CERTIFICATION OF ENROLLMENT

HOUSE BILL 2400

Chapter 171, Laws of 2000

56th Legislature 2000 Regular Session

BUSINESS AND PROFESSIONS--TECHNICAL CORRECTIONS

EFFECTIVE DATE: 6/8/00

Passed by the House March 8, 2000 CERTIFICATE Yeas 97 Nays 1 We, Timothy A. Martin and Cynthia Zehnder, Co-Chief Clerks of the House CLYDE BALLARD of Representatives of the State of Speaker of the House of Representatives Washington, do hereby certify that the attached is HOUSE BILL 2400 as passed by the House of Representatives and the Senate on the dates hereon set FRANK CHOPP forth. Speaker of the House of Representatives CYNTHIA ZEHNDER Passed by the Senate March 2, 2000 Chief Clerk Yeas 48 Nays 0 TIMOTHY A. MARTIN Chief Clerk BRAD OWEN President of the Senate Approved March 27, 2000 FILED March 27, 2000 - 4:49 p.m. Secretary of State GARY LOCKE

Governor of the State of Washington

State of Washington

HOUSE BILL 2400

AS AMENDED BY THE SENATE

Passed Legislature - 2000 Regular Session

State of Washington

56th Legislature

2000 Regular Session

By Representatives Constantine, Esser, Lantz, Barlean, Cairnes and Pflug; by request of Office of the Code Reviser

Read first time 01/12/2000. Referred to Committee on Judiciary.

- AN ACT Relating to technical corrections to various business and 1 2 professions laws; amending RCW 18.04.295, 18.04.105, 18.20.010, 18.22.040, 18.25.0151, 18.25.0196, 18.25.0197, 18.25.190, 18.27.270, 3 18.39.010, 18.39.510, 18.44.241, 18.44.261, 18.44.271, 18.44.281, 4 5 18.44.291, 18.44.450, 18.48.060, 18.53.040, 18.57.174, 18.57A.060, 18.64.430, 18.71.017, 18.74.012, 18.88A.140, 18.104.020, 18.106.180, 6 7 18.106.250, 18.130.172, 18.135.060, 18.145.010, 18.155.010, 18.155.020, 18.155.030, 18.160.030, 18.160.040, 18.165.020, 18.165.130, 18.170.110, 8 18.185.010, 18.205.030, 18.205.100, 19.02.110, 19.02.800, 19.27A.050, 9 19.28.015, 19.28.370, 19.30.200, 19.32.150, 19.34.020, 19.34.250, 10 19.36.100, 19.40.071, 19.56.010, 19.34.901, 19.60.085, 19.68.040, 11 12 19.72.040, 19.80.065, 19.85.030, 19.94.258, 19.94.2584, 19.94.310, 19.94.390, 19.94.505, 19.98.020, 19.98.110, 19.105.330, 19.105.470, 13 14 19.116.030, 19.116.050, 19.120.080, 19.138.021, 19.146.260, 19.166.090, 15 and 19.174.020; and repealing RCW 18.08.150, 18.08.190, 18.08.220, 18.25.050, 18.32.326, 18.45.010, 18.45.020, 18.45.440, 18.45.450, 16 17 18.45.470, and 18.90.010.
- 18 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

- 1 **Sec. 1.** RCW 18.04.295 and 1992 c 103 s 11 are each amended to read 2 as follows:
- 3 The board of accountancy shall have the power to revoke, suspend,
- 4 (([or])) or refuse to renew a certificate or license, and may impose a
- 5 fine in an amount not to exceed one thousand dollars plus the board's
- 6 investigative and legal costs in bringing charges against a certified
- 7 public accountant, or impose conditions precedent to renewal of the
- 8 certificate or license of any certified public accountant for any of
- 9 the following causes:
- 10 (1) Fraud or deceit in obtaining a certificate as a certified
- 11 public accountant, or in obtaining a license;
- 12 (2) Dishonesty, fraud, or negligence while representing oneself as
- 13 a CPA;
- 14 (3) A violation of any provision of this chapter;
- 15 (4) A violation of a rule of professional conduct promulgated by
- 16 the board under the authority granted by this chapter;
- 17 (5) Conviction of a crime or an act constituting a crime under:
- 18 (a) The laws of this state;
- 19 (b) The laws of another state, and which, if committed within this
- 20 state, would have constituted a crime under the laws of this state; or
- 21 (c) Federal law;
- 22 (6) Cancellation, revocation, suspension, or refusal to renew the
- 23 authority to practice as a certified public accountant by any other
- 24 state for any cause other than failure to pay a fee or to meet the
- 25 requirements of continuing education in the other state;
- 26 (7) Suspension or revocation of the right to practice matters
- 27 relating to public accounting before any state or federal agency;
- 28 For purposes of subsections (6) and (7) of this section, a
- 29 certified copy of such revocation, suspension, or refusal to renew
- 30 shall be prima facie evidence;
- 31 (8) Failure to maintain compliance with the requirements for
- 32 issuance, renewal, or reinstatement of the certificate or license, or
- 33 to report changes to the board;
- 34 (9) Failure to cooperate with the board by:
- 35 (a) Failure to furnish any papers or documents requested or ordered
- 36 by the board;
- 37 (b) Failure to furnish in writing a full and complete explanation
- 38 covering the matter contained in the complaint filed with the board or
- 39 the inquiry of the board;

(c) Failure to respond to subpoenas issued by the board, whether or 1 2 not the recipient of the subpoena is the accused in the proceeding.

