

TAXES & REGULATIONS POLICY COMMITTEE

Weekly Report

PREPARED BY: AIA WASHINGTON COUNCIL

Monday, January 13, 2014

AIA WASHINGTON COUNCIL

This is a bill tracking list used by the AIA Washington Council to monitor Washington state legislation.

The Bill Tracking Summary is divided into four priority categories (High, Medium, Low and TBD) indicating how much effort the Council puts into working on the proposals. The TBD category includes bills for which further review is necessary in order for the AIA | WA to take a position.

Each bill is also given a support rating: Support, Oppose, Concerns, Neutral, or Monitor. Neutral bills are ones that the Council has an interest in its progress, but has actively decided not to support or oppose. Bills under the "monitor" position are tracked and no position has been developed by the Council. Bills with "Concerns" have provisions the AIA/WA may not be able to support. "Status" refers to a bills status in the legislative process. For more information on bills visit: www.leg.wa.gov.

Calendar Items show which bills are being actively considered by the Legislature in the upcoming week. The "TVW" designation indicates those actions that will be covered by Television Washington. Most broadcasts are available for a podcast/MP3 download. Visit www.tvw.org.

If you have questions about these bills or would like to propose a bill to be added to the Councils tracking list, please contact Stan Bowman, Executive Director, at bowman@aiawa.org or 360-943-6012.

CALENDAR ITEMS

1/14/2014 2120 Real property damage actions Judiciary 1:30 PM HHR A

BILL TRACKING SUMMARY

HIGH PRIORITY BILLS

	<u>Sponsor</u>	<u>Position</u>	<u>Status</u>
ES2034 Relating to funding K-12 basic education and higher education by narrowing or eliminating tax preferences.	Ormsby	Monitor	H, Rules 3C
2035 Relating to funding K-12 basic education and higher education by narrowing or eliminating certain state tax exemptions, deductions, credits, and preferential rates.	Ormsby	Monitor	H, Finance
E2036 Investing in the education legacy trust account for K-12 basic education and higher education by narrowing or eliminating tax preferences.	Carlyle	Monitor	H, Rules 3C
2037 Investing in the education legacy trust account for K-12 basic education and higher education by extending the state business and occupation surtax.	Carlyle	Monitor	H, Finance
ES2038 Investing in the education legacy trust account for K-12 basic education and higher education by narrowing or eliminating tax preferences and extending taxes set to expire. (DIGEST OF PROPOSED 1ST SUBSTITUTE)	Carlyle	Monitor	H, Rules 3C
2132 School architectural plans (Supplement not yet available.)		Oppose	H, Cap Budget

LOW PRIORITY BILLS

S5109 Creating a business and occupation tax credit for new businesses.	Padden	Monitor	S, Rules 2
---	--------	---------	------------

(DIGEST OF PROPOSED 1ST SUBSTITUTE)

PRIORITY TBD BILLS

2110	Uniform B&O tax rate (Supplement not yet available.)		Monitor	H, Finance
2120	Real property damage actions (Supplement not yet available.)			H, Judiciary
2147	Contractor certification (Supplement not yet available.)		Monitor	H, Labor/Work Dev
5881	Relating to revenue.	Hill	Monitor	S, Ways & Means
5970	Licensing reqs/military (Supplement not yet available.)		Monitor	S, Commerce and La
5993	Sales tax exemp/government (Supplement not yet available.)		Monitor	S, Ways & Means
5994	School construction/tax exem (Supplement not yet available.)		Monitor	S, Ways & Means

