
HOUSE BILL 1948

State of Washington 57th Legislature 2001 Regular Session

By Representatives G. Chandler, Linville, Sump, McIntire and Casada

Read first time 02/09/2001. Referred to Committee on Finance.

1 AN ACT Relating to increasing the amount of the small business
2 business and occupation tax credit; amending RCW 82.04.4451;
3 providing an effective date; and declaring an emergency.

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

5 **Sec. 1.** RCW 82.04.4451 and 1997 c 238 s 2 are each amended to read
6 as follows:

7 (1) In computing the tax imposed under this chapter, a credit
8 is allowed against the amount of tax otherwise due under this
9 chapter, as provided in this section. The maximum credit for a
10 taxpayer for a reporting period is (~~(thirty-five))~~ fifty dollars
11 multiplied by the number of months in the reporting period, as
12 determined under RCW 82.32.045.

13 (2) When the amount of tax otherwise due under this chapter is
14 equal to or less than the maximum credit, a credit is allowed
15 equal to the amount of tax otherwise due under this chapter.

16 (3) When the amount of tax otherwise due under this chapter
17 exceeds the maximum credit, a reduced credit is allowed equal to

1 twice the maximum credit, minus the tax otherwise due under this
2 chapter, but not less than zero.

3 (4) The department may prepare a tax credit table consisting of
4 tax ranges using increments of no more than five dollars and a
5 corresponding tax credit to be applied to those tax ranges. The
6 table shall be prepared in such a manner that no taxpayer will owe
7 a greater amount of tax by using the table than would be owed by
8 performing the calculation under subsections (1) through (3) of
9 this section. A table prepared by the department under this
10 subsection shall be used by all taxpayers in taking the credit
11 provided in this section.

12 NEW SECTION. **Sec. 2.** This act is necessary for the immediate
13 preservation of the public peace, health, or safety, or support of
14 the state government and its existing public institutions, and
15 takes effect July 1, 2001.

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