

CERTIFICATION OF ENROLLMENT  
**ENGROSSED SUBSTITUTE HOUSE BILL 1521**

Chapter 83, Laws of 2021

67th Legislature  
2021 Regular Session

STREAMLINED SALES AND USE TAX AGREEMENT—LOCAL SALES TAX MITIGATION  
PAYMENTS

EFFECTIVE DATE: July 1, 2021

Passed by the House March 3, 2021  
Yeas 97 Nays 0

LAURIE JINKINS

**Speaker of the House of  
Representatives**

Passed by the Senate April 6, 2021  
Yeas 44 Nays 5

DENNY HECK

**President of the Senate**

Approved April 16, 2021 10:38 AM

JAY INSLEE

**Governor of the State of Washington**

CERTIFICATE

I, Bernard Dean, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **ENGROSSED SUBSTITUTE HOUSE BILL 1521** as passed by the House of Representatives and the Senate on the dates hereon set forth.

BERNARD DEAN

**Chief Clerk**

FILED

April 16, 2021

**Secretary of State  
State of Washington**

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**ENGROSSED SUBSTITUTE HOUSE BILL 1521**

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Passed Legislature - 2021 Regular Session

**State of Washington                      67th Legislature                      2021 Regular Session**

**By** House Finance (originally sponsored by Representatives Entenman, Sullivan, Callan, Jacobsen, Taylor, Stokesbary, Gregerson, and Ormsby)

READ FIRST TIME 02/22/21.

1            AN ACT Relating to supporting warehousing and manufacturing job  
2 centers; adding new sections to chapter 82.14 RCW; creating a new  
3 section; providing an effective date; providing an expiration date;  
4 and declaring an emergency.

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

6            NEW SECTION.    **Sec. 1.**    The legislature recognizes that changes in  
7 sales tax sourcing laws created a significant negative fiscal impact  
8 on communities with a concentration of warehousing, manufacturing,  
9 and shipping. These communities are vital job centers to our state  
10 economy and are some of the most diverse communities in our state.

11           Furthermore, the infrastructure demands to support these  
12 industries are significant. The legislature hereby creates the  
13 warehousing and manufacturing job center assistance program to  
14 provide these communities with revenue to mitigate for the negative  
15 fiscal impact of changes in sales tax sourcing laws, and fund  
16 important infrastructure to maintain these key job centers.

17           NEW SECTION.    **Sec. 2.**    A new section is added to chapter 82.14  
18 RCW to read as follows:

19           (1) In order to mitigate local sales tax revenue net losses as a  
20 result of the sourcing provisions of the streamlined sales and use

1 tax agreement under this title, the state treasurer, on July 1, 2021,  
2 and each July 1st thereafter through July 1, 2026, must transfer into  
3 the manufacturing and warehousing job centers account from the  
4 general fund the sum required to provide mitigation payments to  
5 qualifying jurisdictions as described under this section.

6 (2) The department shall provide each qualified local taxing  
7 district a quarterly mitigation payment from the warehousing and  
8 manufacturing job center assistance program equal to the streamlined  
9 sales tax mitigation payment that was provided to that qualified  
10 local taxing district on June 30, 2020. Starting on July 1, 2022, the  
11 amount of the quarterly mitigation payment shall be reduced by 20  
12 percent of the previous year's payment for that same quarter.

13 (3) "Qualified local taxing district" means a city that received  
14 a quarterly streamlined sales tax mitigation payment from the state  
15 on June 30, 2020, of at least \$60,000.

16 (4) This section expires July 1, 2026.

17 NEW SECTION. **Sec. 3.** A new section is added to chapter 82.14  
18 RCW to read as follows:

19 The manufacturing and warehousing job centers account is created  
20 in the state treasury. All receipts from section 2 of this act must  
21 be deposited into the account. Moneys in the account may be spent  
22 only after appropriation. Expenditures from the account may be used  
23 only for the purpose of mitigating the negative fiscal impacts to  
24 local taxing jurisdictions as a result of the streamlined sales and  
25 use tax agreement under this title.

26 NEW SECTION. **Sec. 4.** This act is necessary for the immediate  
27 preservation of the public peace, health, or safety, or support of  
28 the state government and its existing public institutions, and takes  
29 effect July 1, 2021.

Passed by the House March 3, 2021.  
Passed by the Senate April 6, 2021.  
Approved by the Governor April 16, 2021.  
Filed in Office of Secretary of State April 16, 2021.

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