
SUBSTITUTE HOUSE BILL 1604

State of Washington

63rd Legislature

2013 Regular Session

By House Finance (originally sponsored by Representatives Angel, Springer, Nealey, Blake, Orcutt, Smith, and Ryu)

READ FIRST TIME 03/01/13.

1 AN ACT Relating to reducing the frequency of local sales and use
2 tax changes; and amending RCW 82.14.055.

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

4 **Sec. 1.** RCW 82.14.055 and 2003 c 168 s 206 are each amended to
5 read as follows:

6 (1) Except as provided in subsections (2), (3), and (4) of this
7 section, a local sales and use tax change (~~shall~~) may take effect (a)
8 no sooner than seventy-five days after the department receives notice
9 of the change and (b) only on the first day of January, April, or
10 July(~~, or October~~)).

11 (2) In the case of a local sales and use tax that is a credit
12 against the state sales tax or use tax, a local sales and use tax
13 change (~~shall~~) may take effect (a) no sooner than thirty days after
14 the department receives notice of the change and (b) only on the first
15 day of a month.

16 (3)(a) A local sales and use tax rate increase imposed on services
17 applies to the first billing period starting on or after the effective
18 date of the increase.

1 (b) A local sales and use tax rate decrease imposed on services
2 applies to bills rendered on or after the effective date of the
3 decrease.

4 (c) For the purposes of this subsection (3), "services" means
5 retail services such as installing and constructing and retail services
6 such as telecommunications, but does not include services such as
7 tattooing.

8 (4) For the purposes of this section, "local sales and use tax
9 change" means enactment or revision of local sales and use taxes under
10 this chapter or any other statute, including changes resulting from
11 referendum or annexation.

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