

# Initiative Measure No. 462

**FILED**

DEC 17 2009

**SECRETARY OF STATE  
STATE OF WASHINGTON**

## Bring Back Our \$30 tabs

1  
2  
3 AN ACT Relating to limiting government-imposed charges relating  
4 to motor vehicles; amending RCW 46.16.070, 46.01.140, 82.08.020,  
5 46.16.237, 46.16.270, 81.104.160, 36.120.050, 82.44.065; reenacting  
6 and amending RCW 46.16.0621 and 46.16.233; adding a new section to  
7 chapter 82.44 RCW; creating new sections; and repealing RCW  
8 46.17.010, 46.17.020, and 82.44.035.

9  
10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

### POLICIES AND PURPOSES

11  
12  
13  
14 NEW SECTION. **Sec. 1.** This measure brings back our \$30 tabs by  
15 establishing a vehicle owners' bill of rights to ensure that vehicle  
16 owners are treated fairly and reasonable limits are set for vehicle-  
17 related charges. The rights guaranteed by this act are:

18 (1) Vehicle owners have a right to \$30 tabs. Voters have  
19 repeatedly approved \$30 tabs, yet politicians continually ignore the  
20 voters' repeated, unambiguous mandate by unilaterally imposing  
21 higher and higher vehicle taxes and fees to get around the voters'  
22 clear intent. This measure limits various government-imposed  
23 charges relating to motor vehicles.

24 (2) Vehicle owners have a right to an accurate calculation of  
25 vehicle taxes, basing them on purchase price, not the artificially  
26 inflated, inaccurate, and dishonest manufacturers' suggested retail  
27 price (MSRP).  
28



1           **Sec. 3.**     RCW 46.16.070 and 2005 c 314 s 204 are each amended  
2 to read as follows:

3           (1) In lieu of all other vehicle licensing fees, unless  
4 specifically exempt, and in addition to the mileage fees prescribed  
5 for buses and stages in RCW 46.16.125, there shall be paid and  
6 collected annually for each truck, motor truck, truck tractor, road  
7 tractor, tractor, bus, auto stage, or for hire vehicle with seating  
8 capacity of more than six, based upon the declared combined gross  
9 weight or declared gross weight under chapter 46.44 RCW, the  
10 following licensing fees by such gross weight:

| 11 | 12 | WEIGHT                     | SCHEDULE A              | SCHEDULE B              |
|----|----|----------------------------|-------------------------|-------------------------|
|    | 13 | <del>((4,000 lbs.))</del>  | \$ <del>((40.00))</del> | \$ <del>((40.00))</del> |
|    | 14 | <u>4,000 lbs.</u>          | <u>25.00</u>            | <u>25.00</u>            |
|    | 15 | <del>((6,000 lbs.))</del>  | \$ <del>((50.00))</del> | \$ <del>((50.00))</del> |
|    | 16 | <u>6,000 lbs.</u>          | <u>25.00</u>            | <u>25.00</u>            |
|    | 17 | <del>((8,000 lbs.))</del>  | \$ <del>((60.00))</del> | \$ <del>((60.00))</del> |
|    | 18 | <u>8,000 lbs.</u>          | <u>25.00</u>            | <u>25.00</u>            |
|    | 19 | <del>((10,000 lbs.))</del> | \$ <del>((62.00))</del> | \$ <del>((62.00))</del> |
|    | 20 | <u>10,000 lbs.</u>         | <u>25.00</u>            | <u>25.00</u>            |
|    | 21 | 12,000 lbs.                | 79.00                   | 79.00                   |
|    | 22 | 14,000 lbs.                | 90.00                   | 90.00                   |
|    | 23 | 16,000 lbs.                | 102.00                  | 102.00                  |
|    | 24 | 18,000 lbs.                | 154.00                  | 154.00                  |
|    | 25 | 20,000 lbs.                | 171.00                  | 171.00                  |
|    | 26 | 22,000 lbs.                | 185.00                  | 185.00                  |
|    | 27 | 24,000 lbs.                | 200.00                  | 200.00                  |
|    | 28 | 26,000 lbs.                | 211.00                  | 211.00                  |
|    | 29 | 28,000 lbs.                | 249.00                  | 249.00                  |
|    | 30 | 30,000 lbs.                | 287.00                  | 287.00                  |
|    | 31 | 32,000 lbs.                | 346.00                  | 346.00                  |
|    | 32 | 34,000 lbs.                | 368.00                  | 368.00                  |
|    | 33 | 36,000 lbs.                | 399.00                  | 399.00                  |
|    | 34 | 38,000 lbs.                | 438.00                  | 438.00                  |
|    | 35 | 40,000 lbs.                | 501.00                  | 501.00                  |
|    | 36 | 42,000 lbs.                | 521.00                  | 611.00                  |
|    | 37 | 44,000 lbs.                | 532.00                  | 622.00                  |
|    | 38 | 46,000 lbs.                | 572.00                  | 662.00                  |
|    | 39 | 48,000 lbs.                | 596.00                  | 686.00                  |
|    | 40 | 50,000 lbs.                | 647.00                  | 737.00                  |
|    | 41 | 52,000 lbs.                | 680.00                  | 770.00                  |
|    | 42 | 54,000 lbs.                | 734.00                  | 824.00                  |
|    | 43 | 56,000 lbs.                | 775.00                  | 865.00                  |
|    | 44 | 58,000 lbs.                | 806.00                  | 896.00                  |