DEAD BILLS

2S1005	Concerning responsibilities and funding of the public disclosure commission. (DIGEST OF PROPOSED 2ND SUBSTITUTE)	Moeller	Monitor	H, Rules R
1094	Requiring agreements between state agencies and the federal government to be reported to the legislature.	Shea	Monitor	H, Govt Operation
1099	Repealing the state estate tax.	Overstreet	Monitor	H, Finance
1100	Reducing the state sales and use tax rate.	Overstreet	Monitor	H, Finance
1162	Enacting the regulatory fairness act of 2013.	Overstreet	Monitor	H, Govt Operation
1163	Regarding administrative procedures that promote accountability, transparency, and economic relief.	Taylor	Concerns	H, Govt Operation
1166	Requiring compensation for government required actions on private property.	Overstreet	Monitor	H, Judiciary
1174	Complying with the state's constitutional duty to make ample provision for a basic education by prioritizing state funding for K-12 education and targeting state investments on reforms with the highest impact on student success.	Dahlquist	Monitor	H, Approps
1206	Concerning changes to programs relevant to the department of ecology designed to create administrative flexibility.	Tharinger	Monitor	H, Environment
S1231	Establishing continuing education requirements for engineers. (DIGEST OF PROPOSED 1ST SUBSTITUTE)	Stanford	Support	H, Rules R
1236	Establishing consistent standards for agency decision making.	Pike	Monitor	H, Govt Acct & Ov
S1377	Modifying time frames applicable to certain public disclosure commission requirements. (DIGEST OF PROPOSED 1ST SUBSTITUTE)	Bergquist	Monitor	H, Rules R
1385	Modifying the time limit for state officials to solicit or accept contributions.	Orcutt	Monitor	H, Govt Operations
2S1440	Ensuring fairness to employers by protecting employees. (DIGEST OF PROPOSED 2ND SUBSTITUTE)	McCoy	Oppose	H, Rules C
E1473	Requiring certain entities to report payments for construction services.	Sells	Oppose	H, Rules 3C
1478	Providing a moratorium on rule making.	Orcutt	Concerns	H, Govt Operation
1545	Guaranteeing that the top one percent pay too, through assessing a two percent tax on millionaires to fund the paramount duty trust fund and reduce class sizes in grades kindergarten through four. Income tax on income above one million dollars	Liias	Monitor	H, Finance
S1591	Improving the business climate and stimulating job creation by requiring certain agencies to establish a formal review process of existing rules. (DIGEST OF PROPOSED 1ST SUBSTITUTE)	Smith	Monitor	H, Approps
1615	Providing a business and occupation tax credit for businesses that hire unemployed veterans.	Angel	Monitor	H, Finance

1616	Addressing contractor liability for industrial insurance premiums.	Angel	Monitor	H, Labor/Work Dev
1681	Concerning criminal trespass on private property.	Taylor	Monitor	H, Govt Operation
1700	Addressing health plans provided through associations or member-governed groups.	Schmick	Monitor	H, HC/Wellness
1926	Concerning the labeling of certain asbestos-containing building materials.	Riccelli	Monitor	H, Environment
1958	Affirming centralized payroll services as nontaxable between affiliated companies.	Reykdal	Support	H, Finance
ES1978	Addressing the permitting of certain transportation projects. (DIGEST OF PROPOSED 1ST SUBSTITUTE)	Zeiger	Monitor	H, Rules 3C
1984	Concerning claims against the Washington state department of transportation.	Shea	Concerns	H, Judiciary
1985	Exempting future state transportation projects from state and local sales and use tax.	Overstreet	Monitor	H, Finance
2031	Prohibiting certain employer communications about political or religious matters.	Green	Oppose	H, Labor/Work Dev
2032	Achieving economic security through income sufficient to meet basic needs.	Green	Concerns	H, Labor/Work Dev
2048	Eliminating the investment income business and occupation tax deduction for corporations and other business entities.	Pollet	Monitor	H, Finance
2049	Creating the new economy scholars fund.	Seaquist	Monitor	H, Finance
4201	Requiring a two-thirds majority vote for approval of tax increase legislation.	Haler	Monitor	H, Finance
4204	Amending the Constitution to require legislative approval of certain agency rules.	Manweller	Monitor	H, Govt Operation
4206	Placing restrictions on tax increases.	Orcutt	Monitor	H, Finance
4210	Providing for community redevelopment financing in apportionment districts.	Springer	Monitor	H, Finance
S5031	Concerning actions for damage to real property resulting from construction, alteration, or repair on adjacent property. (DIGEST OF PROPOSED 1ST SUBSTITUTE)	Padden	Monitor	S, Rules 3
5039	Increasing revenues dedicated to basic education purposes. Extends the 20% (0.3) surcharge on service professions' B&O tax rates.	McAuliffe	Concerns	S, Ways & Means
5040	Incorporating state tax expenditures into the state budget process.	Hasegawa	Concerns	S, Ways & Means
5041	Implementing recommendations related to the tax preference review process conducted by the joint legislative audit and review committee and the citizen commission for performance measurement of tax preferences. Section 601 affects the tax deduction for non-profit membership dues.	Hasegawa	Monitor	S, Ways & Means
5042	Narrowing the business and occupation tax deduction for investment and related income. Limits the deduction for investment and related income to \$1 million.	Hasegawa	Monitor	S, Ways & Means
5043	Narrowing the property tax exemption for intangibles.	Hasegawa	Concerns	S, Ways & Means
5159	Repealing the family and medical leave insurance act.	Braun	Monitor	S, Rules X
5166	Concerning fiscal reform. Income Tax.	Chase	Monitor	S, Ways & Means
5174	Concerning taxpayer accountability by requiring a net benefit to the state in order to claim the benefit of a tax expenditure.	Hasegawa	Monitor	S, Ways & Means
5276	Regarding the use of designated agricultural lands.	Hobbs	Monitor	S, Rules X
5293	Extending the expiration dates of the local infrastructure financing tool program.	Cleveland	Support	S, Ways & Means
5526	Ensuring fairness to employers by protecting employees.	Conway	Oppose	S, Commerce and L

