2 <u>2SSB 5127</u> - CONF REPT
3 By Conference Committee

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## ADOPTED 4/27/97

5 Strike everything after the enacting clause and insert the 6 following:

7 "<u>NEW SECTION.</u> **Sec. 1.** A new section is added to chapter 70.168 8 RCW to read as follows:

9 The department shall establish by rule a grant program for 10 designated trauma care services. The grants shall be made from the 11 emergency medical services and trauma care system trust account and 12 shall require regional matching funds. The trust account funds and 13 regional match shall be in a seventy-five to twenty-five percent ratio.

14 **Sec. 2.** RCW 70.168.040 and 1990 c 269 s 17 are each amended to 15 read as follows:

16 The emergency medical services and trauma care system trust account is hereby created in the state treasury. Moneys shall be transferred 17 18 to the emergency medical services and trauma care system trust account 19 from the public safety education account or other sources as 20 appropriated, and as collected under RCW 46.63.110(6) and section 5 of 21 this act. Disbursements shall be made by the department subject to 22 legislative appropriation. Expenditures may be made only for the 23 purposes of the state trauma care system under this chapter, including emergency medical services, trauma care services, rehabilitative 24 services, and the planning and development of related services under 25 26 this chapter and for reimbursement by the department of social and 27 health services for trauma care services provided by designated trauma 28 centers.

29 **Sec. 3.** RCW 46.63.110 and 1993 c 501 s 11 are each amended to read 30 as follows:

(1) A person found to have committed a traffic infraction shall be assessed a monetary penalty. No penalty may exceed two hundred and fifty dollars for each offense unless authorized by this chapter or title.

1 (2) The supreme court shall prescribe by rule a schedule of 2 monetary penalties for designated traffic infractions. This rule shall 3 also specify the conditions under which local courts may exercise 4 discretion in assessing fines and penalties for traffic infractions. 5 The legislature respectfully requests the supreme court to adjust this 6 schedule every two years for inflation.

7 (3) There shall be a penalty of twenty-five dollars for failure to 8 respond to a notice of traffic infraction except where the infraction 9 relates to parking as defined by local law, ordinance, regulation, or 10 resolution or failure to pay a monetary penalty imposed pursuant to this chapter. A local legislative body may set a monetary penalty not 11 to exceed twenty-five dollars for failure to respond to a notice of 12 traffic infraction relating to parking as defined by local law, 13 14 ordinance, regulation, or resolution. The local court, whether a 15 municipal, police, or district court, shall impose the monetary penalty 16 set by the local legislative body.

17 (4) Monetary penalties provided for in chapter 46.70 RCW which are 18 civil in nature and penalties which may be assessed for violations of 19 chapter 46.44 RCW relating to size, weight, and load of motor vehicles 20 are not subject to the limitation on the amount of monetary penalties 21 which may be imposed pursuant to this chapter.

22 (5) Whenever a monetary penalty is imposed by a court under this chapter it is immediately payable. If the person is unable to pay at 23 24 that time the court may, in its discretion, grant an extension of the 25 period in which the penalty may be paid. If the penalty is not paid on 26 or before the time established for payment the court shall notify the 27 department of the failure to pay the penalty, and the department shall suspend the person's driver's license or driving privilege until the 28 29 penalty has been paid and the penalty provided in subsection (3) of 30 this section has been paid.

(6) In addition to any other penalties imposed under this section and not subject to the limitation of subsection (1) of this section, a person found to have committed a traffic infraction shall be assessed a fee of five dollars per infraction. Under no circumstances shall this fee be reduced or waived. Revenue from this fee shall be forwarded to the state treasurer for deposit in the emergency medical services and trauma care system trust account under RCW 70.168.040.

1 **Sec. 4.** RCW 3.62.090 and 1995 c 332 s 7 are each amended to read 2 as follows:

(1) There shall be assessed and collected in addition to any fines, forfeitures, or penalties assessed, other than for parking infractions, by all courts organized under Title 3 or 35 RCW a public safety and education assessment equal to sixty percent of such fines, forfeitures, or penalties, which shall be remitted as provided in chapters 3.46, 3.50, 3.62, and 35.20 RCW. The assessment required by this section shall not be suspended or waived by the court.

