# Freeport Worksheet

**Business Name**  

**Property ID#**

## 1) Inventory Turns Calculation:

- **(A)** Enter the total cost of goods sold and/or forwarded from this location during the previous calendar year:  
  $\quad$ \( \text{(A)} \)

- **(B)** Enter the month-ending inventory cost for each month of the previous calendar year:
  - JAN $\quad$  
  - APR $\quad$  
  - JULY $\quad$  
  - OCT $\quad$
  - FEB $\quad$  
  - MAY $\quad$  
  - AUG $\quad$  
  - NOV $\quad$
  - MAR $\quad$  
  - JUN $\quad$  
  - SEPT $\quad$  
  - DEC $\quad$

  - **(C)** Sum of January through December month-ending inventory cost:  
    $\quad$ \( \text{(C)} \)

- **(D)** Average annual inventory:
  
  $\quad$ divided by 12 (or number of months listed above) =  
  $\quad$ \( \text{(D)} \)

  (Enter value from line C)

- **(E)** Inventory Turns:
  
  $\quad$ divided by $\quad$ \( \text{(E)} \) turns

  (Enter value from line A)  
  (Enter value from line D)

  365 days divided by \( \text{(E)} \) = \( \text{(1)} \) days

**IF ITEM (1) IS GREATER THAN 175, THE FREEPORT EXEMPTION CANNOT BE GRANTED.**

## 2) Enter Cost of Goods shipped from the State of Texas during the previous calendar year within 175 days of the date acquired or brought into Texas  

$\quad$ \( \text{(2)} \)

## 3) Freeport percentage:

$\quad$ \( \text{(2)} \) divided by $\quad$ \( \text{(1A)} \) = \( \text{% (3)} \)

## 4) Enter January 1 Inventory Cost:

$\quad$ \( \text{(4)} \)

## 5) FREEPORT INVENTORY:

$\quad$ \( \text{(4)} \) multiplied by $\quad$ \( \text{% (3)} \) = $\quad$ \( \text{(5)} \)  

**EXEMPT INVENTORY**

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**IMPORTANT INFORMATION**

- All data furnished from accounting records must be for the preceding calendar year.
- This worksheet must be furnished with supporting documentation.
- Please attach this worksheet to your documentation.