
HOUSE BILL 1622

State of Washington

52nd Legislature

1991 Regular Session

By Representatives Franklin, Paris, Nelson, Moyer, Pruitt, Wood, Prentice, Winsley, Cole, Ogden, Wineberry, Zellinsky, R. Meyers, Jones, Roland, Locke, Wilson, R. Johnson, Leonard, Haugen, Inslee and Anderson.

Read first time February 4, 1991. Referred to Committee on Housing.

1 AN ACT Relating to funding for the housing trust fund; and amending
2 RCW 82.04.4292.

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

4 **Sec. 1.** RCW 82.04.4292 and 1980 c 37 s 12 are each amended to read
5 as follows:

6 (1) In computing tax there may be deducted from the measure of tax
7 by those engaged in banking, loan, security, or other financial
8 businesses, amounts derived from interest received on investments or
9 loans made on or before December 31, 1991, and primarily secured by
10 first mortgages or trust deeds on nontransient residential properties.

11 (2) In computing tax there may be deducted from the measure of tax
12 by those engaged in banking, loan, security, or other financial
13 businesses, amounts derived from interest received on loans made after
14 December 31, 1991, secured by a first mortgage or trust deed, and
15 occupied by a qualified first-time homebuyer. In order to meet the

1 requirements of a qualified first-time homebuyer: (a) The property
2 must be a single-family residence and located in the state of
3 Washington; (b) the purchaser must not have had an ownership interest
4 in his or her principal residence at any time during a three-year
5 period prior to the date the mortgage is executed; (c) the purchase
6 price of the residence must not exceed ninety percent of the average
7 area purchase price for a twelve-month period prior to the date the
8 mortgage is executed; and (d) the purchaser's family income must be at
9 or below one hundred fifteen percent of the area median income, based
10 on household size, for the county where the property is located.

11 (3) The amounts derived from the tax on interest received on loans
12 previously exempted by subsection (1) of this section but not exempted
13 under subsection (2) of this section shall be deposited into the
14 Washington housing trust fund created by RCW 43.185.030.