July 31, 2018

TO: Judy Clibborn, Chair
House Transportation Committee

Steve Hobbs, Chair
Senate Transportation Committee

FROM: Randy Simmons, Acting Director
Department of Revenue

SUBJECT: Clean Alternative Fuel Vehicle Tax Exemption

RCW 82.08.809, which was effective July 1, 2016, requires the Department of Revenue to provide to the transportation committees of the legislature:

1) The cumulative number of qualifying vehicles titled in the state on or after July 15, 2015, as reported by the Department of Licensing; and,

2) The cumulative dollar amount of all state retail sales and use taxes exempted on or after July 15, 2015, under RCW 82.08.809 and 82.12.809.

This information is to be calculated by the last day of July 2016, and every six months thereafter until the expiration of the exemption.

The total number of qualifying vehicles titled in Washington since July 15, 2015, reached 7,500 in March 2018 and notification occurred in April 2018. This triggered the expiration of the sales and use tax exemption effective June 1, 2018, and this will be the final report on this exemption.

For the period of July 15, 2015, through May 31, 2018:

- The Department of Licensing calculated 9,302 qualifying vehicles, and
- The Department of Revenue calculated $14,966,501 state retail sales and use taxes exempted.

If you have questions about this information, please contact David Duvall, Legislative Liaison, at (360) 534-1545 or DavidD@dor.wa.gov.

cc: Bernard Dean, Chief Clerk of the House of Representatives
Brad Hendrickson, Secretary of the Senate
David Schumacher, Director, Office of Financial Management
David Duvall, Legislative Liaison, Department of Revenue