

CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 3071

Chapter 114, Laws of 2008

60th Legislature
2008 Regular Session

TERMINATION OF CONDOMINIUMS

EFFECTIVE DATE: 06/12/08

Passed by the House February 18, 2008
Yeas 52 Nays 43

FRANK CHOPP

Speaker of the House of Representatives

Passed by the Senate March 6, 2008
Yeas 41 Nays 8

BRAD OWEN

President of the Senate

Approved March 21, 2008, 2:00 p.m.

CHRISTINE GREGOIRE

Governor of the State of Washington

CERTIFICATE

I, Barbara Baker, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 3071** as passed by the House of Representatives and the Senate on the dates hereon set forth.

BARBARA BAKER

Chief Clerk

FILED

March 24, 2008

**Secretary of State
State of Washington**

SUBSTITUTE HOUSE BILL 3071

Passed Legislature - 2008 Regular Session

State of Washington 60th Legislature 2008 Regular Session

By House Housing (originally sponsored by Representatives Goodman, Rodne, and Williams)

READ FIRST TIME 02/04/08.

1 AN ACT Relating to harmonizing statutes dealing with the
2 termination of condominiums; and amending RCW 64.34.010, 64.32.150, and
3 64.32.010.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 **Sec. 1.** RCW 64.34.010 and 1993 c 429 s 12 are each amended to read
6 as follows:

7 (1) This chapter applies to all condominiums created within this
8 state after July 1, 1990. RCW 64.34.040 (separate titles and
9 taxation), RCW 64.34.050 (applicability of local ordinances,
10 regulations, and building codes), RCW 64.34.060 (condemnation), RCW
11 64.34.208 (construction and validity of declaration and bylaws), RCW
12 64.34.268 (1) through (7) and (10) (termination of condominium), RCW
13 64.34.212 (description of units), RCW 64.34.304(1)(a) through (f) and
14 (k) through (r) (powers of unit owners' association), RCW 64.34.308(1)
15 (board of directors and officers), RCW 64.34.340 (voting-proxies), RCW
16 64.34.344 (tort and contract liability), RCW 64.34.354 (notification on
17 sale of unit), RCW 64.34.360(3) (common expenses-assessments), RCW
18 64.34.364 (lien for assessments), RCW 64.34.372 (association records),
19 RCW 64.34.425 (resales of units), RCW 64.34.455 (effect of violation on

1 rights of action; attorney's fees), and RCW 64.34.020 (definitions) to
2 the extent necessary in construing any of those sections, apply to all
3 condominiums created in this state before July 1, 1990; but those
4 sections apply only with respect to events and circumstances occurring
5 after July 1, 1990, and do not invalidate or supersede existing,
6 inconsistent provisions of the declaration, bylaws, or survey maps or
7 plans of those condominiums.

8 (2) The provisions of chapter 64.32 RCW do not apply to
9 condominiums created after July 1, 1990, and do not invalidate any
10 amendment to the declaration, bylaws, and survey maps and plans of any
11 condominium created before July 1, 1990, if the amendment would be
12 permitted by this chapter. The amendment must be adopted in conformity
13 with the procedures and requirements specified by those instruments and
14 by chapter 64.32 RCW. If the amendment grants to any person any
15 rights, powers, or privileges permitted by this chapter which are not
16 otherwise provided for in the declaration or chapter 64.32 RCW, all
17 correlative obligations, liabilities, and restrictions in this chapter
18 also apply to that person.

19 (3) This chapter does not apply to condominiums or units located
20 outside this state.

