
SENATE BILL 6524

State of Washington

59th Legislature

2006 Regular Session

By Senators Rasmussen, Morton, Poulsen, Rockefeller, Honeyford and Benton

Read first time 01/13/2006. Referred to Committee on Water, Energy & Environment.

1 AN ACT Relating to providing incentives for the conversion of
2 landfill methane gas to liquid fuel; adding a new section to chapter
3 82.08 RCW; adding a new section to chapter 82.12 RCW; creating a new
4 section; providing an effective date; and providing expiration dates.

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

6 NEW SECTION. **Sec. 1.** The legislature seeks to encourage the
7 conversion of landfill methane gas to liquid fuels for use in motor
8 vehicles. This conversion provides an alternative use for landfill gas
9 projects and provides environmental benefits because it is a cleaner
10 burning fuel relative to gasoline and diesel fuel.

11 NEW SECTION. **Sec. 2.** A new section is added to chapter 82.08 RCW
12 to read as follows:

13 (1) The tax levied by RCW 82.08.020 does not apply to sales of
14 machinery and equipment, or to services rendered in respect to
15 constructing structures, installing, constructing, repairing, cleaning,
16 decorating, altering, or improving of structures or machinery and
17 equipment, or to sales of tangible personal property that becomes an
18 ingredient or component of structures or machinery and equipment, if

1 the machinery, equipment, or structure is integral and necessary for
2 the conversion of landfill methane gas to a liquid fuel for use in
3 motor vehicles.

4 (2) The tax levied by RCW 82.08.020 does not apply to charges made
5 for labor and services rendered in respect to installing, repairing,
6 cleaning, altering, or improving vehicles including new parts, repair
7 parts, and replacement parts, integral and necessary for the conversion
8 to operate the vehicles on liquid fuel converted from landfill methane
9 gas.

10 (3) A person taking the exemption under this section must keep
11 records necessary for the department to verify eligibility under this
12 section. The exemption is available only when the buyer provides the
13 seller with an exemption certificate in a form and manner prescribed by
14 the department. The seller shall retain a copy of the certificate for
15 the seller's files.

16 (4) For the purposes of this section "machinery and equipment"
17 means industrial fixtures, devices, and support facilities and tangible
18 personal property that becomes an ingredient or component thereof,
19 including repair parts and replacement parts that are integral and
20 necessary for the conversion of landfill methane gas into a liquid fuel
21 for use in motor vehicles.

22 (5) This section expires July 1, 2009.

23 NEW SECTION. **Sec. 3.** A new section is added to chapter 82.12 RCW
24 to read as follows:

25 (1) The provisions of this chapter do not apply with respect to the
26 use of machinery and equipment, or to services rendered in respect to
27 constructing structures, installing, constructing, repairing, cleaning,
28 decorating, altering, or improving of structures or machinery and
29 equipment, or tangible personal property that becomes an ingredient or
30 component of structures or machinery and equipment, integral and
31 necessary for the conversion of landfill methane gas to a liquid fuel
32 for use in motor vehicles.

33 (2) The provisions of this chapter do not apply to charges made for
34 labor and services rendered in respect to installing, repairing,
35 cleaning, altering, or improving vehicles including new parts, repair
36 parts, and replacement parts, integral and necessary for the conversion

1 to operate the vehicles on liquid fuel converted from landfill methane
2 gas.

3 (3) For the purposes of this section "machinery and equipment"
4 means industrial fixtures, devices, and support facilities and tangible
5 personal property that becomes an ingredient or component thereof,
6 including repair parts and replacement parts that are integral and
7 necessary for the conversion of landfill methane gas into a liquid fuel
8 for use in motor vehicles.

9 (4) This section expires July 1, 2009.

10 NEW SECTION. **Sec. 4.** This act takes effect July 1, 2006.

--- END ---