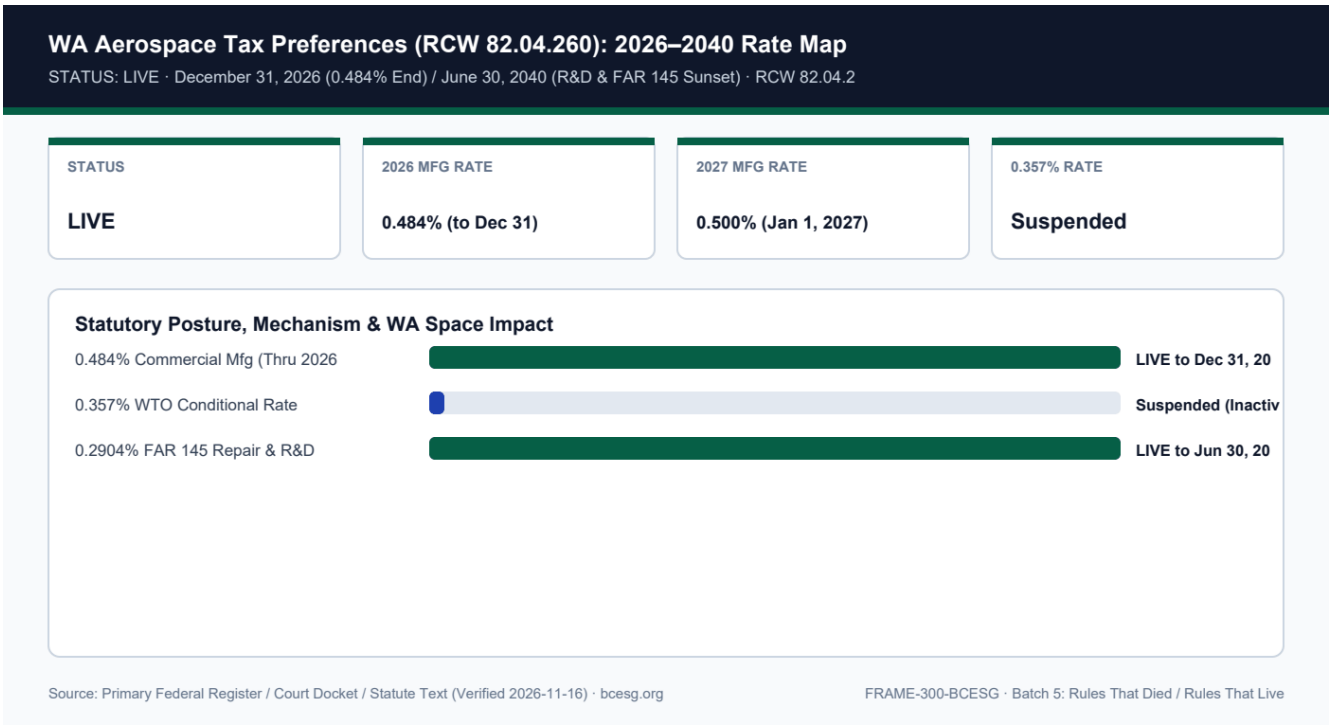
BC ESG · RULES THAT DIED / RULES THAT LIVE · STATUS: LIVE

WA Aerospace Tax Preferences (RCW 82.04.260): LIVE — 0.484% Rate Through Dec 31, 2026; 0.357% Suspended

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Rule: Washington Aerospace B&O Tax Preferences & Apprentice Reporting (RCW 82.04.260) | **Status:** LIVE | **Instrument:** RCW 82.04.260(11) & RCW 49.04.220 (Apprentice Utilization) | **Date:** December 31, 2026 (0.484% End) / June 30, 2040 (R&D & FAR 145 Sunset)

Verdict & Proof: Washington's aerospace tax regime (RCW 82.04.260) is LIVE with a critical year-end rate shift: the 0.484% commercial-airplane manufacturing B&O rate runs through December 31, 2026 (stepping to 0.5% on Jan 1, 2027), the 0.357% rate remains conditionally suspended, and FAR 145 repair (0.2904%) and aerospace R&D preferences run through June 30, 2040.



Preference	Rate	Status & Sunset
Commercial Airplane/Component Mfg	0.484% -> 0.5% (Jan 1, 2027)	LIVE (Annual DOR report required)
Conditional WTO Mfg Rate	0.357%	SUSPENDED — Trigger not met
FAR Part 145 Repair / R&D Credits	0.2904% / 0.9%	LIVE through June 30, 2040

Who Owes What by When: B&O Rates & Annual Tax Performance Reports

Under RCW 82.04.260(11), qualifying commercial airplane and component manufacturers pay a 0.484% B&O rate through December 31, 2026, transitioning to 0.5% on January 1, 2027. The lower 0.357% rate enacted under ESB 6690 remains conditionally suspended pending international trade triggers.

Meanwhile, aerospace non-manufacturing product development (0.9% B&O / R&D credits) and FAR Part 145 repair stations (0.2904%) remain active through June 30, 2040. Qualifying firms must file annual DOR Tax Performance Reports and L&I Apprentice Utilization Rate disclosures (RCW 49.04.220).

Verified Primary Sources & Internal Bridges

- RCW 82.04.260 (Washington Legislature): https://app.leg.wa.gov/RCW/default.aspx?cite=82.04.260