## CERTIFICATION OF ENROLLMENT

## HOUSE BILL 1309

Chapter 133, Laws of 2015

64th Legislature 2015 Regular Session

REAL ESTATE BROKERS--FLOATING HOMES

EFFECTIVE DATE: 7/24/2015

Passed by the House March 4, 2015 Yeas 98 Nays 0

## FRANK CHOPP

Speaker of the House of Representatives

Passed by the Senate April 13, 2015 Yeas 47 Nays 0

BRAD OWEN

Approved April 29, 2015 1:42 PM

President of the Senate

CERTIFICATE

I, Barbara Baker, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **HOUSE BILL 1309** as passed by House of Representatives and the Senate on the dates hereon set forth.

BARBARA BAKER

Chief Clerk

FILED

April 29, 2015

JAY INSLEE

Governor of the State of Washington

Secretary of State State of Washington

## HOUSE BILL 1309

Passed Legislature - 2015 Regular Session

State of Washington 64th Legislature 2015 Regular Session

By Representatives Vick and Kirby

Read first time 01/19/15. Referred to Committee on Business & Financial Services.

- 1 AN ACT Relating to the sale of floating homes or floating on-
- 2 water residences by brokers; and amending RCW 18.85.011 and
- 3 88.02.720.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 18.85.011 and 2008 c 23 s 1 are each amended to read 6 as follows:
- 7 The definitions in this section apply throughout this chapter 8 unless the context clearly requires otherwise.
- 9 (1) "Advertising" means any attempt by publication or broadcast, 10 whether oral, written, or otherwise, to induce a person to use the 11 services of a real estate firm, broker, managing broker, or 12 designated broker.
- 13 (2) "Broker" means a natural person acting on behalf of a real 14 estate firm to perform real estate brokerage services under the 15 supervision of a designated broker or managing broker.
- 16 (3) "Business opportunity" means and includes business, business 17 entity, and good will of an existing business or any one or 18 combination thereof when the transaction or business includes an 19 interest in real property.
- 20 (4) "Clear and conspicuous" in an advertising statement means the 21 representation or term being used is of such a color, contrast, size,

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or audibility, and presented in a manner so as to be readily noticed and understood.

- (5) "Clock hours of instruction" means actual hours spent in classroom instruction in any tax supported, public technical college, community college, or any other institution of higher learning or a correspondence course from any of the aforementioned institutions certified by such institution as the equivalent of the required number of clock hours, and the real estate commission may certify courses of instruction other than in the aforementioned institutions.
- (6) "Commercial real estate" means any parcel of real estate in this state other than real estate containing one to four residential units. "Commercial real estate" does not include a single-family residential lot or single-family residential units such as condominiums, townhouses, manufactured homes, or homes in a subdivision when sold, leased, or otherwise conveyed on a unit-by-unit basis, even when those units are part of a larger building or parcel of real estate, unless the property is sold or leased for a commercial purpose.
- 19 (7) "Commission" means the real estate commission of the state of 20 Washington.
- 21 (8) "Controlling interest" means the ability to control either 22 the operational or financial, or both, decisions of a firm.
  - (9) "Department" means the Washington department of licensing.
  - (10) "Designated broker" means:

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- 25 (a) A natural person who owns a sole proprietorship real estate 26 firm; or
- (b) A natural person with a controlling interest in the firm who 27 is designated by a legally recognized business entity such as a 28 29 limited liability company, limited corporation, liability partnership, or partnership real estate firm, to act as a designated 30 31 broker on behalf of the real estate firm, and whose managing broker's license receives an endorsement from the department of "designated 32 33 broker."
- 34 (11) "Director" means the director of the department of 35 licensing.
- 36 (12) "Inactive license" means the status of a license that is not 37 expired and is not affiliated with a firm.
- 38 (13) "Licensee" means a person holding a license as a real estate 39 firm, managing broker, or broker.