|    |              |         |         |
|----|--------------|---------|---------|
| 1  | 60,000 lbs.  | 859.00  | 949.00  |
| 2  | 62,000 lbs.  | 921.00  | 1011.00 |
| 3  | 64,000 lbs.  | 941.00  | 1031.00 |
| 4  | 66,000 lbs.  | 1048.00 | 1138.00 |
| 5  | 68,000 lbs.  | 1093.00 | 1183.00 |
| 6  | 70,000 lbs.  | 1177.00 | 1267.00 |
| 7  | 72,000 lbs.  | 1259.00 | 1349.00 |
| 8  | 74,000 lbs.  | 1368.00 | 1458.00 |
| 9  | 76,000 lbs.  | 1478.00 | 1568.00 |
| 10 | 78,000 lbs.  | 1614.00 | 1704.00 |
| 11 | 80,000 lbs.  | 1742.00 | 1832.00 |
| 12 | 82,000 lbs.  | 1863.00 | 1953.00 |
| 13 | 84,000 lbs.  | 1983.00 | 2073.00 |
| 14 | 86,000 lbs.  | 2104.00 | 2194.00 |
| 15 | 88,000 lbs.  | 2225.00 | 2315.00 |
| 16 | 90,000 lbs.  | 2346.00 | 2436.00 |
| 17 | 92,000 lbs.  | 2466.00 | 2556.00 |
| 18 | 94,000 lbs.  | 2587.00 | 2677.00 |
| 19 | 96,000 lbs.  | 2708.00 | 2798.00 |
| 20 | 98,000 lbs.  | 2829.00 | 2919.00 |
| 21 | 100,000 lbs. | 2949.00 | 3039.00 |
| 22 | 102,000 lbs. | 3070.00 | 3160.00 |
| 23 | 104,000 lbs. | 3191.00 | 3281.00 |
| 24 | 105,500 lbs. | 3312.00 | 3402.00 |

Schedule A applies to vehicles either used exclusively for hauling logs or that do not tow trailers. Schedule B applies to vehicles that tow trailers and are not covered under Schedule A.

Every truck, motor truck, truck tractor, and tractor exceeding ~~((6,000))~~ 10,000 pounds empty scale weight registered under chapter 46.16, 46.87, or 46.88 RCW shall be licensed for not less than one hundred fifty percent of its empty weight unless the amount would be in excess of the legal limits prescribed for such a vehicle in RCW 46.44.041 or 46.44.042, in which event the vehicle shall be licensed for the maximum weight authorized for such a vehicle or unless the vehicle is used only for the purpose of transporting any well drilling machine, air compressor, rock crusher, conveyor, hoist, donkey engine, cook house, tool house, bunk house, or similar machine or structure attached to or made a part of such vehicle.

The following provisions apply when increasing gross or combined gross weight for a vehicle licensed under this section:

(a) The new license fee will be one-twelfth of the fee listed above for the new gross weight, multiplied by the number of months remaining in the period for which licensing fees have been paid, including the month in which the new gross weight is effective.

