

CERTIFICATION OF ENROLLMENT

HOUSE BILL 1884

Chapter 390, Laws of 1993

(partial veto)

53rd Legislature
1993 Regular Session

NONPROFIT ORGANIZATIONS PROVIDING CREDIT SERVICES--BUSINESS
AND OCCUPATION TAX EXEMPTION

EFFECTIVE DATE: 7/25/93

Passed by the House March 17, 1993
Yeas 93 Nays 4

BRIAN EBERSOLE

**Speaker of the
House of Representatives**

Passed by the Senate April 8, 1993
Yeas 40 Nays 4

R. LORRAINE WOJAHN

President of the Senate

Approved May 15, 1993, with the
exception of section 2, which is
vetoed.

MIKE LOWRY

Governor of the State of Washington

CERTIFICATE

I, Alan Thompson, Chief Clerk of the
House of Representatives of the State
of Washington, do hereby certify that
the attached is **HOUSE BILL 1884** as
passed by the House of Representatives
and the Senate on the dates hereon set
forth.

ALAN THOMPSON

Chief Clerk

FILED

May 15, 1993 - 11:31 a.m.

**Secretary of State
State of Washington**

HOUSE BILL 1884

Passed Legislature - 1993 Regular Session

State of Washington 53rd Legislature 1993 Regular Session

By Representatives Holm, G. Fisher, Edmondson, Kremen and Rayburn

Read first time 02/15/93. Referred to Committee on Revenue.

1 AN ACT Relating to nonprofit organizations providing credit
2 services; adding a new section to chapter 82.04 RCW; and creating a new
3 section.

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

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

7 This chapter does not apply to nonprofit organizations in respect
8 to amounts derived from provision of the following services:

9 (1) Presenting individual and community credit education programs
10 including credit and debt counseling;

11 (2) Obtaining creditor cooperation allowing a debtor to repay debt
12 in an orderly manner;

13 (3) Establishing and administering negotiated repayment programs
14 for debtors; or

15 (4) Providing advice or assistance to a debtor with regard to
16 subsection (1), (2), or (3) of this section.

17 ****NEW SECTION. Sec. 2. (1) Nothing in section 1 of this act may be***
18 ***construed to imply that a person exempt from tax under this section was***

1 *engaged in a business activity taxable under this chapter prior to the*
2 *introduction or enactment of this act.*

3 *(2) This act shall be applied retroactively.*

4 *Sec. 2 was vetoed, see message at end of chapter.

Passed the House March 17, 1993.

Passed the Senate April 8, 1993.

Approved by the Governor May 15, 1993, with the exception of
certain items which were vetoed.

Filed in Office of Secretary of State May 15, 1993.

1 Note: Governor's explanation of partial veto is as follows:

2 "I am returning herewith, without my approval as to section 2,
3 House Bill No. 1884, entitled:

4 "AN ACT Relating to nonprofit organizations providing credit
5 services,"

6 House Bill No. 1884 provides a B & O tax exemption for certain
7 nonprofit corporations providing credit services. Section 2 of the
8 bill contains an inappropriate and potentially costly retroactivity
9 clause. Applying this exemption retroactively is unfair to taxpayers
10 who have complied with the existing law by paying their taxes
11 accurately and in a timely manner. Further, it encourages taxpayers to
12 delay paying lawful taxes in the hope of future legislative exemption.
13 I have, therefore, vetoed section 2 of House Bill No. 1884.

14 With the exception of section 2, House Bill No. 1884 is approved."