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SUBSTITUTE HOUSE BILL 1918

State of Washington 67th Legislature 2022 Regular Session

By House State Government & Tribal Relations (originally sponsored by Representatives Macri, Valdez, Berry, Ryu, Simmons, Peterson, Goodman, Ramel, Kloba, Bateman, Harris-Talley, and Pollet)

- AN ACT Relating to reducing emissions from outdoor power equipment; adding a new section to chapter 82.08 RCW; adding a new section to chapter 82.12 RCW; adding a new section to chapter 43.19A RCW; creating a new section; and providing expiration dates.
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- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 <u>NEW SECTION.</u> **Sec. 1.** A new section is added to chapter 82.08 7 RCW to read as follows:
- 8 (1) Beginning January 1, 2023, the tax imposed by RCW 82.08.020 9 does not apply to the sale of zero emission outdoor power equipment.
 - (2) Each seller of outdoor power equipment must notify potential customers of the effective zero percent sales tax rate established in this section for zero emission outdoor power equipment.
 - (a) A seller of outdoor power equipment in a physical location, including a store or booth, must satisfy the requirements of this subsection by affixing a notice, label, or sign to the outdoor power equipment or in a prominent manner adjacent to the product, in arial font and at least 14 point type.
- 18 (b) A seller of outdoor power equipment that uses an electronic 19 place, including an internet website or dedicated sales software 20 application, must satisfy the requirements of this subsection through

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a prominent notice that appears both in any electronic spaces advertising or displaying the product, and at the time of payment.

- (c) A seller who fails to comply with, or who aids or abets in the violation of, (a) or (b) of this subsection is liable for a class 4 civil infraction subject to a fine under chapter 7.80 RCW for each violation.
- (3) The definitions in this subsection apply throughout this section unless the context clearly requires otherwise.
 - (a) "Battery" means a secondary battery or storage cell that can be charged, discharged into a load, and recharged many times; and includes one of several different combinations of electrode materials and electrolytes.
 - (b) "Battery pack" means a group of any number of secondary or rechargeable batteries within a casing and used as a power source for outdoor power equipment.
 - (c) "Fuel cell" means an electrochemical reaction that generates electric energy by combining atoms of hydrogen and oxygen in the presence of a catalyst.
 - (d) "Outdoor power equipment" means vegetation cutting equipment, leaf blowers, leaf shredders, leaf vacuums, soil tillers, soil cultivators, augers, mulchers, edgers, wood chippers, stump grinders, pressure washers, snow blowers, tampers, compactors, and other equipment designed or marketed for use in an outdoor setting in the management of vegetation, landscaped outdoor spaces, or built spaces.
 - (e) "Vegetation cutting equipment" includes lawn mowers, riding lawn mowers, hedge trimmers, string trimmers, brush cutters, chainsaws, pole trimmers, pole saws, and log splitters.
 - (f) "Zero emission outdoor power equipment" means outdoor power equipment that is powered by a source that does not produce exhaust gas other than water, and that is powered by an engine that produces a gross horsepower of less than 25 horsepower at or below 19 kilowatts or is designed to produce less than 25 horsepower. "Zero emission outdoor power equipment" includes, but is not limited to, equipment powered by batteries, battery packs, fuel cells, or electricity through an electric power cord. "Zero emission outdoor power equipment" also includes lawnmowers powered solely by human effort.
 - (4) This section expires January 1, 2033.

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- NEW SECTION. Sec. 2. A new section is added to chapter 82.12 RCW to read as follows:
- 3 (1) Beginning January 1, 2023, the tax imposed by RCW 82.12.020 4 does not apply to the use of zero emission outdoor power equipment.
- 5 (2) The definitions in section 1 of this act apply to this 6 section.
 - (3) This section expires January 1, 2033.

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- 8 <u>NEW SECTION.</u> **Sec. 3.** A new section is added to chapter 43.19A 9 RCW to read as follows:
- 10 (1) Beginning January 1, 2025, state agencies and local governments may only purchase outdoor power equipment that is zero emission outdoor power equipment, except as provided in (a) and (b) of this subsection.
- 14 (a) This requirement applies only to outdoor power equipment that 15 is powered by an engine that produces a gross horsepower of less than 16 25 horsepower at or below 19 kilowatts or is designed to produce less 17 than 25 horsepower.
 - (b) This requirement does not apply to outdoor power equipment used for emergency response activities, to natural resource work conducted on forestland as defined in RCW 76.04.005, in agricultural settings, or in remote settings that routinely and reasonably can be accessed only by water vessel. For purposes of this section, "emergency response activity" means any activity by public safety personnel, including first responders, to mitigate the impact of an incident on human life, property, or natural resources. "Emergency response activity" also includes extended response incidents and training of emergency response personnel.
 - (2) Beginning January 1, 2025, state agencies and local governments that purchase outdoor power equipment that produces a gross horsepower of 25 horsepower or more or that is designed to produce 25 horsepower or more must, whenever practicable, purchase power equipment that is powered by a source that does not produce exhaust gas other than water.
 - (3) Subject to the availability of funds for this purpose, the department of commerce may provide technical assistance to state agencies, local governments, and the general public regarding the performance, cost, and availability of zero emission outdoor power equipment and larger equipment.

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1 (4) State agencies and local governments may procure zero 2 emission outdoor power equipment through contracts established by the 3 department of enterprise services under chapter 39.26 RCW.

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- (5) For purposes of this section, "outdoor power equipment" and "zero emission outdoor power equipment" have the same meaning as in section 1 of this act.
- NEW SECTION. Sec. 4. This section is the tax preference performance statement for the tax preference contained in section 1, chapter . . ., Laws of 2022 (section 1 of this act). This performance statement is only intended to be used for subsequent evaluation of the tax preference. It is not intended to create a private right of action by any party or be used to determine eligibility for preferential tax treatment.
- 14 (1) The legislature categorizes this tax preference as one 15 intended to induce certain designated behavior by taxpayers, as 16 indicated by RCW 82.32.808(2)(a).
 - (2) It is the legislature's specific public policy objective to encourage the use of zero emission outdoor power equipment. It is the legislature's intent to support, through tax policy, reductions in greenhouse gas and conventional air pollutant emissions associated with outdoor power equipment usage.
 - (3) To measure the effectiveness of this tax preference in achieving the specific public policy objective described in subsection (2) of this section, the joint legislative audit and review committee must review, at minimum, and to the extent practicable and that such data is available:
 - (a) The amount of benefit to taxpayers in each county of the state as a result of the tax preference established in section 1 of this act; and
- 30 (b) The amount of tax preference applied to each type or category 31 of zero emission outdoor power equipment.
- 32 (4) The joint legislative audit and review committee may use any 33 other data it deems necessary in performing the evaluation under this 34 section.

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