

CHAPTER 175.

[H. B. 534.]

TAXATION IN FEDERAL AREAS.

AN ACT accepting jurisdiction for purposes of taxation over federal areas within the exterior boundaries of the State of Washington; extending to such areas the application of all laws relating to revenue and taxation; and declaring when this act shall take effect.

Be it enacted by the Legislature of the State of Washington:

SECTION 1. The State of Washington hereby accepts jurisdiction over all federal areas located within the exterior boundaries of such state to the extent that the power and authority to levy and collect taxes therein is granted by that certain act of the 76th Congress of the United States, approved by the President on October 9, 1940, and entitled: "An act to permit the states to extend their sales, use, and income taxes to persons residing or carrying on business, or to transactions occurring, in federal areas, and for other purposes."

State accepts jurisdiction granted.

Tax jurisdiction in federal areas.

SEC. 2. From and after January 1, 1941, all laws of this state relating to revenue and taxation which, except for this act and the act of Congress described in section 1 hereof, would not be operative within federal areas, are hereby extended to, and shall be construed as being operative in and upon all lands or premises held or acquired by or for the use of the United States or any department, establishment, or agency of the United States located within the exterior boundaries of the State of Washington, to the same extent and with the same effect as though such area was not a federal area: *Provided, however,* That nothing in this section shall be construed as extending the provisions of the Revenue Act of 1935, as amended, to the gross income received from or to sales made for use in performing within a federal

Date tax to extend.

Federal areas within state boundaries.

Exception.

military or naval reservation any contract entered into with the United States of America, or any department or agency thereof or any sub-contract made pursuant thereto for which a bid covering such contract or sub-contract was submitted prior to October 9, 1940.

Effective immediately.

SEC. 3. This act is necessary for the support of the state government and its existing institutions and shall take effect immediately.

Passed the House March 6, 1941.

Passed the Senate March 11, 1941.

Approved by the Governor March 21, 1941.

CHAPTER 176.

[H. B. 557.]

FORTY MILL LIMIT REFERENDUM.

AN ACT relating to the taxation of real and personal property and limiting the aggregate annual rate of levy thereon for all purposes to forty mills, and submitting this act to the people for their approval or rejection at the general election in November, 1942.

Be it enacted by the Legislature of the State of Washington:

Tax limitation.

SECTION 1. Except as hereinafter provided, the aggregate of all tax levies upon real and personal property by the state, municipal corporations, taxing districts and governmental agencies, now existing or hereafter created, shall not in any year exceed forty mills on the dollar of assessed valuation, which assessed valuation shall be fifty per centum (50%) of the true and fair value of such property in money; and within and subject to the aforesaid limitation the levy by the state shall not exceed two (2) mills to be used exclusively for the support of the University of Washington, Washington State College

Valuation.

Ratios.

State colleges.