



Study Questions

Manufacturers Sales and Use Tax Deferral

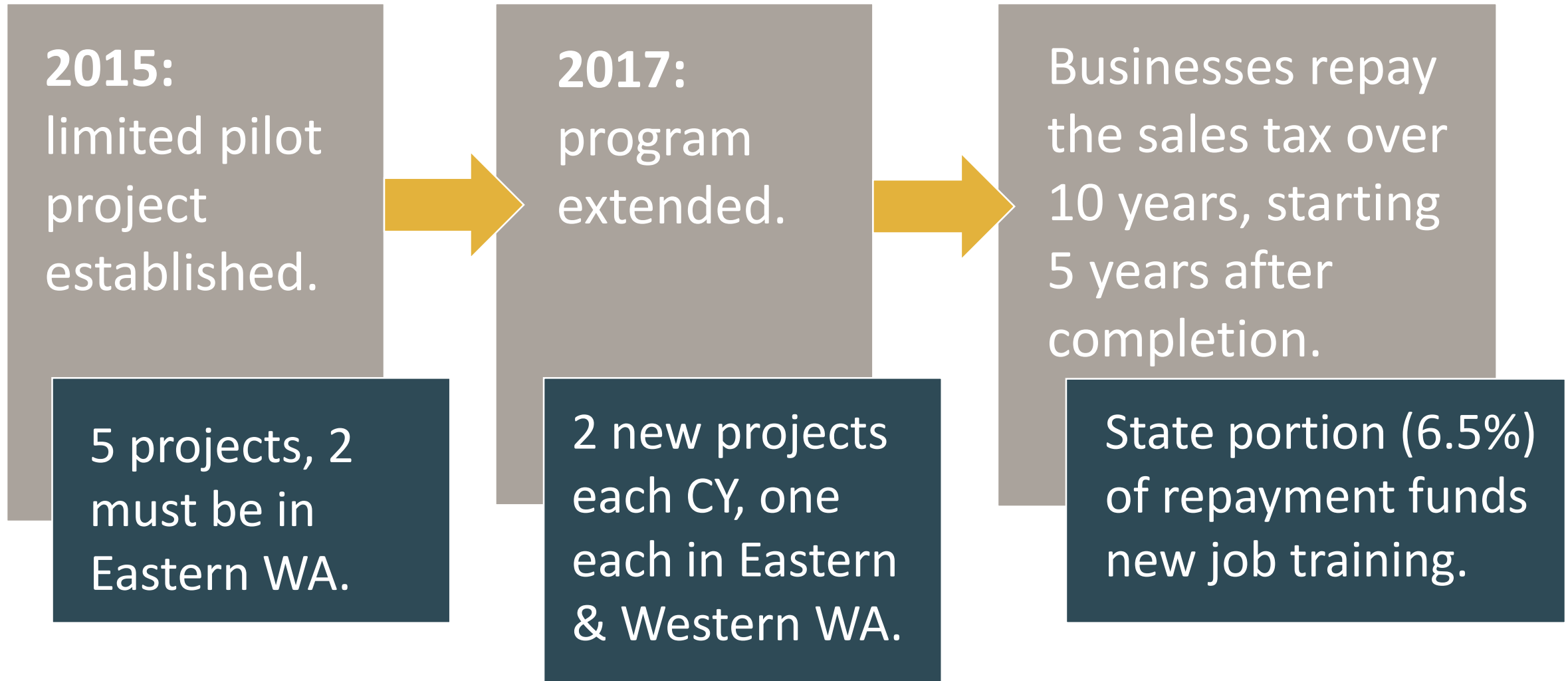
Enacted 2015; closes for new participants January 1, 2026.

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Deferral for up to \$10M to build new or expand current manufacturing facilities or buy equipment



Program intended to:

Create and retain **jobs**.

Provide funding to support job readiness training, professional development, apprenticeships.

If a review finds that **each project generated at least 20 full-time jobs**, Legislative Auditor should recommend extending the deferral program.

JLARC review will address

1

How many WA manufacturers are using the preference?

If not used to the fullest extent, can we identify why?

2

How many FT jobs were generated by each project?

How many construction jobs were related to each project?

3

How much funding for job training has been provided to date and what is the estimated future funding?

4

Accounting for repayment of deferred taxes, what are the estimated savings realized by beneficiaries?



Next Steps

Preliminary Report | July 2021

Proposed Final Report | December 2021



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