

SHB 2167 - H AMD 877

By Representative Walsh

NOT ADOPTED 04/26/2019

1 On page 4, after line 21, insert the following:

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

4 (1) In computing the tax imposed under this chapter, a credit is
5 allowed for all taxes paid during the calendar year on interest
6 received by financial institutions for:

7 (a) Loans issued under the federal Community Reinvestment Act
8 under Title 12 U.S.C. 2901 et seq.;

9 (b) Loans issued to first-time homebuyers;

10 (c) Loans issued to low and moderate-income households that are
11 classified and reported under federal law as low and moderate-income
12 loans;

13 (d) Loans issued to small businesses with twenty million dollars
14 of annual revenue or less;

15 (e) Loans issued to small businesses with fifty or fewer
16 employees;

17 (f) Agricultural loans issued;

18 (g) Student loans issued;

19 (h) Women, minority, or veteran-owned business loans issued; and

20 (i) Affordable housing project loans issued.

21 (2) A person claiming the credit under this section is subject to
22 all the requirements of chapter 82.32 RCW. A credit earned during one
23 calendar year may be carried over to be credited against taxes
24 incurred in the subsequent calendar year, but may not be carried over
25 a second year. Credits carried over must be applied to tax liability
26 before new credits. No refunds may be granted for credits under this
27 section.

28 (3) A person claiming the credit provided in this section must
29 file a complete annual tax performance report with the department
30 under RCW 82.32.534.

1 NEW SECTION. **Sec. 4.** The provisions of RCW 82.32.805 and
2 82.32.808 do not apply to section 2 of this act."

3 Correct the title.

EFFECT: Provides a B&O credit for financial institutions on the interest received on certain loans.

--- **END** ---