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- 1 (14) "Managing broker" means a natural person acting on behalf of 2 a real estate firm to perform real estate brokerage services under 3 the supervision of the designated broker, and who may supervise other 4 brokers or managing brokers licensed to the firm.
  - (15) "Person" includes a natural person, corporation, limited liability company, limited liability partnership, partnership, or public or private organization or entity of any character, except where otherwise restricted.

- (16) "Real estate brokerage services" means any of the following services offered or rendered directly or indirectly to another, or on behalf of another for compensation or the promise or expectation of compensation, or by a licensee on the licensee's own behalf:
- (a) Listing, selling, purchasing, exchanging, optioning, leasing, renting of real estate, or any real property interest therein; or any interest in a cooperative; or any interest in a floating home or floating on-water residence, as defined in RCW 90.58.270;
  - (b) Negotiating or offering to negotiate, either directly or indirectly, the purchase, sale, exchange, lease, or rental of real estate, or any real property interest therein; or any interest in a cooperative; or any interest in a floating home or floating on-water residence, as defined in RCW 90.58.270;
- (c) Listing, selling, purchasing, exchanging, optioning, leasing, renting, or negotiating the purchase, sale, lease, or exchange of a manufactured or mobile home in conjunction with the purchase, sale, lease, exchange, or rental of the land upon which the manufactured or mobile home is or will be located;
- (d) Advertising or holding oneself out to the public by any solicitation or representation that one is engaged in real estate brokerage services;
- (e) Advising, counseling, or consulting buyers, sellers, landlords, or tenants in connection with a real estate transaction;
- (f) Issuing a broker's price opinion. For the purposes of this chapter, "broker's price opinion" means an oral or written report of property value that is prepared by a licensee under this chapter and is not an appraisal as defined in RCW 18.140.010 unless it complies with the requirements established under chapter 18.140 RCW;
- (g) Collecting, holding, or disbursing funds in connection with the negotiating, listing, selling, purchasing, exchanging, optioning, leasing, or renting of real estate or any real property interest; and

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- (h) Performing property management services, which includes with no limitation: Marketing; leasing; renting; the physical, administrative, or financial maintenance of real property; or the supervision of such actions.
- 5 (17) "Real estate firm" or "firm" means a sole proprietorship, 6 partnership, limited liability partnership, corporation, limited 7 liability company, or other legally recognized business entity 8 conducting real estate brokerage services in this state and licensed 9 by the department as a real estate firm.
- 10 **Sec. 2.** RCW 88.02.720 and 2010 c 161 s 1033 are each amended to 11 read as follows:

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- (1) The department may exempt from compliance with the vessel dealer requirements of this chapter, any person who is engaged in the business of selling in this state at wholesale or retail, human-powered watercraft that is: (a) Under sixteen feet in length; (b) unable to be powered by propulsion machinery or wind propulsion as designed by the manufacturer; and (c) not designed for use on commonly-used navigable waters.
- (2) Any person engaged in the business of selling at wholesale or retail, exempt and nonexempt watercraft under this section is only required to comply with this chapter in regard to the sale of nonexempt watercraft.
- (3) An auction company licensed under chapter 18.11 RCW and licensed as a motor vehicle dealer under chapter 46.70 RCW may sell at auction, without being licensed as a vessel dealer, all vessels that a vessel dealer is authorized to sell, so long as the sale of vessels is incidental to the auction company's primary source of business and the length of any vessel being sold is no greater than twenty-five feet. The auction company shall comply with all other vessel dealer requirements of this chapter and rules adopted by the department if the vessel dealer license fees and surety bond requirements in RCW 88.02.710 are determined to not be due.
- 33 (4) A broker licensed under chapter 18.85 RCW may sell, without 34 being licensed as a vessel dealer, floating on-water residences, as 35 defined in RCW 90.58.270.

Passed by the House March 4, 2015. Passed by the Senate April 13, 2015. Approved by the Governor April 29, 2015.

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Filed in Office of Secretary of State April 29, 2015.

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