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**HOUSE BILL 1587**

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**State of Washington**

**68th Legislature**

**2023 Regular Session**

**By** Representatives Shavers and Lekanoff

Read first time 01/25/23. Referred to Committee on Regulated Substances & Gaming.

1 AN ACT Relating to a spirits tax exemption on spirits purchased  
2 on military bases for use as fund-raising prizes by veterans' service  
3 organizations; adding a new section to chapter 82.08 RCW; and  
4 creating a new section.

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

6 NEW SECTION. **Sec. 1.** A new section is added to chapter 82.08  
7 RCW to read as follows:

8 (1) Beginning January 1, 2024, the tax levied by RCW 82.08.150  
9 does not apply to sales of spirits purchased on a military base by a  
10 Washington veterans' service organization that is used as a fund-  
11 raising prize for a veterans' service organization fund-raising  
12 event.

13 (2) For purposes of this section, "veterans' service  
14 organization" means a nonprofit entity whose principal focus is  
15 raising funds to assist veterans of the armed forces of the United  
16 States and meets at least one of the following criteria:

17 (a) An organization exempt from tax under section 501(c) (3),  
18 (4), or (10) of the internal revenue code;

19 (b) A nonprofit organization that would qualify under (a) of this  
20 subsection except that it is not organized as a nonprofit  
21 corporation; or

1 (c) A nonprofit organization if:

2 (i) The members, stockholders, officers, directors, or trustees  
3 of the organization do not receive any part of the organization's  
4 gross income, except as payment for services rendered; and

5 (ii) The compensation received by any person for services  
6 rendered to the organization does not exceed an amount reasonable  
7 under the circumstances.

8 NEW SECTION. **Sec. 2.** RCW 82.32.805 and 82.32.808 do not apply  
9 to this act.

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