
HOUSE BILL 1506

State of Washington

69th Legislature

2025 Regular Session

By Representatives Walen, Ormsby, and Scott

Read first time 01/22/25. Referred to Committee on Finance.

1 AN ACT Relating to imposing a business and occupation tax on
2 state-chartered credit unions that merge with a commercial bank; and
3 amending RCW 82.04.405.

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

5 **Sec. 1.** RCW 82.04.405 and 1998 c 311 s 4 are each amended to
6 read as follows:

7 ~~((This))~~ (1) Except as provided in subsection (2) of this
8 section, this chapter shall not apply to the gross income of credit
9 unions organized under the laws of this state, any other state, or
10 the United States.

11 (2) Beginning October 1, 2025, if a credit union organized under
12 the laws of this state merges or acquires a bank that is regulated by
13 the department of financial institutions, the credit union no longer
14 qualifies for the exemption from business and occupation tax in
15 subsection (1) of this section and is subject to tax equal to the
16 gross income of the credit union, multiplied by 1.2 percent.

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