3 EXPLANATORY NOTE

4 Corrects a manifest grammatical error.

- 5 Sec. 2. RCW 18.04.105 and 1999 c 378 s 2 are each amended to read 6 as follows:
- 7 (1) The certificate of "certified public accountant" shall be 8 granted by the board to any person:
- 9 (a) Who is of good character. Good character, for purposes of this section, means lack of a history of dishonest or felonious acts. 10 board may refuse to grant a certificate on the ground of failure to 11 12 satisfy this requirement only if there is a substantial connection 13 between the lack of good character of the applicant and the professional responsibilities of a certified public accountant and if 14 the finding by the board of lack of good character is supported by a 15 preponderance of evidence. When an applicant is found to be 16 unqualified for a certificate because of a lack of good character, the 17 board shall furnish the applicant a statement containing the findings 18 19 of the board and a notice of the applicant's right of appeal;
- 20 (b) Who has met the educational standards established by rule as the board determines to be appropriate; 21
 - The board may, in its discretion, waive the educational requirements for any person if it is satisfied through review of documentation of successful completion of an equivalency examination that the person's educational qualifications are an acceptable substitute for the requirements of (b) of this subsection; and
 - (c) Who has passed a written examination.

22

23

24

25

26

27 28

29 30

31

35

(2) The examination described in subsection (1)(c) of this section shall be in writing, shall be held twice a year, and shall test the applicant's knowledge of the subjects of accounting and auditing, and other related fields the board may specify by rule. The time for holding the examination is fixed by the board and may be changed from 32 time to time. The board shall prescribe by rule the methods of 33 applying for and taking the examination, including methods for grading 34 papers and determining a passing grade required of an applicant for a certificate. The board shall to the extent possible see to it that the 36 grading of the examination, and the passing grades, are uniform with 37 38 those applicable to all other states. The board may make use of all or

> HB 2400.SL p. 3

- 1 a part of the uniform certified public accountant examination and
- 2 advisory grading service of the American Institute of Certified Public
- 3 Accountants and may contract with third parties to perform
- 4 administrative services with respect to the examination as the board
- ${\tt 5}$ deems appropriate to assist it in performing its duties under this
- 6 chapter.
- 7 (3) An applicant is required to pass all sections of the
- 8 examination provided for in subsection (2) of this section in order to
- 9 qualify for a certificate. If at a given sitting of the examination an
- 10 applicant passes two or more but not all sections, then the applicant
- 11 shall be given credit for those sections that he or she passed, and
- 12 need not take those sections again: PROVIDED, That:
- 13 (a) The applicant took all sections of the examination at that
- 14 sitting;
- 15 (b) The applicant attained a minimum grade of fifty on each section
- 16 not passed at that sitting;
- 17 (c) The applicant passes the remaining sections of the examination
- 18 within six consecutive examinations given after the one at which the
- 19 first sections were passed;
- 20 (d) At each subsequent sitting at which the applicant seeks to pass
- 21 additional sections, the applicant takes all sections not yet passed;
- 22 and
- 23 (e) In order to receive credit for passing additional sections in
- 24 a subsequent sitting, the applicant attains a minimum grade of fifty on
- 25 sections written but not passed on the sitting.
- 26 (4) The board may waive or defer any of the requirements of
- 27 subsection (3) of this section for candidates transferring conditional
- 28 CPA exam credits from other states or for qualifying reciprocity
- 29 certification applicants who met the conditioning requirements of the
- 30 state or foreign jurisdiction issuing their original certificate.
- 31 (5) The board shall charge each applicant an examination fee for
- 32 the initial examination under subsection (1) of this section, or for
- 33 reexamination under subsection (3) of this section for each subject in
- 34 which the applicant is reexamined. The applicable fee shall be paid by
- 35 the person at the time he or she applies for examination,
- 36 reexamination, or evaluation of educational qualifications. Fees for
- 37 examination, reexamination, or evaluation of educational qualifications
- 38 shall be determined by the board under chapter 18.04 RCW. There is
- 39 established in the state treasury an account to be known as the

