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SENATE BILL 6415

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State of Washington                      55th Legislature                      1998 Regular Session

By Senators Hale, Loveland and Oke

Read first time 01/19/98. Referred to Committee on Ways & Means.

1            AN ACT Relating to taxation of neighborhood recreational  
2 organizations; adding a new section to chapter 82.04 RCW; adding a new  
3 section to chapter 82.08 RCW; and adding a new section to chapter 82.12  
4 RCW.

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

6            NEW SECTION.    **Sec. 1.** A new section is added to chapter 82.04 RCW  
7 to read as follows:

8            (1) In computing tax due under this chapter, there may be deducted  
9 from the measure of tax all amounts received by a nonprofit  
10 neighborhood recreational organization:

11            (a) As membership fees or dues, irrespective of the fact that the  
12 payment of the membership fees or dues to the organization might  
13 entitle its members, in addition to other rights or privileges, to use  
14 the organization's facilities; and

15            (b) From members of the organization for recreational services  
16 provided by the organization or for the use of the organization's  
17 recreational facilities.

18            (2) For the purposes of this section, "nonprofit neighborhood  
19 recreational organization" means a nonprofit organization engaged in

1 providing recreational, swimming pool, and tennis court facilities to  
2 members who share ownership of the facilities.

3 NEW SECTION. **Sec. 2.** A new section is added to chapter 82.08 RCW  
4 to read as follows:

5 (1) The tax imposed by RCW 82.08.020 does not apply to sales by a  
6 nonprofit neighborhood recreational organization of:

7 (a) Membership fees or dues, irrespective of the fact that the  
8 payment of the membership fees or dues to the organization might  
9 entitle its members, in addition to other rights or privileges, to use  
10 the organization's facilities; and

11 (b) Recreational services provided by the organization or for the  
12 use of the organization's recreational facilities, to members of the  
13 organization.

14 (2) For the purposes of this section, "nonprofit neighborhood  
15 recreational organization" means a nonprofit organization engaged in  
16 providing recreational, swimming pool, and tennis court facilities to  
17 members who share ownership of the facilities.

18 NEW SECTION. **Sec. 3.** A new section is added to chapter 82.12 RCW  
19 to read as follows:

20 (1) The provisions of this chapter do not apply in respect to the  
21 use of the following items provided by a nonprofit neighborhood  
22 recreational organization:

23 (a) Membership fees or dues, irrespective of the fact that the  
24 payment of the membership fees or dues to the organization might  
25 entitle its members, in addition to other rights or privileges, to use  
26 the organization's facilities; and

27 (b) Recreational services provided by the organization or for the  
28 use of the organization's recreational facilities, to members of the  
29 organization.

30 (2) For the purposes of this section, "nonprofit neighborhood  
31 recreational organization" means a nonprofit organization engaged in  
32 providing recreational, swimming pool, and tennis court facilities to  
33 members who share ownership of the facilities.

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