

2 **SB 6117** - S AMD - 007

3 By Senators Deccio, Hale, Swecker, Morton, Strannigan, Roach,
4 Schow, Zarelli, Newhouse, Wood, Anderson, Hochstatter,
5 Moyer, Canto, Oke, West, McCaslin, McDonald and Johnson

6 ROLL CALL VOTE 23-26; NOT ADOPTED 1/9/96

7 On page 1, beginning on line 7, strike all of sections 1 and 2 and
8 insert the following:

9 "Sec. 1. RCW 82.04.255 and 1993 sp.s. c 25 s 202 are each amended
10 to read as follows:

11 Upon every person engaging within the state as a real estate
12 broker; as to such persons, the amount of the tax with respect to such
13 business shall be equal to the gross income of the business, multiplied
14 by the rate of ((2.0)) 1.5 percent.

15 The measure of the tax on real estate commissions earned by the
16 real estate broker shall be the gross commission earned by the
17 particular real estate brokerage office including that portion of the
18 commission paid to salesmen or associate brokers in the same office on
19 a particular transaction: PROVIDED, HOWEVER, That where a real estate
20 commission is divided between an originating brokerage office and a
21 cooperating brokerage office on a particular transaction, each
22 brokerage office shall pay the tax only upon their respective shares of
23 said commission: AND PROVIDED FURTHER, That where the brokerage office
24 has paid the tax as provided herein, salesmen or associate brokers
25 within the same brokerage office shall not be required to pay a similar
26 tax upon the same transaction.

27 **Sec. 2.** RCW 82.04.290 and 1995 c 229 s 3 are each amended to read
28 as follows:

29 (1) Upon every person engaging within this state in the business of
30 providing selected business services other than or in addition to those
31 enumerated in RCW 82.04.250 or 82.04.270; as to such persons the amount
32 of tax on account of such activities shall be equal to the gross income
33 of the business multiplied by the rate of ((2.5)) 1.5 percent.

34 (2) Upon every person engaging within this state in banking, loan,
35 security, investment management, investment advisory, or other
36 financial businesses, other than or in addition to those enumerated in

1 subsection (3) of this section; as to such persons, the amount of the
2 tax with respect to such business shall be equal to the gross income of
3 the business, multiplied by the rate of (~~1.70~~) 1.5 percent.

4 (3) Upon every person engaging within this state in the business of
5 providing international investment management services, as to such
6 persons, the amount of tax with respect to such business shall be equal
7 to the gross income or gross proceeds of sales of the business
8 multiplied by a rate of 0.275 percent.

9 (4) Upon every person engaging within this state in any business
10 activity other than or in addition to those enumerated in RCW
11 82.04.230, 82.04.240, 82.04.250, 82.04.255, 82.04.260, 82.04.270, and
12 82.04.280, and subsections (1), (2), and (3) of this section; as to
13 such persons the amount of tax on account of such activities shall be
14 equal to the gross income of the business multiplied by the rate of
15 (~~2.0~~) 1.5 percent.

16 This section includes, among others, and without limiting the scope
17 hereof (whether or not title to materials used in the performance of
18 such business passes to another by accession, confusion or other than
19 by outright sale), persons engaged in the business of rendering any
20 type of service which does not constitute a "sale at retail" or a "sale
21 at wholesale." The value of advertising, demonstration, and
22 promotional supplies and materials furnished to an agent by his
23 principal or supplier to be used for informational, educational and
24 promotional purposes shall not be considered a part of the agent's
25 remuneration or commission and shall not be subject to taxation under
26 this section."

--- END ---