

2 **SSB 5739** - S AMD - 461
3 By Senator Rinehart

4 ADOPTED 5/24/95

5 Strike everything after the enacting clause and insert the
6 following:

7 "**Sec. 1.** RCW 82.04.365 and 1979 ex.s. c 196 s 7 are each amended
8 to read as follows:

9 (1) This chapter does not apply to (~~amounts derived~~) the first
10 twenty thousand dollars received in a calendar year by a nonprofit
11 organization as a result of conducting or participating in a bazaar or
12 rummage sale if:

13 (a) The organization does not conduct or participate in more than
14 two bazaars or rummage sales per year; and

15 (b) Each bazaar or rummage sale does not extend over a period of
16 more than two days(~~and~~

17 ~~(c) The gross income received by each organization from each bazaar~~
18 ~~or rummage sale does not exceed one thousand dollars)).~~

19 (2) For purposes of this section, "nonprofit organization" means an
20 organization that meets all of the following criteria:

21 (a) The members, stockholders, officers, directors, or trustees of
22 the organization do not receive any part of the organization's gross
23 income, except as payment for services rendered;

24 (b) The compensation received by any person for services rendered
25 to the organization does not exceed an amount reasonable under the
26 circumstances; and

27 (c) The activities of the organization do not include a substantial
28 amount of political activity, including but not limited to influencing
29 legislation and participation in any campaign on behalf of any
30 candidate for political office.

31 NEW SECTION. **Sec. 2.** A new section is added to chapter 82.08 RCW
32 to read as follows:

33 The tax levied by RCW 82.08.020 does not apply to sales made by a
34 nonprofit organization if the gross income from the sales is exempt
35 under RCW 82.04.365.

1 NEW SECTION. **Sec. 3.** A new section is added to chapter 82.04 RCW
2 to read as follows:

3 This chapter does not apply to nonprofit organizations in respect
4 to amounts derived from the provision of child care resource and
5 referral services.

6 NEW SECTION. **Sec. 4.** This act is necessary for the immediate
7 preservation of the public peace, health, or safety, or support of the
8 state government and its existing public institutions, and shall take
9 effect July 1, 1995."

10 **SSB 5739** - S AMD - 461
11 By Senator Rinehart

ADOPTED 5/24/95

12
13 On page 1, line 1 of the title, after "organizations;" strike the
14 remainder of the title and insert "amending RCW 82.04.365; adding a new
15 section to chapter 82.08 RCW; adding a new section to chapter 82.04
16 RCW; providing an effective date; and declaring an emergency."

--- END ---