21 (4) RCW 64.34.400 (applicability-waiver), RCW 64.34.405 (liability
22 for public offering statement requirements), RCW 64.34.410 (public
23 offering statement-general provisions), RCW 64.34.415 (public offering
24 statement-conversion condominiums), RCW 64.34.420 (purchaser's right to
25 cancel), RCW 64.34.430 (escrow of deposits), RCW 64.34.440 (conversion
26 condominiums-notice-tenants), and RCW 64.34.455 (effect of violations
27 on rights of action-attorney's fees) apply with respect to all sales of
28 units pursuant to purchase agreements entered into after July 1, 1990,
29 in condominiums created before July 1, 1990, in which as of July 1,
30 1990, the declarant or an affiliate of the declarant owns or had the
31 right to create at least ten units constituting at least twenty percent
32 of the units in the condominium.

33 **Sec. 2.** RCW 64.32.150 and 1963 c 156 s 15 are each amended to read
34 as follows:

35 (1) All of the apartment owners may remove a property from the
36 provisions of this chapter by an instrument to that effect duly
37 recorded: PROVIDED, That the mortgagees and holders of all liens

1 affecting any of the apartments consent thereto or agree, in either
2 case by instrument duly recorded, that their mortgages and liens be
3 transferred to the percentage of the undivided interest of the
4 apartment owner in the property as hereinafter provided;

5 (2) Upon removal of the property from the provisions of this
6 chapter, the property shall be deemed to be owned in common by the
7 apartment owners. The undivided interest in the property owned in
8 common which shall appertain to each apartment owner shall be the
9 percentage of the undivided interest previously owned by such owners in
10 the common areas and facilities.

11 (3) Subject to RCW 64.34.010 (1) and (2) and the rights of
12 mortgagees and the holders of all liens affecting any of the
13 apartments, the apartment owners may remove a property from the
14 provisions of this chapter and terminate the condominium in the manner
15 set forth in RCW 64.34.268 (1) through (7) and (10), in which event all
16 of the provisions of RCW 64.34.268 (1) through (7) and (10) shall apply
17 to such removal in lieu of subsections (1) and (2) of this section.

18 **Sec. 3.** RCW 64.32.010 and 1987 c 383 s 1 are each amended to read
19 as follows:

20 As used in this chapter unless the context otherwise requires:

21 (1) "Apartment" means a part of the property intended for any type
22 of independent use, including one or more rooms or spaces located on
23 one or more floors (or part or parts thereof) in a building, or if not
24 in a building, a separately delineated place of storage or moorage of
25 a boat, plane, or motor vehicle, regardless of whether it is destined
26 for a residence, an office, storage or moorage of a boat, plane, or
27 motor vehicle, the operation of any industry or business, or for any
28 other use not prohibited by law, and which has a direct exit to a
29 public street or highway, or to a common area leading to such street or
30 highway. The boundaries of an apartment located in a building are the
31 interior surfaces of the perimeter walls, floors, ceilings, windows and
32 doors thereof, and the apartment includes both the portions of the
33 building so described and the air space so encompassed. If the
34 apartment is a separately delineated place of storage or moorage of a
35 boat, plane, or motor vehicle the boundaries are those specified in the
36 declaration. In interpreting declarations, deeds, and plans, the
37 existing physical boundaries of the apartment as originally constructed

1 or as reconstructed in substantial accordance with the original plans
2 thereof shall be conclusively presumed to be its boundaries rather than
3 the metes and bounds expressed or depicted in the declaration, deed or
4 plan, regardless of settling or lateral movement of the building and
5 regardless of minor variance between boundaries shown in the
6 declaration, deed, or plan and those of apartments in the building.

7 (2) "Apartment owner" means the person or persons owning an
8 apartment, as herein defined, in fee simple absolute or qualified, by
9 way of leasehold or by way of a periodic estate, or in any other manner
10 in which real property may be owned, leased or possessed in this state,
11 together with an undivided interest in a like estate of the common
12 areas and facilities in the percentage specified and established in the
13 declaration as duly recorded or as it may be lawfully amended.

14 (3) "Apartment number" means the number, letter, or combination
15 thereof, designating the apartment in the declaration as duly recorded
16 or as it may be lawfully amended.

