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ENGROSSED HOUSE BILL 1450

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State of Washington                      52nd Legislature                      1991 Regular Session

By Representatives Peery, H. Myers, Morris and Cooper.

Read first time January 30, 1991. Referred to Committee on Revenue.

1            AN ACT Relating to a business and occupation tax credit for  
2 services and information provided to the state by a public safety  
3 testing laboratory; adding a new section to chapter 82.04 RCW;  
4 providing an effective date; and declaring an emergency.

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

6            NEW SECTION.    **Sec. 1.** A new section is added to chapter 82.04 RCW  
7 to read as follows:

8            (1) There may be credited against the tax imposed by this chapter,  
9 the value of services and information relating to setting of standards  
10 and testing for public safety provided to the state of Washington,  
11 without charge, at the state's request, by a nonprofit corporation that  
12 is:

13            (a) Organized and operated for the purpose of setting standards and  
14 testing for public safety; and

1 (b) Exempt from federal income tax under section 501(c)(3) of the  
2 Internal Revenue Code of 1986, as amended; and

3 (c) Organized with no direct or indirect industry affiliation.

4 (2) The value of the services and information requested by the  
5 state and provided to the state, without charge, shall be determined by  
6 the allocation of the cost method using generally accepted accounting  
7 standards.

8 (3) The credit allowed under this section shall be limited to the  
9 amount of tax imposed by this chapter. Any unused excess credit in a  
10 reporting period may be carried forward to future reporting periods for  
11 a maximum of one year.

12 NEW SECTION. **Sec. 2.** This act is necessary for the immediate  
13 preservation of the public peace, health, or safety, or support of the  
14 state government and its existing public institutions, and shall take  
15 effect July 1, 1991.