
HOUSE BILL 2060

State of Washington

61st Legislature

2009 Regular Session

By Representatives Hope, Kristiansen, Haler, Cox, McCune, Rodne, Smith, Warnick, Schmick, Bailey, Johnson, Armstrong, and Condotta

Read first time 02/09/09. Referred to Committee on Finance.

1 AN ACT Relating to providing tax relief to motor vehicle dealers;
2 amending RCW 82.08.020; adding a new section to chapter 82.04 RCW; and
3 providing an expiration date.

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

5 **Sec. 1.** RCW 82.08.020 and 2006 c 1 s 3 are each amended to read as
6 follows:

7 (1) Except as provided in subsection (8) of this section, there is
8 levied and there shall be collected a tax on each retail sale in this
9 state equal to six and five-tenths percent of the selling price.

10 (2) There is levied and there shall be collected an additional tax
11 on each retail car rental, regardless of whether the vehicle is
12 licensed in this state, equal to five and nine-tenths percent of the
13 selling price. The revenue collected under this subsection shall be
14 deposited in the multimodal transportation account created in RCW
15 47.66.070.

16 (3) (~~Beginning July 1, 2003~~) Except as provided in subsection (8)
17 of this section, there is levied and collected an additional tax of
18 three-tenths of one percent of the selling price on each retail sale of
19 a motor vehicle in this state, other than retail car rentals taxed

1 under subsection (2) of this section. The revenue collected under this
2 subsection shall be deposited in the multimodal transportation account
3 created in RCW 47.66.070.

4 (4) For purposes of subsections (3) and (8) of this section, "motor
5 vehicle" has the meaning provided in RCW 46.04.320, but does not
6 include farm tractors or farm vehicles as defined in RCW 46.04.180 and
7 46.04.181, off-road and nonhighway vehicles as defined in RCW
8 46.09.020, and snowmobiles as defined in RCW 46.10.010.

9 (5) Beginning on December 8, 2005, 0.16 percent of the taxes
10 collected under subsection (1) of this section shall be dedicated to
11 funding comprehensive performance audits required under RCW 43.09.470.
12 The revenue identified in this subsection shall be deposited in the
13 performance audits of government account created in RCW 43.09.475.

14 (6) The taxes imposed under this chapter shall apply to successive
15 retail sales of the same property.

16 (7) The rates provided in this section apply to taxes imposed under
17 chapter 82.12 RCW as provided in RCW 82.12.020.

18 (8) Until January 1, 2010, the total combined tax rate on the
19 retail sale of a new motor vehicle in this state is equal to three and
20 one-quarter percent of the selling price.

21 NEW SECTION. Sec. 2. A new section is added to chapter 82.04 RCW
22 to read as follows:

23 (1) In computing the tax imposed under this chapter, a credit is
24 allowed against the amount of tax otherwise due under this chapter for
25 fifty percent of the amount paid by a motor vehicle dealer licensed
26 under chapter 46.70 RCW or a dealer licensed by any other state. The
27 credit may not exceed the tax otherwise due under this chapter for the
28 reporting period.

29 (2) The credit earned in one reporting period may be carried over
30 to be credited against taxes incurred in a subsequent reporting period.
31 However, credit may not be carried over for more than twelve months
32 from the ending date of the reporting period in which the credit was
33 earned.

34 (3) No credit may be earned under this section on or after January
35 1, 2010.

1 (4) This section expires January 1, 2011.

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