1 **SHB 2658** - H AMD **0251 Adopted 2-19-02**
2   By Representative ___
3   On page 11, beginning on line 1, after "(1)" strike everything
4 through "incident." on line 5 and insert "A city, code city, or town
5 shall not impose a tax measured by "gross proceeds of sales," "gross
6 income of the business," or "value proceeding or accruing," as those
7 terms are used in chapter 82.04 RCW, upon any intellectual property
8 creating activity as a taxable incident, unless the city, code city, or
9 town imposed such a tax on January 1, 2002. Effective January 1, 2004,
10 all cities, code cities, and towns are prohibited from imposing a tax
11 measured by "gross proceeds of sales," "gross income of the business,"
12 or "value proceeding or accruing," as those terms are used in chapter
13 82.04 RCW, upon any intellectual property creating activity as a
14 taxable incident."

15   On page 11, line 25, strike "takes effect July 1, 2003." and
16 insert "is necessary for the immediate preservation of the public
17 peace, health, or safety, or support of the state government and its
18 existing public institutions, and takes effect immediately."

         EFFECT: Cities are prohibited from imposing taxes on intellectual
         property creating activities unless they had such a tax in place
         on January 1, 2002. All ities are prohibited from imposing taxes
         on intellectual property creating activities effective January 1,
         2004.