S5605	Clarifying association health plans provisions. (DIGEST OF PROPOSED 1ST SUBSTITUTE)	Becker	Support	S, Rules 3
5641	Requiring the governor's signature on significant legislative rules.	Bailey	Monitor	S, Rules 3
5647	Requiring the department of revenue to publish their determinations.	Braun	Monitor	S, Ways & Means
ES5656	Revising business licensing systems. (DIGEST OF PROPOSED 1ST SUBSTITUTE)	Braun	Support	S, Rules 3
S5664	Establishing a process for the payment of impact fees through provisions stipulated in recorded covenants. (DIGEST OF PROPOSED 1ST SUBSTITUTE)	Rivers	Monitor	S, Rules X
5675	Introducing private competition in industrial insurance coverage.	Braun	Monitor	S, Commerce and L
E2S5688	Simplifying definitions and classifications concerning state and local tax systems. (AS OF SENATE 2ND READING 3/12/13)	Braun	Support	S, Rules 3
5734	Continuing the use of the legislature's sunset review process.	Kohl-Welles	Monitor	S, Rules X
5738	Providing a funding source to improve education. Enacts a Capital Gains Tax. Extends B&O surcharge thru 2015.	Murray	Concerns	S, Ways & Means
S5755	Establishing a comprehensive initiative to increase learning opportunities and improve educational outcomes in science, technology, engineering, and mathematics through multiple strategies and statewide partnerships. (DIGEST OF PROPOSED 1ST SUBSTITUTE) STEM Education	Litzow	Monitor	S, Rules 3
5765	Promoting economic development through business and government streamlining projects.	Brown	Monitor	S, Ways & Means
5778	Allowing certain county legislative authorities to impose a sales and use tax by ordinance.	Kohl-Welles	Monitor	S, Govt Ops
5803	Concerning claims against public entities.	Schoesler	Monitor	S, Ways & Means
5808	Affirming centralized payroll services as nontaxable between affiliated companies.	Schoesler	Support	S, Ways & Means
5816	Providing for property tax exemption for the value of new construction of industrial/manufacturing facilities in targeted urban areas.	Hobbs	Monitor	S, Trade & Econom
5819	Providing a moratorium on rule making.	Benton	Monitor	S, Govt Ops
5821	Establishing consistent standards for agency decision making.	Benton	Monitor	S, Govt Ops
5839	Creating a cause of action for the protection of employees acting in furtherance of public policy.	Kline	Concerns	S, Law & Justice
5852	Improving student achievement and student outcomes.	Litzow	Monitor	S, Ways & Means
S5865	Exempting from use tax certain purchases from nonprofit organizations or libraries sold as a fund-raising activity. (DIGEST OF PROPOSED 1ST SUBSTITUTE)	Roach	Monitor	S, Rules 2
5909	Expanding STEM education to include the arts.	McAuliffe	Monitor	S, EL/K-12
8200	Amending the Constitution to require a two-thirds majority vote of the legislature to raise taxes.	Benton	Monitor	S, Govt Ops
8202	Amending the Constitution to prohibit the legislature from enacting legislation taxing net or earned income.	Ericksen	Monitor	S, Ways & Means
S8204	Amending the Constitution to require a two-thirds majority vote of the legislature to raise taxes. (DIGEST OF PROPOSED 1ST SUBSTITUTE)	Roach	Monitor	S, Ways & Means
8205	Amending the Constitution to require a two-thirds majority vote of the legislature to raise taxes.	Roach	Monitor	S, Rules 2
8206	Amending the Constitution to require emergency clauses only be allowed by amendment to a bill and approved by sixty percent of each house of the legislature.	Bailey	Monitor	S, Rules X

BILL TRACKING DETAILS**ES2034****BASIC AND HIGHER ED FUNDING****ORMSBY**

Representatives Ormsby and Reykdal

Introduced by title and introductory section only, relating to funding K-12 basic education and higher education by narrowing or eliminating tax preferences.

Full Text URL: [http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House Bills/2034-s.e.pdf](http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House%20Bills/2034-s.e.pdf)

2035**EDUCATION FUNDING T.O.****ORMSBY**

Representatives Ormsby and Reykdal

Introduced by title and introductory section only, relating to funding K-12 basic education and higher education by narrowing or eliminating certain state tax exemptions, deductions, credits, and preferential rates.

