

CERTIFICATION OF ENROLLMENT

**HOUSE BILL 1157**

Chapter 63, Laws of 1995

54th Legislature  
1995 Regular Session

Sales and use tax exemptions--Motor vehicles used to  
transport persons and property for hire

EFFECTIVE DATE: 7/1/95

Passed by the House March 8, 1995  
Yeas 98 Nays 0

CLYDE BALLARD

**Speaker of the  
House of Representatives**

Passed by the Senate April 4, 1995  
Yeas 47 Nays 0

JOEL PRITCHARD

**President of the Senate**

Approved April 17, 1995

MIKE LOWRY

**Governor of the State of Washington**

CERTIFICATE

I, Timothy A. Martin, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **HOUSE BILL 1157** as passed by the House of Representatives and the Senate on the dates hereon set forth.

TIMOTHY A. MARTIN

**Chief Clerk**

FILED

April 17, 1995 - 4:03 p.m.

**Secretary of State  
State of Washington**

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HOUSE BILL 1157

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Passed Legislature - 1995 Regular Session

State of Washington

54th Legislature

1995 Regular Session

By Representatives Van Luven and Sheldon; by request of Department of Revenue

Read first time 01/16/95. Referred to Committee on Trade & Economic Development.

1 AN ACT Relating to sales and use tax exemptions for motor vehicles  
2 and trailers to be used for the purpose of transporting persons or  
3 property for hire; amending RCW 82.08.0263 and 82.12.0254; providing an  
4 effective date; and declaring an emergency.

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

6 **Sec. 1.** RCW 82.08.0263 and 1980 c 37 s 30 are each amended to read  
7 as follows:

8 The tax levied by RCW 82.08.020 shall not apply to sales of motor  
9 vehicles and trailers to be used for the purpose of transporting  
10 therein persons or property for hire in interstate or foreign commerce  
11 whether such use is by the owner or whether such motor vehicles and  
12 trailers are leased to the user with or without drivers: PROVIDED,  
13 That the purchaser or user must be the holder of a carrier permit  
14 issued by the Interstate Commerce Commission (~~and that the vehicles~~  
15 ~~will first move upon the highways of this state from the point of~~  
16 ~~delivery in this state to a point outside of this state under the~~  
17 ~~authority of a one-transit permit issued by the director of licensing~~  
18 ~~pursuant to the provisions of RCW 46.16.160)).~~

1       **Sec. 2.** RCW 82.12.0254 and 1980 c 37 s 54 are each amended to read  
2 as follows:

3       The provisions of this chapter shall not apply in respect to the  
4 use of any airplane, locomotive, railroad car, or watercraft used  
5 primarily in conducting interstate or foreign commerce by transporting  
6 therein or therewith property and persons for hire or used primarily in  
7 commercial deep sea fishing operations outside the territorial waters  
8 of the state, and in respect to use of tangible personal property which  
9 becomes a component part of any such airplane, locomotive, railroad  
10 car, or watercraft, and in respect to the use by a nonresident of this  
11 state of any motor vehicle or trailer used exclusively in transporting  
12 persons or property across the boundaries of this state and in  
13 intrastate operations incidental thereto when such motor vehicle or  
14 trailer is registered and licensed in a foreign state and in respect to  
15 the use by a nonresident of this state of any motor vehicle or trailer  
16 so registered and licensed and used within this state for a period not  
17 exceeding fifteen consecutive days under such rules as the department  
18 of revenue shall adopt: PROVIDED, That under circumstances determined  
19 to be justifiable by the department of revenue a second fifteen day  
20 period may be authorized consecutive with the first fifteen day period;  
21 and for the purposes of this exemption the term "nonresident" as used  
22 herein, shall include a user who has one or more places of business in  
23 this state as well as in one or more other states, but the exemption  
24 for nonresidents shall apply only to those vehicles which are most  
25 frequently dispatched, garaged, serviced, maintained, and operated from  
26 the user's place of business in another state; and in respect to the  
27 use by the holder of a carrier permit issued by the Interstate Commerce  
28 Commission of any motor vehicle or trailer whether owned by or leased  
29 with or without driver to the permit holder and used in substantial  
30 part in the normal and ordinary course of the user's business for  
31 transporting therein persons or property for hire across the boundaries  
32 of this state (~~((if the first use of which within this state is actual  
33 use in conducting interstate or foreign commerce))~~); and in respect to  
34 the use of any motor vehicle or trailer while being operated under the  
35 authority of a one-transit permit issued by the director of licensing  
36 pursuant to RCW 46.16.160 and moving upon the highways from the point  
37 of delivery in this state to a point outside this state; and in respect  
38 to the use of tangible personal property which becomes a component part  
39 of any motor vehicle or trailer used by the holder of a carrier permit

1 issued by the Interstate Commerce Commission authorizing transportation  
2 by motor vehicle across the boundaries of this state whether such motor  
3 vehicle or trailer is owned by or leased with or without driver to the  
4 permit holder.

5 NEW SECTION. **Sec. 3.** This act is necessary for the immediate  
6 preservation of the public peace, health, or safety, or support of the  
7 state government and its existing public institutions, and shall take  
8 effect July 1, 1995.

Passed the House March 8, 1995.

Passed the Senate April 4, 1995.

Approved by the Governor April 17, 1995.

Filed in Office of Secretary of State April 17, 1995.

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