

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**

Approved April 29, 2019 3:07 PM

JAY INSLEE

**Governor of the State of Washington**

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**

FILED

April 30, 2019

**Secretary of State  
State of Washington**

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SENATE BILL 5337

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Passed Legislature - 2019 Regular Session

State of Washington

66th Legislature

2019 Regular Session

By Senators Takko and Holy

1 AN ACT Relating to expanding a sales and use tax exemption for  
2 personal property sold between political subdivisions to include  
3 sales or uses of personal property as a result of a merger or sales  
4 or uses of personal property made under contractual consolidations in  
5 which the taxpayer that originally paid the sales or use tax  
6 continues to benefit from the personal property; amending RCW  
7 82.08.0278 and 82.12.0274; creating a new section; and providing an  
8 expiration date.

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

10 **Sec. 1.** RCW 82.08.0278 and 1980 c 37 s 44 are each amended to  
11 read as follows:

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

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

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

1       **Sec. 2.** RCW 82.12.0274 and 1980 c 37 s 72 are each amended to  
2 read as follows:

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

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

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

14       NEW SECTION.   **Sec. 3.** The provisions of RCW 82.32.808 do not  
15 apply to this act.

16       NEW SECTION.   **Sec. 4.** This act expires January 1, 2030.

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.

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