
HOUSE BILL 2317

State of Washington 58th Legislature 2004 Regular Session

By Representatives Orcutt, Schoesler, Sullivan, Simpson, G., Nixon, Shabro, Ahern and Newhouse

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

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

16 (3) When the amount of tax otherwise due under this chapter exceeds
17 the maximum credit, a reduced credit is allowed equal to twice the
18 maximum credit, minus the tax otherwise due under this chapter, but not
19 less than zero.

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

9 NEW SECTION. **Sec. 2.** This act takes effect July 1, 2004.

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