(b) Upon surrender of the current certificate of registration or cab card, the new licensing fees due shall be reduced by the amount of the licensing fees previously paid for the same period for which new fees are being charged.

(2) The proceeds from the fees collected under subsection (1) of this section shall be distributed in accordance with RCW 46.68.035.

(3) In lieu of the gross weight fee under subsection (1) of this section, farm vehicles may be licensed upon payment of the fee in effect under subsection (1) of this section on May 1, 2005. In order to qualify for the reduced fee under this subsection, the farm vehicle must be exempt from property taxes in accordance with RCW 84.36.630. The applicant must submit copies of the forms required under RCW 84.36.630. The application for the reduced fee under this subsection shall require the applicant to attest that the vehicle shall be used primarily for farming purposes. The department shall

provide licensing agents and subagents with a schedule of the appropriate licensing fees for farm vehicles.

**Sec. 4.** RCW 46.01.140 and 2005 c 343 s 1 are each amended to read as follows:

(1) The county auditor, if appointed by the director of licensing shall carry out the provisions of this title relating to the licensing of vehicles and the issuance of vehicle license number plates under the direction and supervision of the director and may with the approval of the director appoint assistants as special deputies and recommend subagents to accept applications and collect fees for vehicle licenses and transfers and to deliver vehicle license number plates.

(2) A county auditor appointed by the director may request that the director appoint subagencies within the county.

(a) Upon authorization of the director, the auditor shall use an open competitive process including, but not limited to, a written business proposal and oral interview to determine the qualifications of all interested applicants.

(b) A subagent may recommend a successor who is either the subagent's sibling, spouse, or child, or a subagency employee, as long as the recommended successor participates in the open, competitive process used to select an applicant. In making successor recommendation and appointment determinations, the following provisions apply:

(i) If a subagency is held by a partnership or corporate entity, the nomination must be submitted on behalf of, and agreed to by, all partners or corporate officers.

(ii) No subagent may receive any direct or indirect compensation or remuneration from any party or entity in recognition of a successor nomination. A subagent may not receive any financial benefit from the transfer or termination of an appointment.

(iii) (a) and (b) of this subsection are intended to assist in the efficient transfer of appointments in order to minimize public inconvenience. They do not create a proprietary or property interest

in the appointment.

(c) The auditor shall submit all proposals to the director, and shall recommend the appointment of one or more subagents who have applied through the open competitive process. The auditor shall include in his or her recommendation to the director, not only the name of the successor who is a relative or employee, if applicable and if otherwise qualified, but also the name of one other applicant who is qualified and was chosen through the open competitive process. The director has final appointment authority.

(3) (a) A county auditor who is appointed as an agent by the department shall enter into a standard contract provided by the director, developed with the advice of the title and registration advisory committee.

(b) A subagent appointed under subsection (2) of this section shall enter into a standard contract with the county auditor, developed with the advice of the title and registration advisory committee. The director shall provide the standard contract to county auditors.

(c) The contracts provided for in (a) and (b) of this subsection must contain at a minimum provisions that:

(i) Describe the responsibilities, and where applicable, the liability, of each party relating to the service expectations and levels, equipment to be supplied by the department, and equipment maintenance;

(ii) Require the specific type of insurance or bonds so that the state is protected against any loss of collected motor vehicle tax revenues or loss of equipment;

(iii) Specify the amount of training that will be provided by the state, the county auditor, or subagents;

(iv) Describe allowable costs that may be charged to vehicle licensing activities as provided for in (d) of this subsection;

(v) Describe the causes and procedures for termination of the contract, which may include mediation and binding arbitration.

(d) The department shall develop procedures that will standardize and prescribe allowable costs that may be assigned to

vehicle licensing and vessel registration and title activities performed by county auditors.

(e) The contracts may include any provision that the director deems necessary to ensure acceptable service and the full collection of vehicle and vessel tax revenues.

(f) The director may waive any provisions of the contract deemed necessary in order to ensure that readily accessible service is provided to the citizens of the state.

(4)(a) At any time any application is made to the director, the county auditor, or other agent pursuant to any law dealing with licenses, registration, or the right to operate any vehicle or vessel upon the public highways or waters of this state, excluding applicants already paying such fee under RCW 46.16.070 or 46.16.085, the applicant shall pay to the director, county auditor, or other agent a fee of (~~three~~) five dollars for each application in addition to any other fees required by law.

