

Comparison of Tacoma Business and Occupation Tax Code Deviations from Core Model Ordinance Provisions

	<p>Includes discretionary provisions for the following as suggested in the Model Guidelines:</p>	<p>Includes additional provisions for the following (not included in the Model Guidelines):</p>
<p>TMC 6A.30.030 Definitions</p>	<p>Advance, Reimbursement Agricultural Product Competitive Telephone Service Consumer Director In this City, within the City Newspaper Office, or Place of business Precious metal bullion or monetized bullion Processing for hire Product Royalties Software, prewritten software, custom software, customization of canned software, master copies, retained rights Tuition fee</p>	<p>Investment Management Services Trauma-related patient care</p>
<p>TMC 6A.30.040 Agency—sales and services by agent, consignee, bailee, factor or auctioneer</p>	<p>Added provisions re: agency activities</p>	
<p>TMC 6A.30.050 Imposition of the tax</p>	<p>Inserted rates for the following classifications:</p> <p>Extracting: .0011</p> <p>Manufacturing: .0011</p> <p>Printing, printing and publishing, publishing newspapers: .00153</p> <p>Retailing: .00153</p> <p>Retail services: .004</p> <p>Service & Other: .004</p> <p>Wholesaling: .00102</p>	<p>Buying Wheat, Oats, Corn, Barley, and Rye: .0001</p> <p>International Investment Management Services: .00275</p> <p>Public Road Construction: .0011</p>
<p>TMC 6A.30.050 B Threshold</p>	<p>B&O tax shall not apply to any person with taxable income less than \$20,000 yearly or is equal to or less than \$5,000 during any quarter.</p>	
<p>TMC 6A.30.065 Job credits.</p>		<p>Credit available to businesses located in the City to encourage growth and attract new businesses to the City.</p>
<p>TMC 6A.30.090 Exemptions</p>	<p>Exemptions provided for the following:</p> <p>Certain Fraternal & beneficiary organizations</p> <p>Credit unions</p> <p>Non-profit healthcare organization costs</p> <p>Public utilities taxed under 6A.40, 6A.50 and 6A.90</p> <p>International banking facilities</p> <p>Insurance business</p> <p>Farmers- agriculture</p> <p>Athletic exhibitions</p> <p>Racing</p> <p>Ride sharing</p>	<p>Income received by the US, Washington State or any municipal subdivision</p> <p>City annexation for three years</p> <p>From January 1,2002 and thereafter persons with gross income less than \$70,000</p> <p>Persons with gross income less than \$10,000 will not be required to submit a tax return</p> <p>Sale of licenses to use grave sites</p>
<p>6A.30.100 Deductions</p>	<p>Deductions included for the following:</p> <p>Bona fide fees, dues and charges</p> <p>Interest on investments</p> <p>Interest on obligations of the state or its subdivisions</p> <p>Repair, maintenance, replacement of residential structures</p> <p>Sales of precious metal bullion</p> <p>Rentals for boarding homes</p> <p>Radio and television broadcasting</p>	<p>Program service fees received by Non-profit organizations</p> <p>Charges and fees from trauma-related care</p>
<p>6A.30.110 Application to City's business activities.</p>	<p>Requires that any subdivision of the City of Tacoma which engages in business activities pursuant to the City's tax code, obtain a business license and pay applicable B&O taxes.</p>	