
HOUSE BILL 2667

State of Washington

52nd Legislature

1992 Regular Session

By Representatives Wang, Locke, Belcher, Fraser, R. King, Day, Appelwick, Leonard, Prentice, Dorn, Grant, Basich and G. Cole

Read first time 01/23/92. Referred to Committee on Revenue.

1 AN ACT Relating to gains realized from the sale of real property;
2 amending RCW 82.04.080 and 82.04.390; and providing an effective date.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

4 **Sec. 1.** RCW 82.04.080 and 1961 c 15 s 82.04.080 are each amended
5 to read as follows:

6 "Gross income of the business" means the value proceeding or
7 accruing by reason of the transaction of the business engaged in and
8 includes gross proceeds of sales, compensation for the rendition of
9 services, gains realized from trading in stocks, bonds, or other
10 evidences of indebtedness, interest, discount, rents, royalties, fees,
11 commissions, dividends, gains realized from sales of real property, and
12 other emoluments however designated, all without any deduction on
13 account of the cost of tangible personal property sold, the cost of
14 materials used, labor costs, interest, discount, delivery costs, taxes,

1 or any other expense whatsoever paid or accrued and without any
2 deduction on account of losses.

3 **Sec. 2.** RCW 82.04.390 and 1961 c 15 s 82.04.390 are each amended
4 to read as follows:

5 This chapter shall not apply to (~~gross proceeds derived~~) gains
6 realized from the sale of owner-occupied residential real estate with
7 a selling price of one million dollars or less. This however, shall
8 not be construed to allow a deduction of amounts received as
9 commissions from the sale of real estate, nor as fees, handling
10 charges, discounts, interest or similar financial charges resulting
11 from, or relating to, real estate transactions.

12 NEW SECTION. **Sec. 3.** This act shall take effect July 1, 1992.