(b) Counties that do not cover the expenses of vehicle licensing and vessel registration and title activities may submit to the department a request for cost-coverage moneys. The request must be submitted on a form developed by the department. The department shall develop procedures to verify whether a request is reasonable. Payment shall be made on requests found to be allowable from the licensing services account.

(c) Applicants for certificates of ownership, including applicants paying fees under RCW 46.16.070 or 46.16.085, shall pay to the director, county auditor, or other agent a fee of four dollars in addition to any other fees required by law.

(d) The fees under (a) and (c) of this subsection, if paid to the county auditor as agent of the director, or if paid to a subagent of the county auditor, shall be paid to the county treasurer in the same manner as other fees collected by the county auditor and credited to the county current expense fund. If the fee is paid to another agent of the director, the fee shall be used by the agent to defray his or her expenses in handling the application.

(e) Applicants required to pay the (~~three-dollar~~) five-dollar

fee established under (a) of this subsection, must (~~pay an additional~~) have seventy-five cents (~~(, which must be collected and)~~) of that fee remitted to the state treasurer and distributed as follows:

(i) Fifty cents must be deposited into the department of licensing services account of the motor vehicle fund and must be used for agent and subagent support, which is to include but not be limited to the replacement of department-owned equipment in the possession of agents and subagents.

(ii) Twenty-five cents must be deposited into the license plate technology account created under RCW 46.16.685.

(5) A subagent shall collect a service fee of (a) ten dollars for changes in a certificate of ownership, with or without registration renewal, or verification of record and preparation of an affidavit of lost title other than at the time of the title application or transfer and (b) four dollars for registration renewal only, issuing a transit permit, or any other service under this section.

(6) If the fee is collected by the state patrol as agent for the director, the fee so collected shall be certified to the state treasurer and deposited to the credit of the state patrol highway account. If the fee is collected by the department of transportation as agent for the director, the fee shall be certified to the state treasurer and deposited to the credit of the motor vehicle fund. All such fees collected by the director or branches of his office shall be certified to the state treasurer and deposited to the credit of the highway safety fund.

(7) Any county revenues that exceed the cost of providing vehicle licensing and vessel registration and title activities in a county, calculated in accordance with the procedures in subsection (3)(d) of this section, shall be expended as determined by the county legislative authority during the process established by law for adoption of county budgets.

(8) The director may adopt rules to implement this section.

NEW SECTION. **Sec. 5.** The following acts or parts of acts are each repealed:

(1) RCW 46.17.010 (Vehicle weight fee--Motor vehicles, except motor homes) and 2006 c 337 s 9 & 2005 c 314 s 201; and

(2) RCW 46.17.020 (Vehicle weight fee--Motor homes) and 2005 c 314 s 202.

**Sec. 6.** RCW 82.08.020 and 2009 c 469 s 802 are each amended to read as follows:

(1) There is levied and there shall be collected a tax on each retail sale in this state equal to six and five-tenths percent of the selling price.

(2) There is levied and there shall be collected an additional tax on each retail car rental, regardless of whether the vehicle is licensed in this state, equal to five and nine-tenths percent of the selling price. The revenue collected under this subsection shall be deposited in the multimodal transportation account created in RCW 47.66.070.

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

~~(4) For purposes of subsection (3) of this section, "motor vehicle" has the meaning provided in RCW 46.04.320, but does not include farm tractors or farm vehicles as defined in RCW 46.04.180 and 46.04.181, off road and nonhighway vehicles as defined in RCW 46.09.020, and snowmobiles as defined in RCW 46.10.010.~~

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

~~((+6))~~ (4) The taxes imposed under this chapter shall apply to successive retail sales of the same property.

~~((+7))~~ (5)(a) Until January 1, 2011, ~~((the tax imposed in subsection (3) of this section and))~~ the dedication of revenue provided for in subsection ~~((5))~~ (3) of this section~~((, -de))~~ does not apply with respect to the sales of new passenger cars, light duty trucks, and medium duty passenger vehicles, which utilize hybrid technology and have a United States environmental protection agency estimated highway gasoline mileage rating of at least forty miles per gallon.

(b) As used in this subsection, "hybrid technology" means propulsion units powered by both electricity and gasoline.