10 (2) There shall be assessed and collected in addition to any fines, forfeitures, or penalties assessed, other than for parking infractions 11 and for fines levied under RCW 46.61.5055, and in addition to the 12 13 public safety and education assessment required under subsection (1) of this section, by all courts organized under Title 3 or 35 RCW, an 14 15 additional public safety and education assessment equal to fifty percent of the public safety and education assessment required under 16 17 subsection (1) of this section, which shall be remitted to the state treasurer and deposited as provided in RCW 43.08.250. The additional 18 19 assessment required by this subsection shall not be suspended or waived 20 by the court.

21 (3) This section does not apply to the fee imposed under RCW 22 <u>43.63.110(6).</u>

23 <u>NEW SECTION.</u> Sec. 5. A new section is added to chapter 46.12 RCW 24 to read as follows:

25 (1) Upon the retail sale or lease of any new or used motor vehicle by a vehicle dealer, the dealer shall collect from the consumer an 26 emergency medical services fee of six dollars and fifty cents, two 27 dollars and fifty cents of which shall be an administrative fee to be 28 29 retained by the vehicle dealer. The remainder of the fee shall be forwarded with the required title application and all other fees to the 30 department of licensing, or any of its authorized agents. The four-31 dollar fee collected in this section shall be deposited in the 32 33 emergency medical services and trauma care system trust account created 34 in RCW 70.168.040. The administrative fee charged by a dealer shall not be considered a violation of RCW 46.70.180(2). 35

(2) If a fee is not imposed under subsection (1) of this section,
 there is hereby imposed a fee of six dollars and fifty cents at the
 time of application for (a) an original title or transfer of title

1 issued on any motor vehicle pursuant to this chapter or chapter 46.09 2 RCW, or (b) an original transaction or transfer of ownership 3 transaction of a vehicle under chapter 46.10 RCW. The department of 4 licensing or any of its authorized agents shall collect the fee when 5 processing these transactions. The fee shall be transmitted to the 6 emergency medical services and trauma care system trust account created 7 in RCW 70.168.040.

8 (3) This section does not apply to a motor vehicle that has been 9 declared a total loss by an insurer or self-insurer unless an 10 application for certificate of ownership or license registration is 11 made to the department of licensing after the declaration of total 12 loss.

13 Sec. 6. RCW 63.14.010 and 1993 sp.s. c 5 s 1 are each amended to 14 read as follows:

15 In this chapter, unless the context otherwise requires:

16 (1) "Goods" means all chattels personal when purchased primarily for personal, family, or household use and not for commercial or 17 18 business use, but not including money or, except as provided in the next sentence, things in action. The term includes but is not limited 19 to merchandise certificates or coupons, issued by a retail seller, to 20 be used in their face amount in lieu of cash in exchange for goods or 21 22 services sold by such a seller and goods which, at the time of sale or 23 subsequently, are to be so affixed to real property as to become a part 24 thereof, whether or not severable therefrom;

(2) "Lender credit card" means a card or device under a lender credit card agreement pursuant to which the issuer gives to a cardholder residing in this state the privilege of obtaining credit from the issuer or other persons in purchasing or leasing property or services, obtaining loans, or otherwise, and the issuer of which is not: (a) Principally engaged in the business of selling goods; or (b) a financial institution;

(3) "Lender credit card agreement" means an agreement entered into or performed in this state prescribing the terms of retail installment transactions pursuant to which the issuer may, with the buyer's consent, purchase or acquire one or more retail sellers' indebtedness of the buyer under a sales slip or memorandum evidencing the purchase, lease, loan, or otherwise to be paid in accordance with the agreement.

