

2 **SSB 5967** - S Amd 000568
3 By Senator Rinehart

4 Adopted 4/1/93

5 On page 61, after line 2, strike all material down through line 11
6 on page 63 and insert the following:

7 "NEW SECTION. **Sec. 601.** A new section is added to chapter 48.14
8 RCW to read as follows:

9 (1) As used in this section, "taxpayer" means a health maintenance
10 organization, as defined in RCW 48.46.020, a health care service
11 contractor, as defined in RCW 48.44.010, or a certified health plan
12 certified under section 335 of chapter Laws of 1993 (E2SSB 5304).

13 (2) Each taxpayer shall pay a tax on or before the first day of
14 March of each year to the state treasurer through the insurance
15 commissioner's office. The tax shall be equal to the total amount of
16 all premiums and prepayments for health care services received by the
17 taxpayer during the preceding calendar year multiplied by the rate of
18 two percent.

19 (3) Taxpayers shall prepay their tax obligations under this
20 section. The minimum amount of the prepayments shall be percentages of
21 the taxpayer's tax obligation for the preceding calendar year
22 recomputed using the rate in effect for the current year. For the
23 prepayment of taxes due during the first calendar year, the minimum
24 amount of the prepayments shall be percentages of the taxpayer's tax
25 obligation that would have been due had the tax been in effect during
26 the previous calendar year. The tax prepayments shall be paid to the
27 state treasurer through the commissioner's office by the due dates and
28 in the following amounts:

- 29 (a) On or before June 15, forty-five percent;
30 (b) On or before September 15, twenty-five percent;
31 (c) On or before December 15, twenty-five percent.

32 (4) For good cause demonstrated in writing, the commissioner may
33 approve an amount smaller than the preceding calendar year's tax
34 obligation as recomputed for calculating the health maintenance
35 organization's prepayment obligations for the current tax year.

36 (5) Moneys collected under this section shall be deposited in the
37 general fund.

1 (6) A credit is allowed against the tax imposed in this section
2 equal to the amount of any tax paid under section 301 of chapter
3 Laws of 1993 (E2SSB 5304) during the same calendar year.

4 "NEW SECTION. **Sec. 602.** A new section is added to chapter 82.04
5 RCW to read as follows:

6 This chapter does not apply to any health maintenance organization,
7 health care service contractor, or certified health plan in respect to
8 premiums or prepayments that are taxable under section 601 of this
9 act."

10 Renumber the sections consecutively and correct any internal
11 references accordingly.

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