

CERTIFICATION OF ENROLLMENT
ENGROSSED SUBSTITUTE HOUSE BILL 1981

Chapter 182, Laws of 2007

60th Legislature
2007 Regular Session

FINANCIAL INFORMATION--ELECTRONIC DELIVERY--TAXATION

EFFECTIVE DATE: 08/01/07

Passed by the House March 13, 2007
Yeas 93 Nays 3

FRANK CHOPP

Speaker of the House of Representatives

Passed by the Senate April 9, 2007
Yeas 40 Nays 8

BRAD OWEN

President of the Senate

Approved April 21, 2007, 11:13 a.m.

CHRISTINE GREGOIRE

Governor of the State of Washington

CERTIFICATE

I, Richard Nafziger, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **ENGROSSED SUBSTITUTE HOUSE BILL 1981** as passed by the House of Representatives and the Senate on the dates hereon set forth.

RICHARD NAFZIGER

Chief Clerk

FILED

April 23, 2007

**Secretary of State
State of Washington**

ENGROSSED SUBSTITUTE HOUSE BILL 1981

Passed Legislature - 2007 Regular Session

State of Washington 60th Legislature 2007 Regular Session

By House Committee on Finance (originally sponsored by
Representatives Hunter, Conway, Orcutt, Anderson, Santos, Kessler,
Jarrett, Condotta and McIntire)

READ FIRST TIME 03/05/07.

1 AN ACT Relating to excise taxation of electronically delivered
2 financial information; adding a new section to chapter 82.08 RCW;
3 adding a new section to chapter 82.12 RCW; and providing an effective
4 date.

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

6 NEW SECTION. **Sec. 1.** A new section is added to chapter 82.08 RCW
7 to read as follows:

8 (1) The tax levied by RCW 82.08.020 shall not apply to sales of
9 electronically delivered standard financial information, if the sale is
10 to an investment management company or a financial institution.

11 (2) For purposes of this section and section 2 of this act, the
12 following definitions apply:

13 (a) "Financial institution" means a business within the scope of
14 chapter 82.14A RCW.

15 (b) "Investment management company" means an investment adviser
16 registered under the investment advisers act of 1940, as amended, that
17 is primarily engaged in providing investment management services to
18 collective investment funds. For purposes of this subsection (2)(b),
19 the definitions in RCW 82.04.293 apply.

1 (c)(i) "Standard financial information" means any collection of
2 financial data or facts, not generated or compiled for a specific
3 customer including, but not limited to, financial market data, bond
4 ratings, credit ratings, and deposit, loan, or mortgage reports. It
5 does not include reports furnished as part of a service described in
6 RCW 82.04.050(3).

7 (ii) For purposes of this subsection (2)(c), "financial market
8 data" means market pricing information, such as for securities,
9 commodities, and derivatives; corporate actions for publicly and
10 privately traded companies, such as dividend schedules and
11 reorganizations; corporate attributes, such as domicile, currencies
12 used, and exchange where shares are traded; and currency information.

13 NEW SECTION. **Sec. 2.** A new section is added to chapter 82.12 RCW
14 to read as follows:

15 The provisions of this chapter shall not apply with respect to the
16 use, by an investment management company or a financial institution, of
17 electronically delivered standard financial information.

18 NEW SECTION. **Sec. 3.** This act takes effect August 1, 2007.
Passed by the House March 13, 2007.
Passed by the Senate April 9, 2007.
Approved by the Governor April 21, 2007.
Filed in Office of Secretary of State April 23, 2007.