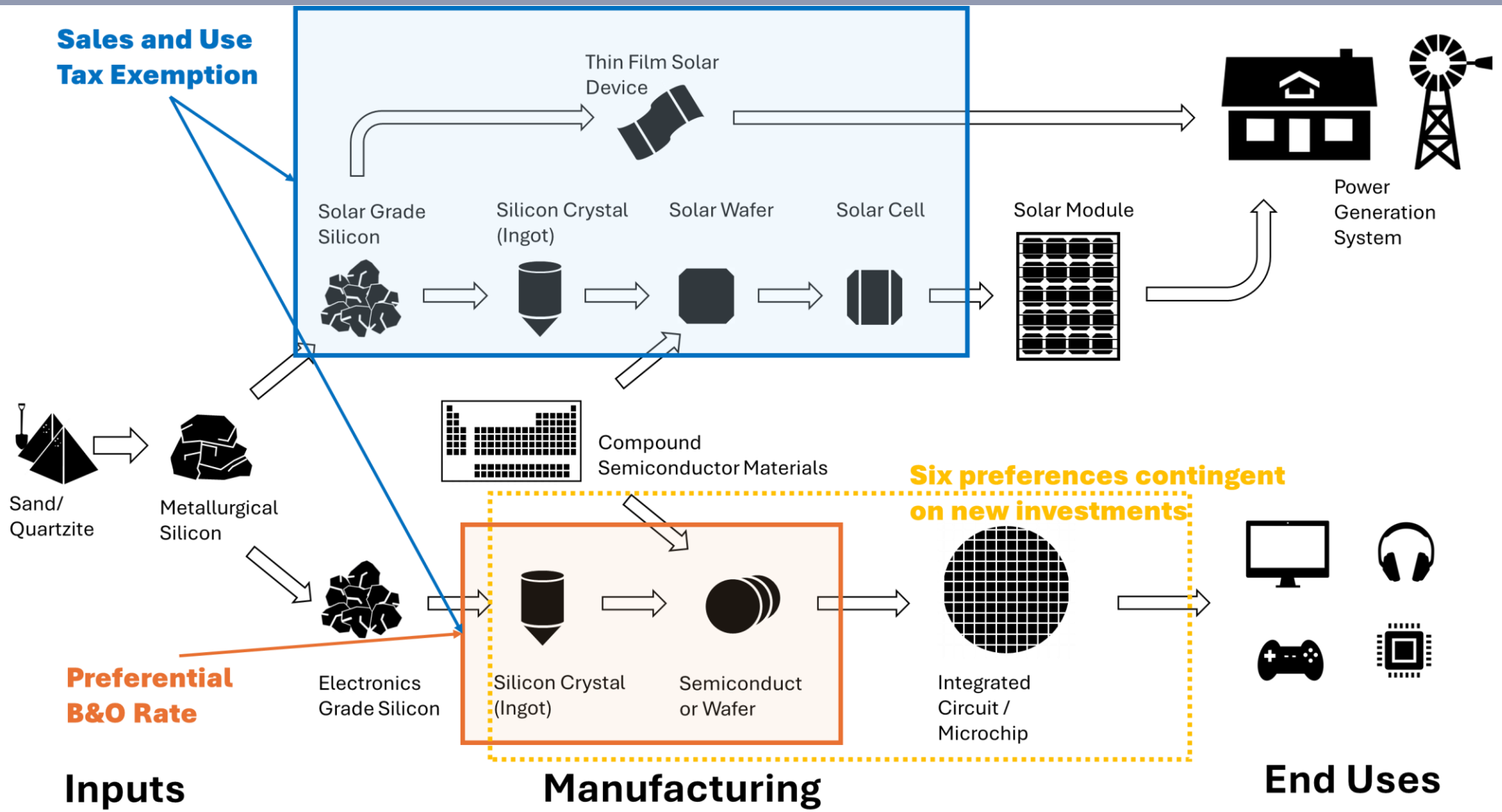
SB 6137 Reinstating semiconductor tax incentives.

Tax Preference	Tax Type	Current Law	SB 6137	Beneficiary Savings
Six preferences reinstated (Contingent on new investments over $1 billion)				
A preferential B&O tax rate of 0.275 percent for **manufacturing semiconductor materials**.	**B&O Tax**	RCW 82.04.240(2)	Section 2	The contigency has not been met and no taxpayers have claimed these tax preferences.
A B&O tax exemption for **manufacturers of semiconductor microchips**.	**B&O Tax**	RCW 82.04.426	Section 3	
A B&O tax credit of $3,000 for each **manufacturing production job** located in a building exempted from sales tax.	**B&O Tax**	RCW 82.04.448	Section 4	
A sales and use tax exemption for **the construction of new buildings** used for manufacturing semiconductor materials.	**Sales and Use Tax**	RCW 82.08.965, 82.12.965	Section 5 & 7	
A sales and use tax exemption for the sale of **gases and chemicals used by a manufacturer** in the manufacturing of semiconductor materials.	**Sales and Use Tax**	RCW 82.08.970, 82.12.970	Section 6 & 8	
A property tax exemption for **machinery and equipment used** for manufacturing semiconductor materials when located in a building exempted from sales tax.	**Property Tax**	RCW 84.36.645	Section 9	
Two preferences extended (Current expiration date: December 1, 2028)				
A preferential B&O rate of 0.275 percent for **manufacturing semiconductor materials.**	**B&O Tax**	RCW 82.04.2404	Section 10	Confidential tax information, less than 3 taxpayers impacted.
A sales and use tax exemption for purchases of **gases and chemicals used** in specific phases of the process (expanded definition including materials used in solar energy system).	**Sales and Use Tax**	RCW 82.08.9651, 82.12.9651	Section 11 & 12	

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The Semiconductor materials manufacturing process and applicable tax preferences



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