
HOUSE BILL 2436

State of Washington

68th Legislature

2024 Regular Session

By Representative Corry

1 AN ACT Relating to creating a local sales and use tax; amending
2 RCW 82.08.020; and adding a new section to chapter 82.14 RCW.

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

4 **Sec. 1.** RCW 82.08.020 and 2022 c 16 s 145 are each amended to
5 read as follows:

6 (1) There is levied and collected a tax equal to six ((~~and five-~~
7 ~~tenths~~)) percent of the selling price on each retail sale in this
8 state of:

9 (a) Tangible personal property, unless the sale is specifically
10 excluded from the RCW 82.04.050 definition of retail sale;

11 (b) Digital goods, digital codes, and digital automated services,
12 if the sale is included within the RCW 82.04.050 definition of retail
13 sale;

14 (c) Services, other than digital automated services, included
15 within the RCW 82.04.050 definition of retail sale;

16 (d) Extended warranties to consumers; and

17 (e) Anything else, the sale of which is included within the RCW
18 82.04.050 definition of retail sale.

19 (2) There is levied and collected an additional tax on each
20 retail car rental, regardless of whether the vehicle is licensed in
21 this state, equal to five and nine-tenths percent of the selling

1 price. The revenue collected under this subsection must be deposited
2 in the multimodal transportation account created in RCW 47.66.070.

3 (3) Beginning July 1, 2003, there is levied and collected an
4 additional tax of three-tenths of one percent of the selling price on
5 each retail sale of a motor vehicle in this state, other than retail
6 car rentals taxed under subsection (2) of this section. The revenue
7 collected under this subsection must be deposited in the multimodal
8 transportation account created in RCW 47.66.070.

9 (4) For purposes of subsection (3) of this section, "motor
10 vehicle" has the meaning provided in RCW 46.04.320, but does not
11 include:

12 (a) Farm tractors or farm vehicles as defined in RCW 46.04.180
13 and 46.04.181, unless the farm tractor or farm vehicle is for use in
14 the production of cannabis;

15 (b) Off-road vehicles as defined in RCW 46.04.365;

16 (c) Nonhighway vehicles as defined in RCW 46.09.310; and

17 (d) Snowmobiles as defined in RCW 46.04.546.

18 (5) Beginning on December 8, 2005, 0.16 percent of the taxes
19 collected under subsection (1) of this section must be dedicated to
20 funding comprehensive performance audits required under RCW
21 43.09.470. The revenue identified in this subsection must be
22 deposited in the performance audits of government account created in
23 RCW 43.09.475.

24 (6) The taxes imposed under this chapter apply to successive
25 retail sales of the same property.

26 (7) The rates provided in this section apply to taxes imposed
27 under chapter 82.12 RCW as provided in RCW 82.12.020.

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

30 (1) A county legislative authority may submit an authorizing
31 proposition to the county voters at a special or general election
32 and, if the proposition is approved by a majority of persons voting,
33 impose a sales and use tax. The rate of tax under this section is
34 equal to 0.5 percent of the selling price in the case of a sales tax,
35 or value of the article used, in the case of a use tax.

36 (2) A city legislative authority may submit an authorizing
37 proposition to the city voters at a special or general election and,
38 if the proposition is approved by a majority of persons voting,
39 impose a sales and use tax. The rate of tax under this subsection is

1 equal to 0.5 percent of the selling price in the case of a sales tax,
2 or value of the article used, in the case of a use tax.

3 (3) The combined total tax levied under this section may not be
4 greater than 0.5 percent. If both a county and a city impose a tax
5 under this section, the tax imposed by a city must be credited
6 against the tax imposed by a county.

7 (4) The tax authorized in this section is in addition to any
8 other taxes authorized by law and must be collected from those
9 persons who are taxable by the state under chapters 82.08 and 82.12
10 RCW upon the occurrence of any taxable event within the county.

11 (5) The department must perform the collection of the tax under
12 this section on behalf of a county or city at no cost to the county
13 or city, and the state treasurer must distribute the tax as available
14 on a monthly basis to the county or city or, upon the direction of
15 the county or city, to its treasurer or a fiscal agent, paying agent,
16 or trustee for obligations issued or incurred by the program.

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