

---

HOUSE BILL 2569

---

State of Washington                      59th Legislature                      2006 Regular Session

By Representatives Morrell, Roach, Campbell, Williams, Kilmer, Clibborn, Conway, Blake, Eickmeyer, Flannigan, Wallace, Roberts, Upthegrove, McCoy, McDonald, Green, Dickerson, Lantz and Springer

Read first time 01/10/2006. Referred to Committee on Finance.

1            AN ACT Relating to the property tax deferral program; amending RCW  
2 84.38.100; and creating a new section.

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

4            **Sec. 1.** RCW 84.38.100 and 2000 c 103 s 26 are each amended to read  
5 as follows:

6            Whenever a person's special assessment and/or real property tax  
7 obligation is deferred under the provisions of this chapter, the amount  
8 deferred and required to be paid pursuant to RCW 84.38.120 shall become  
9 a lien in favor of the state upon his or her property and shall have  
10 priority as provided in chapters 35.50 and 84.60 RCW: PROVIDED, That  
11 the interest of a mortgage or purchase contract holder who is required  
12 to cosign a declaration of deferral under RCW 84.38.090, shall have  
13 priority to said deferred lien. This lien may accumulate up to eighty  
14 percent of the amount of the claimant's equity value in said property  
15 and shall bear interest at the rate of eight percent per year from the  
16 time it could have been paid before delinquency until said obligation  
17 is paid: PROVIDED, That when taxes are deferred as provided in RCW  
18 84.64.050, the amount shall bear interest at the rate of (~~eight~~) five  
19 percent per year from the date the declaration is filed until the

1 obligation is paid. In the case of a mobile home, the department of  
2 licensing shall show the state's lien on the certificate of ownership  
3 for the mobile home. In the case of all other property, the department  
4 of revenue shall file a notice of the deferral with the county recorder  
5 or auditor.

6 NEW SECTION. **Sec. 2.** This act only applies to property tax  
7 deferrals granted under RCW 84.38.040 after the effective date of this  
8 act for taxes levied for collection in 2007 and thereafter.

--- END ---