CERTIFICATION OF ENROLLMENT

HOUSE BILL 1915

Chapter 208, Laws of 2005

59th Legislature 2005 Regular Session

INDIAN TRIBES--CIGARETTE TAX CONTRACTS

EFFECTIVE DATE: 7/24/05

Passed by the House March 10, 2005 Yeas 96 Nays 0

FRANK CHOPP

Speaker of the House of Representatives

Passed by the Senate April 11, 2005 Yeas 44 Nays 0

BRAD OWEN

President of the Senate

Approved April 28, 2005.

CERTIFICATE

I, Richard Nafziger, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **HOUSE BILL 1915** as passed by the House of Representatives and the Senate on the dates hereon set forth.

RICHARD NAFZIGER

Chief Clerk

FILED

April 28, 2005 - 1:15 p.m.

CHRISTINE GREGOIRE

Governor of the State of Washington

Secretary of State State of Washington

HOUSE BILL 1915

Passed Legislature - 2005 Regular Session

State of Washington 59th Legislature 2005 Regular Session

By Representatives McIntire, Conway, Clements, McCoy, Williams and Chase; by request of Department of Revenue

Read first time 02/10/2005. Referred to Committee on Finance.

1 AN ACT Relating to adding additional tribes with whom the governor 2 may contract with under RCW 43.06.460; and amending RCW 43.06.460.

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

4 **Sec. 1.** RCW 43.06.460 and 2003 c 236 s 1 are each amended to read 5 as follows:

The governor is authorized to enter into cigarette tax 6 (1) 7 contracts with the Squaxin Island Tribe, the Nisqually Tribe, Tulalip 8 Tribes, the Muckleshoot Indian Tribe, the Quinault Nation, the 9 Jamestown S'Klallam Indian Tribe, the Port Gamble S'Klallam Tribe, the 10 Stillaguamish Tribe, the Sauk-Suiattle Tribe, the Skokomish Indian Tribe, the Yakama Nation, the Suquamish Tribe, the Nooksack Indian 11 Tribe, the Lummi Nation, the Chehalis Confederated Tribes, the Upper 12 Skagit Tribe, the Snoqualmie Tribe, the Swinomish Tribe, the Samish 13 Indian Nation, the Quileute Tribe, ((and)) the Kalispel Tribe, the 14 15 Confederated Tribes of the Colville Reservation, the Cowlitz Indian 16 Tribe, the Lower Elwha Klallam Tribe, and the Makah Tribe. Each contract adopted under this section shall provide that the tribal 17 cigarette tax rate be one hundred percent of the state cigarette and 18 19 state and local sales and use taxes within three years of enacting the

tribal tax and shall be set no lower than eighty percent of the state 1 2 cigarette and state and local sales and use taxes during the three-year phase-in period. The three-year phase-in period shall be shortened by 3 three months each quarter the number of cartons of nontribal 4 manufactured cigarettes is at least ten percent or more than the 5 quarterly average number of cartons of nontribal manufactured 6 cigarettes from the six-month period preceding the imposition of the 7 tribal tax under the contract. Sales at a retailer operation not in 8 existence as of the date a tribal tax under this section is imposed are 9 subject to the full rate of the tribal tax under the contract. 10 The tribal cigarette tax is in lieu of the state cigarette and state and 11 local sales and use taxes, as provided in RCW 43.06.455(3). 12

13 (2) A cigarette tax contract under this section is subject to RCW14 43.06.455.

Passed by the House March 10, 2005. Passed by the Senate April 11, 2005. Approved by the Governor April 28, 2005. Filed in Office of Secretary of State April 28, 2005.