The issuer of a lender credit card agreement shall not be principally 1 2 engaged in the business of selling goods or be a financial institution; (4) "Financial institution" means any bank or trust company, mutual 3 4 savings bank, credit union, or savings and loan association organized 5 pursuant to the laws of any one of the United States of America or the United States of America, or the laws of a foreign country if also 6 7 qualified to conduct business in any one of the United States of 8 America or pursuant to the laws of the United States of America;

9 (5) "Services" means work, labor, or services of any kind when 10 purchased primarily for personal, family, or household use and not for 11 commercial or business use whether or not furnished in connection with the delivery, installation, servicing, repair, or improvement of goods 12 13 and includes repairs, alterations, or improvements upon or in connection with real property, but does not include services for which 14 15 the price charged is required by law to be determined or approved by or 16 to be filed, subject to approval or disapproval, with the United States 17 or any state, or any department, division, agency, officer, or official 18 of either as in the case of transportation services;

19 (6) "Retail buyer" or "buyer" means a person who buys or agrees to 20 buy goods or obtain services or agrees to have services rendered or 21 furnished, from a retail seller;

(7) "Retail seller" or "seller" means a person engaged in the
business of selling goods or services to retail buyers;

24 (8) "Retail installment transaction" means any transaction in which 25 a retail buyer purchases goods or services from a retail seller 26 pursuant to a retail installment contract, a retail charge agreement, 27 or a lender credit card agreement, as defined in this section, which provides for a service charge, as defined in this section, and under 28 which the buyer agrees to pay the unpaid balance in one or more 29 30 installments or which provides for no service charge and under which 31 the buyer agrees to pay the unpaid balance in more than four installments; 32

(9) "Retail installment contract" or "contract" means a contract, other than a retail charge agreement, a lender credit card agreement, or an instrument reflecting a sale made pursuant thereto, entered into or performed in this state for a retail installment transaction. The term "retail installment contract" may include a chattel mortgage, a conditional sale contract, and a contract in the form of a bailment or a lease if the bailee or lessee contracts to pay as compensation for

their use a sum substantially equivalent to or in excess of the value 1 2 of the goods sold and if it is agreed that the bailee or lessee is bound to become, or for no other or a merely nominal consideration, has 3 4 the option of becoming the owner of the goods upon full compliance with 5 the provisions of the bailment or lease. The term "retail installment contract does not include: (a) A "consumer lease," heretofore or б 7 hereafter entered into, as defined in RCW 63.10.020; (b) a lease which 8 would constitute such "consumer lease" but for the fact that: (i) It 9 was entered into before April 29, 1983; (ii) the lessee was not a 10 natural person; (iii) the lease was not primarily for personal, family, or household purposes; or (iv) the total contractual obligations 11 exceeded twenty-five thousand dollars; or (c) a lease-purchase 12 agreement under chapter 63.19 RCW; 13

(10) "Retail charge agreement," "revolving charge agreement," or 14 "charge agreement" means an agreement between a retail buyer and a 15 16 retail seller that is entered into or performed in this state and that 17 prescribes the terms of retail installment transactions with one or more sellers which may be made thereunder from time to time and under 18 19 the terms of which a service charge, as defined in this section, is to 20 be computed in relation to the buyer's unpaid balance from time to time; 21

(11) "Service charge" however denominated or expressed, means the amount which is paid or payable for the privilege of purchasing goods or services to be paid for by the buyer in installments over a period of time. It does not include the amount, if any, charged for insurance premiums, delinquency charges, attorneys' fees, court costs, <u>any</u> <u>vehicle dealer administrative fee under section 5 of this act</u>, or official fees;

29 (12) "Sale price" means the price for which the seller would have 30 sold or furnished to the buyer, and the buyer would have bought or obtained from the seller, the goods or services which are the subject 31 matter of a retail installment transaction. The sale price may include 32 any taxes, registration and license fees, any vehicle dealer 33 administrative fee, and charges for transferring vehicle titles, 34 35 delivery, installation, servicing, repairs, alterations, or 36 improvements;

(13) "Official fees" means the amount of the fees prescribed by law
 and payable to the state, county, or other governmental agency for
 filing, recording, or otherwise perfecting, and releasing or

satisfying, a retained title, lien, or other security interest created
 by a retail installment transaction;