~~((8))~~ (6) The rates provided in this section apply to taxes imposed under chapter 82.12 RCW as provided in RCW 82.12.020.

(7) Sales taxes levied and collected under subsection (1) of this section from the sale of a motor vehicle shall be reduced by the amount of fees, if any, charged under RCW 46.70.180.

**Sec. 7.** RCW 46.16.233 and 2003 c 361 s 501 and 2003 c 196 s 401 are each reenacted and amended to read as follows:

(1) Except for those license plates issued under RCW 46.16.305(1) before January 1, 1987, under RCW 46.16.305(3), and to commercial vehicles with a gross weight in excess of twenty-six thousand pounds, effective with vehicle registrations due or to become due on January 1, 2001, the appearance of the background of all vehicle license plates may vary in color and design but must be legible and clearly identifiable as a Washington state license plate, as designated by the department. Additionally, to ensure maximum legibility and reflectivity, the department shall periodically provide for the replacement of license plates, except for commercial vehicles with a gross weight in excess of twenty-six thousand pounds. Frequency of replacement shall be established in accordance with empirical studies documenting the longevity of the reflective materials used to make license plates.

(2) Special license plate series approved by the special license plate review board created under RCW 46.16.705 and enacted by the legislature may display a symbol or artwork approved by the special license plate review board.

(3) By November 1, 2003, in providing for the periodic replacement of license plates, the department shall offer to vehicle owners the option of retaining their current license plate numbers. The department shall charge a retention fee of ~~((twenty dollars))~~ fifty cents if this option is exercised. Revenue generated from the retention fee must be deposited into the multimodal transportation account.

**Sec. 8.** RCW 46.16.237 and 2005 c 314 s 301 are each amended to read as follows:

All vehicle license number plates issued after January 1, 1968, or such earlier date as the director may prescribe with respect to plates issued in any county, shall be treated with fully reflectorized materials designed to increase the visibility and legibility of such plates at night. In addition to all other fees prescribed by law, there shall be paid and collected for each vehicle license number plate treated with such materials, the sum of ~~((two dollars))~~ fifty cents and for each set of two plates, the sum of ~~((four))~~ one dollar~~((s))~~. However, one plate is available only to those vehicles that by law require only one plate. Such fees shall be deposited in the motor vehicle fund.

**Sec. 9.** RCW 46.16.270 and 2005 c 314 s 302 are each amended to read as follows:

The total replacement plate fee shall be deposited in the motor vehicle fund.

Upon the loss, defacement, or destruction of one or both of the vehicle license number plates issued for any vehicle where more than one plate was originally issued or where one or both have become so illegible or in such a condition as to be difficult to distinguish, or upon the owner's option, the owner of the vehicle shall make

application for new vehicle license number plates upon a form furnished by the director. The application shall be filed with the director or the director's authorized agent, accompanied by the certificate of license registration of the vehicle and a fee in the amount of (~~ten dollars~~) fifty cents per plate, whereupon the director, or the director's authorized agent, shall issue new vehicle license number plates to the applicant. It shall be accompanied by a fee of two dollars for a new motorcycle license number plate. In the event the director has issued license period tabs or a windshield emblem instead of vehicle license number plates, and upon the loss, defacement, or destruction of the tabs or windshield emblem, application shall be made on a form provided by the director and in the same manner as above described, and shall be accompanied by a fee of one dollar for each pair of tabs or for each windshield emblem, whereupon the director shall issue to the applicant a duplicate pair of tabs, year tabs, and when necessary month tabs or a windshield emblem to replace those lost, defaced, or destroyed. For vehicles owned, rented, or leased by the state of Washington or by any county, city, town, school district, or other political subdivision of the state of Washington or United States government, or owned or leased by the governing body of an Indian tribe as defined in RCW 46.16.020, a fee shall be charged for replacement of a vehicle license number plate only to the extent required by the provisions of RCW 46.16.020, 46.16.237, and 46.01.140. For vehicles owned, rented, or leased by foreign countries or international bodies to which the United States government is a signatory by treaty, the payment of any fee for the replacement of a vehicle license number plate shall not be required.

