CERTIFICATION OF ENROLLMENT

**SENATE BILL 5337**

Chapter 188, Laws of 2019

66th Legislature

2019 Regular Session

SALES AND USE TAX EXEMPTION--POLITICAL SUBDIVISIONS--TRANSFER OF PERSONAL PROPERTY

EFFECTIVE DATE: July 28, 2019

|  |  |
| --- | --- |
| Passed by the Senate March 5, 2019  Yeas 48 Nays 0  KAREN KEISER  **President of the Senate**  Passed by the House April 16, 2019  Yeas 98 Nays 0  FRANK CHOPP  **Speaker of the House of Representatives** | CERTIFICATE  I, Brad Hendrickson, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SENATE BILL 5337** as passed by Senate and the House of Representatives on the dates hereon set forth.  BRAD HENDRICKSON  Secretary |
| Approved April 29, 2019 3:07 PM | April 30, 2019 |
| JAY INSLEE  **Governor of the State of Washington** | **Secretary of State**  **State of Washington** |

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**SENATE BILL 5337**

\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

Passed Legislature - 2019 Regular Session

**State of Washington 66th Legislature 2019 Regular Session**

**By** Senators Takko and Holy

AN ACT Relating to expanding a sales and use tax exemption for personal property sold between political subdivisions to include sales or uses of personal property as a result of a merger or sales or uses of personal property made under contractual consolidations in which the taxpayer that originally paid the sales or use tax continues to benefit from the personal property; amending RCW 82.08.0278 and 82.12.0274; creating a new section; and providing an expiration date.

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

**Sec.**  RCW 82.08.0278 and 1980 c 37 s 44 are each amended to read as follows:

The tax levied by RCW 82.08.020 ((~~shall~~)) does not apply to:

(1) Sales to one political subdivision by another political subdivision directly or indirectly arising out of or resulting from the annexation, merger, or incorporation of any part of the territory of one political subdivision by another; and

(2) Sales to one political subdivision by another political subdivision pursuant to the terms of a contractual consolidation under which the taxpayers that originally paid a sales or use tax continue to benefit from the personal property.

**Sec.**  RCW 82.12.0274 and 1980 c 37 s 72 are each amended to read as follows:

The provisions of this chapter ((~~shall~~)) do not apply in respect to:

(1) The use of the personal property of one political subdivision by another political subdivision directly or indirectly arising out of or resulting from the annexation, merger, or incorporation of any part of the territory of one political subdivision by another; and

(2) The use of the personal property of one political subdivision by another political subdivision pursuant to the terms of a contractual consolidation under which the taxpayers that originally paid a sales or use tax continue to benefit from the personal property.

NEW SECTION. **Sec.**  The provisions of RCW 82.32.808 do not apply to this act.

NEW SECTION. **Sec.**  This act expires January 1, 2030.

**--- END ---**

Passed by the Senate March 5, 2019.

Passed by the House April 16, 2019.

Approved by the Governor April 29, 2019.

Filed in Office of Secretary of State April 30, 2019.