
HOUSE BILL 1179

State of Washington

69th Legislature

2025 Regular Session

By Representatives Volz, Leavitt, Low, Schmidt, Graham, Shavers, Couture, Callan, Barkis, Caldier, Rule, Schmick, Nance, and Richards

Prefiled 01/07/25. Read first time 01/13/25. Referred to Committee on Finance.

1 AN ACT Relating to providing a property tax valuation freeze for
2 senior citizens and disabled veterans; amending RCW 84.36.381; and
3 creating a new section.

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

5 **Sec. 1.** RCW 84.36.381 and 2023 c 147 s 1 are each amended to
6 read as follows:

7 A person is exempt from any legal obligation to pay all or a
8 portion of the amount of excess and regular real property taxes due
9 and payable in the year following the year in which a claim is filed,
10 and thereafter, in accordance with the following:

11 (1) (a) The property taxes must have been imposed upon a residence
12 which was occupied by the person claiming the exemption as a
13 principal place of residence as of the time of filing. However, any
14 person who sells, transfers, or is displaced from his or her
15 residence may transfer his or her exemption status to a replacement
16 residence, but no claimant may receive an exemption on more than one
17 residence in any year. Moreover, confinement of the person to a
18 hospital, nursing home, assisted living facility, adult family home,
19 or home of a relative for the purpose of long-term care does not
20 disqualify the claim of exemption if:

21 (i) The residence is temporarily unoccupied;

1 (ii) The residence is occupied by a spouse or a domestic partner
2 and/or a person financially dependent on the claimant for support; or

3 (iii) The residence is rented for the purpose of paying nursing
4 home, hospital, assisted living facility, or adult family home costs.

5 (b) For the purpose of this subsection (1), "relative" means any
6 individual related to the claimant by blood, marriage, or adoption;

7 (2) The person claiming the exemption must have owned, at the
8 time of filing, in fee, as a life estate, or by contract purchase,
9 the residence on which the property taxes have been imposed or if the
10 person claiming the exemption lives in a cooperative housing
11 association, corporation, or partnership, such person must own a
12 share therein representing the unit or portion of the structure in
13 which he or she resides. For purposes of this subsection, a residence
14 owned by a marital community or state registered domestic partnership
15 or owned by cotenants is deemed to be owned by each spouse or each
16 domestic partner or each cotenant, and any lease for life is deemed a
17 life estate;

18 (3) (a) The person claiming the exemption must be:

19 (i) Sixty-one years of age or older on December 31st of the year
20 in which the exemption claim is filed, or must have been, at the time
21 of filing, retired from regular gainful employment by reason of
22 disability; or

23 (ii) A veteran of the armed forces of the United States entitled
24 to and receiving compensation from the United States department of
25 veterans affairs at:

26 (A) A combined service-connected evaluation rating of 80 percent
27 or higher; or

28 (B) A total disability rating for a service-connected disability
29 without regard to evaluation percent.

30 (b) However, any surviving spouse or surviving domestic partner
31 of a person who was receiving an exemption at the time of the
32 person's death will qualify if the surviving spouse or surviving
33 domestic partner is 57 years of age or older and otherwise meets the
34 requirements of this section;

35 (4) (a) The amount that the person is exempt from an obligation to
36 pay is calculated on the basis of combined disposable income, as
37 defined in RCW 84.36.383.

38 (b) If the person claiming the exemption was retired for two
39 months or more of the assessment year, the combined disposable income
40 of such person must be calculated by multiplying the average monthly

1 combined disposable income of such person during the months such
2 person was retired by 12.

3 (c) If the income of the person claiming exemption is reduced for
4 two or more months of the assessment year by reason of the death of
5 the person's spouse or the person's domestic partner, or when other
6 substantial changes occur in disposable income that are likely to
7 continue for an indefinite period of time, the combined disposable
8 income of such person must be calculated by multiplying the average
9 monthly combined disposable income of such person after such
10 occurrences by 12.

11 (d)(i) If the income of the person claiming the exemption
12 increases as a result of a cost-of-living adjustment to social
13 security benefits or supplemental security income in an amount that
14 would disqualify the applicant from eligibility, the applicant is not
15 disqualified but instead maintains eligibility.

16 (ii) The continued eligibility under this subsection applies to
17 applications for property taxes levied for collection in calendar
18 year 2024.

19 (e) If it is necessary to estimate income to comply with this
20 subsection (4), the assessor may require confirming documentation of
21 such income prior to May 31st of the year following application;

22 (5)(a) A person who otherwise qualifies under this section and
23 has a combined disposable income equal to or less than income
24 threshold 3 is exempt from all excess property taxes, the additional
25 state property tax imposed under RCW 84.52.065(2), and the portion of
26 the regular property taxes authorized pursuant to RCW 84.55.050 and
27 approved by the voters, if the legislative authority of the county or
28 city imposing the additional regular property taxes identified this
29 exemption in the ordinance placing the RCW 84.55.050 measure on the
30 ballot; and

31 (b)(i) A person who otherwise qualifies under this section and
32 has a combined disposable income equal to or less than income
33 threshold 2 but greater than income threshold 1 is exempt from all
34 regular property taxes on the greater of \$50,000 or 35 percent of the
35 valuation of his or her residence, but not to exceed \$70,000 of the
36 valuation of his or her residence; or

37 (ii) A person who otherwise qualifies under this section and has
38 a combined disposable income equal to or less than income threshold 1
39 is exempt from all regular property taxes on the greater of \$60,000
40 or 60 percent of the valuation of his or her residence;

1 (6) (a) For a person who otherwise qualifies under this section
2 ~~((and has a combined disposable income equal to or less than income~~
3 ~~threshold 3)), regardless of income level, the valuation of the~~
4 residence is the assessed value of the residence on the later of
5 January 1, 1995, or January 1st of the assessment year the person
6 first qualifies under this section. ~~((If the person subsequently~~
7 ~~fails to qualify under this section only for one year because of high~~
8 ~~income, this same valuation must be used upon requalification.)) If~~
9 the person fails to qualify for more than one year in succession
10 ~~((because of high income or fails to qualify)) for any ((other))~~
11 reason, the valuation upon requalification is the assessed value on
12 January 1st of the assessment year in which the person requalifies.
13 If the person transfers the exemption under this section to a
14 different residence, the valuation of the different residence is the
15 assessed value of the different residence on January 1st of the
16 assessment year in which the person transfers the exemption.

17 (b) In no event may the valuation under this subsection be
18 greater than the true and fair value of the residence on January 1st
19 of the assessment year.

20 (c) This subsection does not apply to subsequent improvements to
21 the property in the year in which the improvements are made.
22 Subsequent improvements to the property must be added to the value
23 otherwise determined under this subsection at their true and fair
24 value in the year in which they are made.

25 NEW SECTION. **Sec. 2.** This act applies to taxes levied for
26 collection in 2026 and thereafter.

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