

CERTIFICATION OF ENROLLMENT

SUBSTITUTE SENATE BILL 6316

Chapter 281, Laws of 2024

68th Legislature
2024 Regular Session

STATE ROUTE NUMBER 520 CORRIDOR—SALES AND USE TAX DEFERRAL

EFFECTIVE DATE: March 26, 2024

Passed by the Senate March 7, 2024
Yeas 46 Nays 1

DENNY HECK

President of the Senate

Passed by the House March 6, 2024
Yeas 96 Nays 0

LAURIE JINKINS

**Speaker of the House of
Representatives**

Approved March 26, 2024 9:54 AM

JAY INSLEE

Governor of the State of Washington

CERTIFICATE

I, Sarah Bannister, Secretary of the Senate of the State of Washington, do hereby certify that the attached is **SUBSTITUTE SENATE BILL 6316** as passed by the Senate and the House of Representatives on the dates hereon set forth.

SARAH BANNISTER

Secretary

FILED

March 27, 2024

**Secretary of State
State of Washington**

SUBSTITUTE SENATE BILL 6316

AS AMENDED BY THE HOUSE

Passed Legislature - 2024 Regular Session

State of Washington **68th Legislature** **2024 Regular Session**

By Senate Transportation (originally sponsored by Senators Pedersen and King)

READ FIRST TIME 02/23/24.

1 AN ACT Relating to the state route number 520 corridor; adding a
2 new section to chapter 47.01 RCW; creating a new section; and
3 declaring an emergency.

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

5 NEW SECTION. **Sec. 1.** A new section is added to chapter 47.01
6 RCW to read as follows:

7 (1)(a) The department may apply for deferral of state and local
8 sales and use taxes on the site preparation for, the construction of,
9 the acquisition of any related machinery and equipment that will
10 become a part of, and the rental of equipment for use in, the state
11 route number 520 corridor improvements - west end project.

12 (b) The application must be made to the department of revenue in
13 a form and manner prescribed by the department of revenue. The
14 application must contain information regarding estimated or actual
15 costs, time schedules for completion and operation, and other
16 information required by the department of revenue. The department of
17 revenue shall approve the application within 60 days if it meets the
18 requirements of this section.

19 (2) The department of revenue shall issue a sales and use tax
20 deferral certificate for state and local sales and use taxes imposed
21 or authorized under chapters 82.08, 82.12, and 82.14 RCW and RCW

1 81.104.170 on the project. No new deferral certificates may be issued
2 once the project is operationally complete as described in subsection
3 (3) of this section.

4 (3) If the department is granted a tax deferral under this
5 section, the department must begin paying the deferred taxes in the
6 24th year after the date certified by the department of revenue as
7 the date on which the project is operationally complete. The project,
8 which completes corridor improvements between Interstate 5 and the
9 west high rise, is operationally complete under this section when the
10 department notifies the department of revenue in writing that all
11 projects qualifying for a deferral under this section are
12 operationally complete. The first payment is due on December 31st of
13 the 24th calendar year after the certified date, with subsequent
14 annual payments due on December 31st of the following nine years.
15 Each payment shall equal 10 percent of the deferred tax.

16 (4) The department of revenue may authorize an accelerated
17 repayment schedule upon request of the department granted a deferral
18 under this section.

19 (5) Interest shall not be charged on any taxes deferred under
20 this section for the period of deferral, although all other penalties
21 and interest applicable to delinquent excise taxes may be assessed
22 and imposed for delinquent payments under this section. The debt for
23 deferred taxes is not extinguished by insolvency or other failure of
24 any private entity granted a deferral under this section.

25 (6) Applications and any other information received by the
26 department of revenue under this section are not confidential and are
27 subject to disclosure. Chapter 82.32 RCW applies to the
28 administration of this section.

29 NEW SECTION. **Sec. 2.** The provisions of RCW 82.32.805 and
30 82.32.808 do not apply to section 1 of this act.

31 NEW SECTION. **Sec. 3.** This act is necessary for the immediate
32 preservation of the public peace, health, or safety, or support of
33 the state government and its existing public institutions, and takes
34 effect immediately.

Passed by the Senate March 7, 2024.
Passed by the House March 6, 2024.
Approved by the Governor March 26, 2024.

Filed in Office of Secretary of State March 27, 2024.

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