

SSB 5986 - S AMD TO S AMD (S-6162.2) 359  
By Senator Tom

1 On page 6, after line 15, insert the following:

2 "NEW SECTION. **Sec. 3.** A new section is added to chapter 82.02 RCW  
3 to read as follows:

4 (1) A tax equal to ten percent is imposed on the adjusted gross  
5 income of a professional athlete derived from Washington sources in  
6 compensation for professional athletic labor or services.

7 (2) "Professional athlete" means:

8 (a) A resident or nonresident athlete who renders labor or services  
9 to a professional athletic team that plays in a sports facility  
10 financed with ten percent or more public funds; and

11 (b) A resident or nonresident athlete who has a gross annual income  
12 that is ten times the first-year base salary of a public school teacher  
13 in Washington state.

14 (3) "Adjusted gross income" means adjusted gross income as  
15 determined under the United States internal revenue code of 1986 and  
16 amendments thereto, as existing and in effect on January 1, 2007.

17 (4) A resident professional athlete is allowed a credit against the  
18 tax imposed under this act for the amount of any income tax imposed by  
19 another state or foreign country, or political subdivision of the state  
20 or foreign country, on income taxed under this act.

21 (5) The tax on a nonresident professional athlete is determined by  
22 using a fraction in which the denominator contains the total number of  
23 days in which the individual is under a duty to perform for the  
24 professional athletic employer, and the numerator is the total number  
25 of those days spent in Washington.

26 (6) The athletic public facilities account is created in the state  
27 treasury. All receipts from the tax imposed under this section shall  
28 be deposited in the account. Moneys in the account may be spent only  
29 after appropriation. Expenditures from the account may be used for the  
30 support of public sports facilities.

31 (7) No taxes other than the income tax collected under this section  
32 may be used to fund, finance, operate, or maintain a public stadium or  
33 sports facility."

1       Renumber the sections consecutively and correct any internal  
2 references accordingly.

--- END ---

**EFFECT:** A tax equal to ten percent is imposed on the adjusted gross income of a professional athlete derived from Washington sources in compensation for professional athletic labor or services.