

Repeal preferential B&O tax rate for retailing (increases rate from 0.471% to 0.484%)

Description This proposal increases the B&O tax rate for retailing activity from the current rate of 0.471% to 0.484%.

Current Law For persons engaging in business in Washington, a B&O tax is imposed on the gross receipts (without deductions for the cost of doing business).

Revenue Impact General Fund Impacts (\$ millions):

Fiscal Year 2012	Fiscal Year 2013	2011-2013 Biennium
\$0	\$19.3	\$19.3

Notes:

- *Estimates assume a July 1, 2012 effective date, representing 11 months of collections for FY 2013.*
- *Estimates reflect the September 2011 Economic & Revenue Forecast Council revenue forecast.*

Expenditure Impact

Fiscal Year 2012	Fiscal Year 2013	2011-2013 Biennium
\$134,400	\$369,200	\$503,600