17 (4) "Association of apartment owners" means all of the apartment
18 owners acting as a group in accordance with the bylaws and with the
19 declaration as it is duly recorded or as they may be lawfully amended.

20 (5) "Building" means a building, containing two or more apartments,
21 or two or more buildings each containing one or more apartments, and
22 comprising a part of the property.

23 (6) "Common areas and facilities", unless otherwise provided in the
24 declaration as duly recorded or as it may be lawfully amended,
25 includes:

26 (a) The land on which the building is located;

27 (b) The foundations, columns, girders, beams, supports, main walls,
28 roofs, halls, corridors, lobbys, stairs, stairways, fire escapes, and
29 entrances and exits of the building;

30 (c) The basements, yards, gardens, parking areas and storage
31 spaces;

32 (d) The premises for the lodging of janitors or persons in charge
33 of the property;

34 (e) The installations of central services such as power, light,
35 gas, hot and cold water, heating, refrigeration, air conditioning and
36 incinerating;

37 (f) The elevators, tanks, pumps, motors, fans, compressors, ducts
38 and in general all apparatus and installations existing for common use;

1 (g) Such community and commercial facilities as may be provided for
2 in the declaration as duly recorded or as it may be lawfully amended;

3 (h) All other parts of the property necessary or convenient to its
4 existence, maintenance and safety, or normally in common use.

5 (7) "Common expenses" include:

6 (a) All sums lawfully assessed against the apartment owners by the
7 association of apartment owners;

8 (b) Expenses of administration, maintenance, repair, or replacement
9 of the common areas and facilities;

10 (c) Expenses agreed upon as common expenses by the association of
11 apartment owners;

12 (d) Expenses declared common expenses by the provisions of this
13 chapter, or by the declaration as it is duly recorded, or by the
14 bylaws, or as they may be lawfully amended.

15 (8) "Common profits" means the balance of all income, rents,
16 profits and revenues from the common areas and facilities remaining
17 after the deduction of the common expenses.

18 (9) "Declaration" means the instrument by which the property is
19 submitted to provisions of this chapter, as hereinafter provided, and
20 as it may be, from time to time, lawfully amended.

21 (10) "Land" means the material of the earth, whatever may be the
22 ingredients of which it is composed, whether soil, rock, or other
23 substance, whether or not submerged, and includes free or occupied
24 space for an indefinite distance upwards as well as downwards, subject
25 to limitations upon the use of airspace imposed, and rights in the use
26 of the airspace granted, by the laws of this state or of the United
27 States.

28 (11) "Limited common areas and facilities" includes those common
29 areas and facilities designated in the declaration, as it is duly
30 recorded or as it may be lawfully amended, as reserved for use of
31 certain apartment or apartments to the exclusion of the other
32 apartments.

33 (12) "Majority" or "majority of apartment owners" means the
34 apartment owners with fifty-one percent or more of the votes in
35 accordance with the percentages assigned in the declaration, as duly
36 recorded or as it may be lawfully amended, to the apartments for voting
37 purposes.

1 (13) "Person" includes any individual, corporation, partnership,
2 association, trustee, or other legal entity.

3 (14) "Property" means the land, the building, all improvements and
4 structures thereon, all owned in fee simple absolute or qualified, by
5 way of leasehold or by way of a periodic estate, or in any other manner
6 in which real property may be owned, leased or possessed in this state,
7 and all easements, rights and appurtenances belonging thereto, none of
8 which shall be considered as a security or security interest, and all
9 articles of personalty intended for use in connection therewith, which
10 have been or are intended to be submitted to the provisions of this
11 chapter.

12 (15) "Percent of the apartment owners" means the apartment owners
13 with the stated percent or more of the votes in accordance with the
14 percentages assigned in the declaration, as duly recorded or as it may
15 be lawfully amended, to the apartments for voting purposes.

Passed by the House February 18, 2008.

Passed by the Senate March 6, 2008.

Approved by the Governor March 21, 2008.

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