

2 **SHB 2590** - S AMD to S COMM AMD (S5808.1) - 300

3 By Senators Rinehart and Snyder

4 ADOPTED 3/7/96

5 On page 5 of the amendment, after line 4, strike all of section 2
6 and insert the following:

7 **"Sec. 2.** RCW 82.04.260 and 1995 2nd sp.s. c 12 s 1 and 1995 2nd
8 sp.s. c 6 s 1 are each reenacted and amended to read as follows:

9 (1) Upon every person engaging within this state in the business of
10 buying wheat, oats, dry peas, dry beans, lentils, triticale, canola,
11 corn, rye and barley, but not including any manufactured or processed
12 products thereof, and selling the same at wholesale; the tax imposed
13 shall be equal to the gross proceeds derived from such sales multiplied
14 by the rate of 0.011 percent.

15 (2) Upon every person engaging within this state in the business of
16 manufacturing wheat into flour, barley into pearl barley, soybeans into
17 soybean oil, canola into canola oil, canola meal, or canola byproducts,
18 or sunflower seeds into sunflower oil; as to such persons the amount of
19 tax with respect to such business shall be equal to the value of the
20 flour, pearl barley, oil, canola meal, or canola byproduct
21 manufactured, multiplied by the rate of 0.138 percent.

22 (3) Upon every person engaging within this state in the business of
23 splitting or processing dried peas; as to such persons the amount of
24 tax with respect to such business shall be equal to the value of the
25 peas split or processed, multiplied by the rate of 0.275 percent.

26 (4) Upon every person engaging within this state in the business of
27 manufacturing seafood products which remain in a raw, raw frozen, or
28 raw salted state at the completion of the manufacturing by that person;
29 as to such persons the amount of tax with respect to such business
30 shall be equal to the value of the products manufactured, multiplied by
31 the rate of 0.138 percent.

32 (5) Upon every person engaging within this state in the business of
33 manufacturing by canning, preserving, freezing or dehydrating fresh
34 fruits and vegetables; as to such persons the amount of tax with
35 respect to such business shall be equal to the value of the products

1 canned, preserved, frozen or dehydrated multiplied by the rate of 0.33
2 percent.

3 (6) Upon every nonprofit corporation and nonprofit association
4 engaging within this state in research and development, as to such
5 corporations and associations, the amount of tax with respect to such
6 activities shall be equal to the gross income derived from such
7 activities multiplied by the rate of 0.484 percent.

8 (7) Upon every person engaging within this state in the business of
9 slaughtering, breaking and/or processing perishable meat products and/
10 or selling the same at wholesale only and not at retail; as to such
11 persons the tax imposed shall be equal to the gross proceeds derived
12 from such sales multiplied by the rate of 0.138 percent.

13 (8) Upon every person engaging within this state in the business of
14 making sales, at retail or wholesale, of nuclear fuel assemblies
15 manufactured by that person, as to such persons the amount of tax with
16 respect to such business shall be equal to the gross proceeds of sales
17 of the assemblies multiplied by the rate of 0.275 percent.

18 (9) Upon every person engaging within this state in the business of
19 manufacturing nuclear fuel assemblies, as to such persons the amount of
20 tax with respect to such business shall be equal to the value of the
21 products manufactured multiplied by the rate of 0.275 percent.

22 (10) Upon every person engaging within this state in the business
23 of acting as a travel agent or tour operator; as to such persons the
24 amount of the tax with respect to such activities shall be equal to the
25 gross income derived from such activities multiplied by the rate of
26 0.275 percent.

27 (11) Upon every person engaging within this state in business as an
28 international steamship agent, international customs house broker,
29 international freight forwarder, vessel and/or cargo charter broker in
30 foreign commerce, and/or international air cargo agent; as to such
31 persons the amount of the tax with respect to only international
32 activities shall be equal to the gross income derived from such
33 activities multiplied by the rate of 0.363 percent.

34 (12) Upon every person engaging within this state in the business
35 of stevedoring and associated activities pertinent to the movement of
36 goods and commodities in waterborne interstate or foreign commerce; as
37 to such persons the amount of tax with respect to such business shall
38 be equal to the gross proceeds derived from such activities multiplied
39 by the rate of 0.363 percent. Persons subject to taxation under this

1 subsection shall be exempt from payment of taxes imposed by chapter
2 82.16 RCW for that portion of their business subject to taxation under
3 this subsection. Stevedoring and associated activities pertinent to
4 the conduct of goods and commodities in waterborne interstate or
5 foreign commerce are defined as all activities of a labor, service or
6 transportation nature whereby cargo may be loaded or unloaded to or
7 from vessels or barges, passing over, onto or under a wharf, pier, or
8 similar structure; cargo may be moved to a warehouse or similar holding
9 or storage yard or area to await further movement in import or export
10 or may move to a consolidation freight station and be stuffed,
11 unstuffed, containerized, separated or otherwise segregated or
12 aggregated for delivery or loaded on any mode of transportation for
13 delivery to its consignee. Specific activities included in this
14 definition are: Wharfage, handling, loading, unloading, moving of
15 cargo to a convenient place of delivery to the consignee or a
16 convenient place for further movement to export mode; documentation
17 services in connection with the receipt, delivery, checking, care,
18 custody and control of cargo required in the transfer of cargo;
19 imported automobile handling prior to delivery to consignee; terminal
20 stevedoring and incidental vessel services, including but not limited
21 to plugging and unplugging refrigerator service to containers,
22 trailers, and other refrigerated cargo receptacles, and securing ship
23 hatch covers.

24 (13) Upon every person engaging within this state in the business
25 of disposing of low-level waste, as defined in RCW 43.145.010; as to
26 such persons the amount of the tax with respect to such business shall
27 be equal to the gross income of the business, excluding any fees
28 imposed under chapter 43.200 RCW, multiplied by the rate of 3.3
29 percent.

30 If the gross income of the taxpayer is attributable to activities
31 both within and without this state, the gross income attributable to
32 this state shall be determined in accordance with the methods of
33 apportionment required under RCW 82.04.460.

34 (14) Upon every person engaging within this state as an insurance
35 agent, insurance broker, or insurance solicitor licensed under chapter
36 48.17 RCW; as to such persons, the amount of the tax with respect to
37 such licensed activities shall be equal to the gross income of such
38 business multiplied by the rate of 0.55 percent.

1 (15) Upon every person engaging within this state in business as a
2 hospital, as defined in chapter 70.41 RCW, that is operated as a
3 nonprofit corporation or by the state or any of its political
4 subdivisions, as to such persons, the amount of tax with respect to
5 such activities shall be equal to the gross income of the business
6 multiplied by the rate of 0.75 percent through June 30, 1995, and 1.5
7 percent thereafter. The moneys collected under this subsection shall
8 be deposited in the health services account created under RCW
9 43.72.900."

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12 ADOPTED 3/7/96

13 On page 9, line 6 of the title amendment, strike "adding a new
14 section to chapter 82.04 RCW;" and insert "reenacting and amending RCW
15 82.04.260;"

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