**Sec. 10.** RCW 81.104.160 and 2009 c 280 s 4 are each amended to read as follows:

An agency and high capacity transportation corridor area may impose a sales and use tax solely for the purpose of providing high capacity transportation service, in addition to the tax authorized by RCW 82.14.030, upon retail car rentals within the applicable

jurisdiction that are taxable by the state under chapters 82.08 and 82.12 RCW. The rate of tax shall not exceed 2.172 percent. The base of the tax shall be the selling price in the case of a sales tax or the rental value of the vehicle used in the case of a use tax.

Any motor vehicle excise tax (~~(previously)~~) imposed under (~~the provisions of RCW 81.104.160(1) shall be repealed, terminated and expire on December 5, 2002~~) any previously existing version of this section must be levied and calculated using the valuation schedule established by section 12 of this act.

**Sec. 11.** RCW 36.120.050 and 2008 c 122 s 16 are each amended to read as follows:

(1) A regional transportation investment district planning committee may, as part of a regional transportation investment plan, recommend the imposition or authorization of some or all of the following revenue sources, which a regional transportation investment district may impose or authorize upon approval of the voters as provided in this chapter:

(a) A regional sales and use tax, as specified in RCW 82.14.430, of up to 0.1 percent of the selling price, in the case of a sales tax, or value of the article used, in the case of a use tax, upon the occurrence of any taxable event in the regional transportation investment district;

(b) A local option vehicle license fee, as specified under RCW 82.80.100, of up to one hundred dollars per vehicle registered in the district. As used in this subsection, "vehicle" means motor vehicle as defined in RCW 46.04.320. Certain classes of vehicles, as defined under chapter 46.04 RCW, may be exempted from this fee;

(c) A parking tax under RCW 82.80.030;

(d) A local motor vehicle excise tax under RCW 81.100.060 levied and calculated using the valuation schedule established by section 12 of this act;

(e) A local option fuel tax under RCW 82.80.120;

(f) An employer excise tax under RCW 81.100.030; and

(g) Vehicle tolls on new or reconstructed local or regional arterials or state routes within the boundaries of the district, if the following conditions are met:

(i) Consistent with RCW 47.56.820, the vehicle toll must first be authorized by the legislature if the toll is imposed on a state route;

(ii) Consistent with RCW 47.56.850, the vehicle toll, including any change in an existing toll rate, must first be reviewed and approved by the tolling authority designated in RCW 47.56.850 if the toll, or change in toll rate, would have a significant impact, as determined by the tolling authority, on the operation of any state facility;

(iii) The regional transportation investment plan must identify the facilities that may be tolled; and

(iv) Unless otherwise specified by law, the department shall administer the collection of vehicle tolls on designated facilities, and the state transportation commission, or its successor, shall be the tolling authority, and shall act in accordance with RCW 47.56.850.

(2) Taxes, fees, and tolls may not be imposed or authorized without an affirmative vote of the majority of the voters within the boundaries of the district voting on a ballot proposition as set forth in RCW 36.120.070. Revenues from these taxes and fees may be used only to implement the plan as set forth in this chapter. A district may contract with the state department of revenue or other appropriate entities for administration and collection of any of the taxes or fees authorized in this section.

(3) Existing statewide motor vehicle fuel and special fuel taxes, at the distribution rates in effect on January 1, 2001, are not intended to be altered by this chapter.

#### **VEHICLE OWNERS BILL OF RIGHTS #2:**

**THE RIGHT TO AN ACCURATE CALCULATION OF VEHICLE TAXES, BASING THEM ON PURCHASE PRICE, NOT THE ARTIFICIALLY INFLATED, INACCURATE, AND DISHONEST MANUFACTURER'S SUGGESTED RETAIL PRICE (MSRP)**

NEW SECTION.    **Sec. 12.**    A new section to chapter 82.44 RCW is added and reads as follows:

(1) A motor vehicle excise tax must be calculated in an honest and accurate way so the burden on vehicle owners is not artificially inflated. For the purpose of determining any motor vehicle excise tax otherwise authorized by law, any taxing district imposing a motor vehicle excise tax must set a vehicle's taxable value by using the depreciation schedule set forth in this section. The taxable value equals the product of a percentage based on a vehicle's year of service, as provided in subsection (2) of this section, and the latest purchase price of the vehicle. The purchase price for year of service 1 shall be determined by the bill of sale provided by buyer and seller, subject to the exemptions, exceptions, and definitions provided by this section, and which must be affirmed by declaration by both parties. This ensures an honest and accurate calculation of the tax and, combined with the appeal process in RCW 82.44.065, ensures that vehicle owners are taxed fairly.

