

1119-S

Sponsor(s): House Committee on Finance (originally sponsored by Representatives Schoesler, Gombosky, Ahern and Schindler)

Brief Description: Modifying the taxation of new and used motor vehicle sales.

HB 1119-S - DIGEST

(DIGEST AS ENACTED)

Declares that chapter 82.04 RCW does not apply to amounts received by a motor vehicle dealer licensed under chapter 46.70 RCW, or a dealer licensed by any other state, for the wholesale sale of used motor vehicles at auctions to licensed dealers.

Declares that chapter 82.04 RCW does not apply to amounts derived by a new car dealer from wholesale sales of new motor vehicles of the same make to other new car dealers where the sales enable the dealers to adjust their inventory levels as long as the amount paid by the purchasing dealer does not exceed the amount paid by the selling dealer in the acquisition of the vehicle, however, the selling dealer may add reasonable expenses for the preparation of the vehicle for sale or transfer.

Declares that, in the payment of the tax imposed by chapter 82.04 RCW on new motor vehicles sold to Washington customers that are delivered to the customer through courtesy dealers located in this state, the courtesy dealer is deemed to be the agent for the selling dealer in reporting and paying the tax imposed by this chapter, unless the selling dealer is already registered and reporting and remitting taxes under this chapter.