

---

**SENATE BILL 5504**

---

**State of Washington**                      **56th Legislature**                      **1999 Regular Session**

**By** Senators Fraser, West, Loveland, Hale, T. Sheldon and Honeyford

Read first time 01/25/1999. Referred to Committee on Ways & Means.

1            AN ACT Relating to a tax exemption for certain amounts received by  
2 persons in the travel service business; and adding a new section to  
3 chapter 82.04 RCW.

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

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

7            This chapter does not apply to amounts proceeding or accruing (1)  
8 under a written cost-sharing agreement for allocable reimbursement of  
9 administrative services incurred on behalf of a foreign affiliate that  
10 engages in a travel service business and (2) by a person that engages  
11 in a travel service business and also holds a passenger vessel surety  
12 bond in compliance with Subpart A of Part 540 of Title 48, Code of  
13 Federal Regulations. "Affiliate" means a person who directly or  
14 indirectly controls, or is controlled by, or is under common control  
15 with, a person. "Foreign" means the affiliate is organized under laws  
16 outside the United States.

--- END ---