
HOUSE BILL 1841

State of Washington

67th Legislature

2022 Regular Session

By Representatives Walen, Springer, Goodman, Shewmake, Wylie, Slatter, Duerr, Riccelli, and Ormsby

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1 AN ACT Relating to incentivizing rental of accessory dwelling
2 units to low-income households; amending RCW 84.36.400; and creating
3 new sections.

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

5 **Sec. 1.** RCW 84.36.400 and 2020 c 204 s 1 are each amended to
6 read as follows:

7 ~~((Any physical))~~ (1) Physical improvements to single-family
8 dwellings upon real property ~~((, including constructing an))~~ are
9 exempt from taxation as follows:

10 (a) Any physical improvement is exempt for the three assessment
11 years after the completion of the improvement to the extent that the
12 improvement represents 30 percent or less of the value of the
13 original structure; and

14 (b) An accessory dwelling unit, whether attached to or within the
15 single-family dwelling or as a detached unit on the same real
16 property, ~~((shall be))~~ to the extent that the improvement represents
17 30 percent or less of the value of the original structure, is exempt
18 from taxation for ~~((the))~~:

19 (i) The three assessment years subsequent to the completion of
20 the improvement ~~((to the extent that the improvement represents~~
21 thirty percent or less of the value of the original structure)); and

1 (ii) The duration of time that the accessory dwelling unit is
2 rented to a low-income household as defined in RCW 36.70A.030 that is
3 verified by the city or the county where the real property resides.

4 ((A)) (2) If the exemption is being sought for a planned
5 improvement, a taxpayer desiring to obtain the exemption granted by
6 this section must file notice of his or her intention to construct
7 the improvement prior to the improvement being made on forms
8 prescribed by the department of revenue and furnished to the taxpayer
9 by the county assessor: PROVIDED, That this exemption cannot be
10 claimed more than once in a five-year period.

11 The department of revenue shall promulgate such rules and
12 regulations as are necessary and convenient to properly administer
13 the provisions of this section, including necessary verification and
14 monitoring requirements, by December 31, 2022.

15 NEW SECTION. **Sec. 2.** The provisions of RCW 82.32.805 and
16 82.32.808 do not apply to this act.

17 NEW SECTION. **Sec. 3.** This act applies to taxes levied for
18 collection in 2023 and thereafter.

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