(2) For the purpose of determining the tax under this chapter, the value of a truck-type power or trailing unit, or motor vehicle, including a passenger vehicle, motorcycle, motor home, sport-utility vehicle, or light-duty truck shall be the latest purchase price of the vehicle, excluding applicable federal excise taxes, state and local sales or use taxes, transportation or shipping costs, or preparatory or delivery costs, multiplied by the following percentage based on year of service of the vehicle since its most recent sale. The year in which a purchase occurs shall be considered a first year of service.

| YEAR OF SERVICE | PERCENTAGE |
|-----------------|------------|
| 1               | 100        |
| 2               | 75         |
| 3               | 55         |
| 4               | 40         |

|            |    |
|------------|----|
| 5          | 25 |
| 6          | 10 |
| 7 and over | 5  |

(3) The reissuance of title and registration for a truck-type power or trailing unit or motor vehicle, including a passenger vehicle, motorcycle, motor home, sport-utility vehicle, or light-duty truck because of the installation of body or special equipment shall be treated as a sale, and the latest purchase price of the truck-type power or trailing unit or motor vehicle, including a passenger vehicle, motorcycle, motor home, sport-utility vehicle, or light-duty truck at that time, as determined by the department from such information as may be available, shall be considered its base value.

(4) If the purchase price is unavailable or otherwise unascertainable or the reissuance of title and registration is the result of a gift or inheritance, the department shall determine a value equivalent to the latest purchase price by using any information that may be available, including any guidebook, report, or compendium of recognized standing in the automotive industry or the selling price and year of sale of the vehicle. The department may use an appraisal by the county assessor. In valuing a vehicle for which the current value or selling price is not indicative of the value of similar vehicles of the same year and model, the department shall establish a value that more closely represents the average value of similar vehicles of the same year and model.

(5) For purposes of this chapter, value shall exclude value attributable to modifications of a motor vehicle and equipment that are designed to facilitate the use or operation of the motor vehicle by a person with disability.

**Sec. 13.** RCW 82.44.065 and 2006 c 318 s 5 each amended to read as follows:

If the department determines a value for a motor vehicle (~~equivalent to a manufacturer's base suggested retail price~~) under

section 12 of this act or the value of a truck-type power or trailing unit under ((~~RCW 82.44.035~~)) section 12 of this act, any person who pays a locally imposed tax for that vehicle may appeal the valuation to the department under chapter 34.05 RCW. If the taxpayer is successful on appeal, the department shall refund the excess tax in the manner provided in RCW 82.44.120. This ensures an honest and accurate calculation of the tax.

NEW SECTION. **Sec. 14.** RCW 82.44.035 (Valuation of vehicles) and 2006 c 318 s 1 are hereby repealed.

#### MISCELLANEOUS

NEW SECTION. **Sec. 15.** The provisions of this act are to be liberally construed to effectuate the intent, policies, and purposes of this act.

NEW SECTION. **Sec. 16.** If any provision of this act or its application to any person or circumstance is held invalid, the remainder of the act or the application of the provision to other persons or circumstances is not affected. If the repeal or reduction of any tax or fee in this act is judicially held to impair any contract in existence as of the effective date of this act, the repeal or reduction of pledged revenues shall apply to any other contract, including novation, renewal, or refunding (in the case of bond contract).

NEW SECTION. **Sec. 17.** If a taxing district continues to collect tax revenue from a tax or fee that is repealed or reduced by this act, for any reason, including reliance on a judicial determination that such taxes or fees may continue to be collected, and a court rules subsequently that the continued collection of tax or fee revenues was unlawful, taxpayers are entitled to a refund of the tax or fee paid plus eighteen percent annualized interest (calculated from the effective date of this measure to the date the refunds are sent) on the refund amount due to vehicle owners, plus

litigation costs and attorneys' fees reasonably incurred in seeking refunds.

The people find that taxpayers deserve to be compensated when state or local governments continue to collect taxes or fees illegally.

NEW SECTION. **Sec. 18.** This act is called "Bring Back Our \$30 Tabs."

--- **END** ---