Full Text URL: [http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House Bills/2035.pdf](http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House%20Bills/2035.pdf)

E2036**BASIC ED & HIGHER ED FUNDING****CARLYLE**

Representatives Carlyle, Hunter, Ormsby, Tharinger, Reykdal, and Pollet

Invests in the education legacy trust account for K-12 basic education and higher education by: (1) Eliminating the preferential business and occupation tax rates for insurance agents, travel agents, and stevedoring;

(2) Eliminating the sales and use tax exemption for bottled water;

(3) Repealing the nonresident sales and use tax exemption;

(4) Imposing sales tax on janitorial services;

(5) Modifying tax preferences for high-tech research and development;

(6) Eliminating the public utility tax deduction on interstate hauls;

(7) Narrowing business and occupation tax exemptions and sales and use tax exemptions for import commerce;

(8) Repealing the preferential business and occupation tax rate for sellers of prescription drugs; and

(9) Narrowing the use tax exemption for extracted fuel to hog fuel.

Requires the department of revenue to: (1) Estimate the increase in state general fund revenues from the changes made in the act; and

(2) Notify the state treasurer of this amount.

Requires the state treasurer to transfer the aforementioned amount from the general fund to the education legacy trust account.

Full Text URL: [http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House Bills/2036.e.pdf](http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House%20Bills/2036.e.pdf)

2037**BASIC ED & HIGHER ED FUNDING****CARLYLE**

Representatives Carlyle, Hunter, Ormsby, and Tharinger

Extends the business and occupation surtax to invest in the education legacy trust account for K-12 basic education and higher education.

Full Text URL: [http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House Bills/2037.pdf](http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House%20Bills/2037.pdf)

ES2038**BASIC ED & HIGHER ED FUNDING****CARLYLE**

House Committee on Finance (originally sponsored by Representatives Carlyle, Hunter, Ormsby, Tharinger, Reykdal, and Pollet)

Invests in the education legacy trust account for K-12 basic education and higher education by: (1) Eliminating the preferential business and occupation tax rate for travel agents;

(2) Eliminating the sales and use tax exemption for bottled water;

(3) Repealing the nonresident sales and use tax exemption;

- (4) Modifying tax preferences for high-tech research and development;
- (5) Eliminating the public utility tax deduction on interstate hauls;
- (6) Narrowing business and occupation tax exemptions and sales and use tax exemptions for import commerce;
- (7) Repealing the preferential business and occupation tax rate for sellers of prescription drugs; and
- (8) Narrowing the use tax exemption for extracted fuel to biomass fuel.

Extends, permanently, the business and occupation surtax.

Requires the department of revenue to: (1) Estimate the increase in state general fund revenues from the changes made in certain parts of the act; and

(2) Notify the state treasurer of the increase.

Requires the state treasurer to transfer the aforementioned amount from the general fund to the education legacy trust account.

Excludes the general state revenues transferred to the education legacy trust account from the calculation of general state revenues.

Full Text URL: [http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House Bills/2038-s.e.pdf](http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House%20Bills/2038-s.e.pdf)

2110 **UNIFORM B & O TAX RATE**

(Supplement not yet available.)

Full Text URL: [http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House Bills/2110.pdf](http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House%20Bills/2110.pdf)

2120 **REAL PROPERTY DAMAGE ACTIONS**

(Supplement not yet available.)

Full Text URL: [http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House Bills/2120.pdf](http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House%20Bills/2120.pdf)

2132 **SCHOOL ARCHITECTURAL PLANS**

(Supplement not yet available.)

Full Text URL: [http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House Bills/2132.pdf](http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House%20Bills/2132.pdf)

2147 **CONTRACTOR CERTIFICATION**

(Supplement not yet available.)

Full Text URL: [http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House Bills/2147.pdf](http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/House%20Bills/2147.pdf)

S5109 **NEW BUSINESS B & O TAX CREDIT**

PADDEN

Senate Committee on Trade & Economic Development (originally sponsored by Senators Padden, Benton, Smith, and Conway)

Provides a business and occupation tax credit for certain new businesses.

Full Text URL: [http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/Senate Bills/5109-s.pdf](http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/Senate%20Bills/5109-s.pdf)

5881 **REVENUE T.O.**

HILL

Senator Hill

Introduced by title and introductory section only, relating to revenue.

Full Text URL: [http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/Senate Bills/5881.pdf](http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/Senate%20Bills/5881.pdf)

5970 **LICENSING REQ/MILITARY**

(Supplement not yet available.)

Full Text URL: [http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/Senate Bills/5970.pdf](http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/Senate%20Bills/5970.pdf)

5993

SALES TAX EXEMP/GOVERNMENT

(Supplement not yet available.)

Full Text URL: [http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/Senate Bills/5993.pdf](http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/Senate%20Bills/5993.pdf)

5994

SCHOOL CONSTRUCTION/TAX EXEM

(Supplement not yet available.)

Full Text URL: [http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/Senate Bills/5994.pdf](http://www.leg.wa.gov/pub/billinfo/2013-14/Pdf/Bills/Senate%20Bills/5994.pdf)