

2 **SSB 5967** - S Amd - 000575
3 By Senator Rinehart

4 Adopted 4/1/93

5 On page 28, line 18, after "chapter" insert the following:

6 "i or

7 (e) Acquisition of all new or used machinery, equipment, or other
8 personal property for use in the production of pulp and paper-related
9 products if the plant was in operation prior to 1960 and is located in
10 a county with a population between forty thousand and seventy thousand
11 as last determined by the office of financial management; or

12 (f) Modernization projects involving construction, acquisition, or
13 upgrading of equipment or machinery, including services and labor,
14 which are commenced after the effective date of this act and are
15 intended to increase the operating efficiency of existing pulp and
16 paper mills or facilities, if the plant was in operation prior to 1960
17 and is located in a county with a population between forty thousand and
18 seventy thousand as last determined by the office of financial
19 management"

20 **SSB 5967** - S Amd
21 By Senator Rinehart

22 Adopted 4/1/93

23 On page 29, after line 23, insert the following:

24 "**Sec. 203.** RCW 82.61.020 and 1987 c 497 s 2 are each amended to
25 read as follows:

26 Application for deferral of taxes under this chapter shall be made
27 before initiation of the construction of the investment project or
28 acquisition of equipment or machinery or plant. Application for
29 deferral of taxes for modernization projects as defined in RCW
30 82.61.010(4)(d) and (f) shall be made during the calendar year in which
31 construction begins or acquisition of equipment or machinery occurs.
32 The application shall be made to the department in a form and manner
33 prescribed by the department. The application shall contain

1 information regarding the location of the investment project, estimated
2 or actual costs, time schedules for completion and operation, and other
3 information required by the department. The department shall rule on
4 the application within sixty days. A certificate holder shall initiate
5 construction of the investment project within one hundred eighty days
6 of receiving approval from the department and issuance of the tax
7 deferral certificate.

8 "Sec. 204. RCW 82.61.030 and 1987 c 497 s 3 are each amended to
9 read as follows:

10 Except for eligible projects within the definitions in RCW
11 82.61.010(4) (c) (~~(or (d))~~) through (f), a tax deferral certificate
12 shall only be issued to persons who, on June 14, 1985, are not engaged
13 in manufacturing or research and development activities within this
14 state. For purposes of this section, a person shall not be considered
15 to be engaged in manufacturing or research and development activities
16 where the only activities performed by such person in this state are
17 sales, installation, repair, or promotional activities in respect to
18 products manufactured outside this state. Any person who has succeeded
19 by merger, consolidation, incorporation or any other form or change of
20 identity to the business of a person engaged in manufacturing or
21 research and development activities in this state on June 14, 1985, and
22 any person who is a subsidiary of a person engaged in manufacturing or
23 research and development activities in this state on June 14, 1985,
24 shall also be ineligible to receive a tax deferral certificate."

25 **SSB 5967** - S Amd
26 By Senator Rinehart

27 Adopted 4/1/93

28 On page 1, line 4 of the title, after "82.61.010," insert
29 "82.61.020, 82.61.030,"

--- END ---