

CERTIFICATION OF ENROLLMENT

**SENATE BILL 5857**

Chapter 86, Laws of 2005

59th Legislature  
2005 Regular Session

TAXATION--NONPROFIT COMMUNITY HEALTH CENTERS

EFFECTIVE DATE: 8/1/05

Passed by the Senate March 15, 2005  
YEAS 46 NAYS 0

BRAD OWEN

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**President of the Senate**

Passed by the House April 5, 2005  
YEAS 94 NAYS 0

FRANK CHOPP

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**Speaker of the House of Representatives**

Approved April 18, 2005.

CERTIFICATE

I, Thomas Hoemann, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SENATE BILL 5857** as passed by the Senate and the House of Representatives on the dates hereon set forth.

THOMAS HOEMANN

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**Secretary**

FILED

April 18, 2005 - 2:12 p.m.

CHRISTINE GREGOIRE

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**Governor of the State of Washington**

**Secretary of State  
State of Washington**

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SENATE BILL 5857

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Passed Legislature - 2005 Regular Session

State of Washington                      59th Legislature                      2005 Regular Session

By Senators Prentice and Kohl-Welles

Read first time 02/10/2005. Referred to Committee on Ways & Means.

1            AN ACT Relating to the business and occupation taxation of  
2 nonprofit community health centers; amending RCW 82.04.4311; and  
3 providing an effective date.

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

5            **Sec. 1.** RCW 82.04.4311 and 2002 c 314 s 2 are each amended to read  
6 as follows:

7            (1) A public hospital that is owned by a municipal corporation or  
8 political subdivision, or a nonprofit hospital, or a nonprofit  
9 community health center, or a network of nonprofit community health  
10 centers, that qualifies as a health and social welfare organization as  
11 defined in RCW 82.04.431, may deduct from the measure of tax amounts  
12 received as compensation for health care services covered under the  
13 federal medicare program authorized under Title XVIII of the federal  
14 social security act; medical assistance, children's health, or other  
15 program under chapter 74.09 RCW; or for the state of Washington basic  
16 health plan under chapter 70.47 RCW. The deduction authorized by this  
17 section does not apply to amounts received from patient copayments or  
18 patient deductibles.

1       (2) As used in this section, "community health center" means a  
2 federally qualified health center as defined in 42 U.S.C. 1396d as  
3 existing on the effective date of this act.

4       NEW SECTION. Sec. 2. This act takes effect August 1, 2005.  
Passed by the Senate March 15, 2005.  
Passed by the House April 5, 2005.  
Approved by the Governor April 18, 2005.  
Filed in Office of Secretary of State April 18, 2005.