3 (14) "Time balance" means the principal balance plus the service
4 charge;

5 (15) "Principal balance" means the sale price of the goods or 6 services which are the subject matter of a retail installment contract 7 less the amount of the buyer's down payment in money or goods or both, 8 plus the amounts, if any, included therein, if a separate identified 9 charge is made therefor and stated in the contract, for insurance, any 10 <u>vehicle dealer administrative fee</u>, and official fees;

(16) "Person" means an individual, partnership, joint venture,corporation, association, or any other group, however organized;

13 (17) "Rate" means the percentage which, when multiplied times the 14 outstanding balance for each month or other installment period, yields 15 the amount of the service charge for such month or period.

16 **Sec. 7.** RCW 63.14.130 and 1992 c 193 s 1 are each amended to read 17 as follows:

The service charge shall be inclusive of all charges incident to investigating and making the retail installment contract or charge agreement and for the privilege of making the installment payments thereunder and no other fee, expense or charge whatsoever shall be taken, received, reserved or contracted therefor from the buyer, except for any vehicle dealer administrative fee under section 5 of this act. (1) The service charge, in a retail installment contract, shall not

25 exceed the dollar amount or rate agreed to by contract and disclosed 26 under RCW 63.14.040(1)(7)(g).

(2) The service charge in a retail charge agreement, revolving charge agreement, lender credit card agreement, or charge agreement, shall not exceed the schedule or rate agreed to by contract and disclosed under RCW 63.14.120(1). If the service charge so computed is less than one dollar for any month, then one dollar may be charged.

32 <u>NEW SECTION.</u> Sec. 8. The legislature finds as follows:

Emergency medical services and trauma care are provided to all residents of the state regardless of a person's ability to pay. Historically, hospitals and health care providers have been able to recover some of their financial losses incurred in caring for an uninsured or underinsured person by charging persons able to pay more.

1 In recent years, the health care industry has undergone substantial 2 changes. With the advent of managed health care programs and the 3 adoption of new cost control measures, some hospitals and health care 4 providers assert that it is difficult to shift costs for uninsured and 5 underinsured patients onto insured patients.

б In 1990 the legislature established a coordinated trauma care 7 system. Part of the 1990 legislation included funding for a study to 8 determine the extent to which trauma care is uncompensated and 9 undercompensated. This study focused exclusively on trauma care. The 10 legislature finds that, as a prerequisite to determining the amount of state aid that may be necessary to assist health care providers and 11 12 facilities, it is necessary to examine trauma care losses within the 13 context of a health care provider or facility's total financial operations. 14

NEW SECTION. Sec. 9. The committees on finance and health care of 15 16 the house of representatives and the committee on health and long-term care of the senate shall jointly review the rules implementing the 17 18 grant program established pursuant to section 1 of this act. The committees shall additionally conduct joint work sessions and hearings 19 during 1997 to verify that public funds are being used in a fiscally 20 accountable and efficient fashion that maximizes the availability of 21 quality trauma care services. Representatives of verified ambulance 22 23 services, designated trauma services, physicians who are active members 24 of a trauma care service team at a designated facility, and the 25 department of health shall present financial information associated with trauma care and administrative costs of the trauma system at these 26 hearings. 27

NEW SECTION. Sec. 10. The department of health, in cooperation with the department of social and health services, shall monitor the adequacy of the funding mechanisms created in this act. The department of health shall report to the legislature by December 1998 the extent to which these funds covered the cost of uncompensated care in designated trauma care services in the state.

34 <u>NEW SECTION.</u> **Sec. 11.** Sections 1 through 8 of this act take 35 effect January 1, 1998."

1 <u>2SSB 5127</u> - CONF REPT 2 By Conference Committee

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On page 1, on line 1 of the title, after "services", strike the remainder of the title and insert "amending RCW 70.168.040, 46.63.110, 3.62.090, 63.14.010, and 63.14.130; adding a new section to chapter 7 70.168 RCW; adding a new section to chapter 46.12 RCW; creating new 8 sections; prescribing penalties; and providing an effective date."

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