- 1 certified public accountants' account. All fees received from 2 candidates to take any or all sections of the certified public 3 accountant examination shall be used only for costs related to the 4 examination.
- 5 (6) Persons who on June 30, 1986, held certified public accountant 6 certificates previously issued under the laws of this state shall not 7 be required to obtain additional certificates under this chapter, but 8 shall otherwise be subject to this chapter. Certificates previously 9 issued shall, for all purposes, be considered certificates issued under 10 this chapter and subject to its provisions.
- (7) A certificate of a "certified public accountant" under this chapter is issued every three years with renewal subject to requirements of continuing professional education and payment of fees, prescribed by the board.
- 15 (8) The board shall adopt rules providing for continuing 16 professional education for certified public accountants. The rules 17 shall:
- (a) Provide that a certified public accountant shall verify to the board that he or she has completed at least an accumulation of one hundred twenty hours of continuing professional education during the last three-year period to maintain the certificate;
 - (b) Establish continuing professional education requirements;
- (c) Establish when newly certificated public accountants shall verify that they have completed the required continuing professional education;

- (d) Provide that failure to furnish verification of the completion of the continuing professional education requirement shall make the certificate invalid and subject to reinstatement, unless the board determines that the failure was due to retirement, reasonable cause, or excusable neglect; and
- 31 (e) Provide for transition from existing to new continuing 32 professional education requirements.
- (9) The board may adopt by rule new CPE standards that differ from those in subsection (8) of this section or RCW 18.04.215 if: (a) The new standards are consistent with the continuing professional education standards of other states so as to provide to the greatest extent possible, consistent national standards; and (b) the new standards are at least as strict as the standards set forth in subsection (8) of this section or RCW 18.04.215.

p. 5 HB 2400.SL

- 1 Sec. 3. RCW 18.20.010 and 1985 c 297 s 1 are each amended to read 2 as follows:
- The purpose of this chapter is to provide for the development,
- 4 establishment, and enforcement of standards for the maintenance and
- 5 operation of boarding homes, which, in the light of advancing
- 6 knowledge, will promote safe and adequate care of the individuals
- 7 therein. It is further the intent of the legislature that boarding
- 8 homes be available to meet the needs of those for whom they care by
- 9 recognizing the capabilities of individuals to direct their self-
- 10 medication or to use supervised self-medication techniques when ordered
- 11 and approved by a physician licensed under chapter 18.57 or 18.71 RCW
- 12 or a ((podiatrist)) podiatric physician and surgeon licensed under
- 13 chapter 18.22 RCW.
- 14 EXPLANATORY NOTE
- The term "podiatrist" was changed to "podiatric physician and
- 16 surgeon" by 1990 c 147.
- 17 **Sec. 4.** RCW 18.22.040 and 1993 c 29 s 2 are each amended to read
- 18 as follows:
- 19 Before any person may take an examination for the issuance of a
- 20 podiatric physician and surgeon license, the applicant shall submit a
- 21 completed application and a fee determined by the secretary as provided
- 22 in RCW 43.70.250. The applicant shall also furnish the secretary and
- 23 the board with satisfactory proof that:
- 24 (1) The applicant has not engaged in unprofessional conduct as
- 25 defined in chapter 18.130 RCW and is not unable to practice with
- 26 reasonable skill and safety as a result of a physical or mental
- 27 impairment;
- 28 (2) The applicant has satisfactorily completed a course in an
- 29 approved school of podiatric medicine and surgery;
- 30 (3) The applicant has completed one year ((fofl)) of postgraduate
- 31 podiatric medical training in a program approved by the board, provided
- 32 that applicants graduating before July 1, 1993, shall be exempt from
- 33 the postgraduate training requirement.
- 34 EXPLANATORY NOTE
- 35 Corrects a manifest grammatical error.
- 36 **Sec. 5.** RCW 18.25.0151 and 1994 sp.s. c 9 s 104 are each amended
- 37 to read as follows:

- The Washington state chiropractic quality assurance commission is 1 established, consisting of fourteen members appointed by the governor 2 3 to four-year terms, and including eleven practicing chiropractors and three public members. No member may serve more than two consecutive 4 full terms. In appointing the initial members of the commission, it is 5 the intent of the legislature that, to the extent possible, the 6 governor appoint members of the previous boards and committees 7 8 regulating this profession to the commission. Members of the 9 commission hold office until their successors are appointed. 10 governor may appoint the members of the initial ((commissions [commission])) commission to staggered terms of from one to four years. 11 Thereafter, all members shall be appointed to full four-year terms. 12 13 The governor may consider persons who are recommended for appointment by chiropractic associations of this state. 14
- 15 EXPLANATORY NOTE
- 16 Corrects a manifest grammatical error.
- 17 **Sec. 6.** RCW 18.25.0196 and 1974 ex.s. c 97 s 5 are each amended to 18 read as follows:
- 19 Notwithstanding any other provision of law, for the purpose of RCW
- 20 ((8.25.120 through 18.25.150 and 18.25.170)) 18.25.0192 through 21 18.25.0195 and 18.25.0197 it is immaterial whether the cost of any
- 21 10.25.0195 and 10.25.0197 it is immaterial whether the cost of any
- 22 policy, plan, agreement, or contract be deemed additional compensation
- 23 for services, or otherwise.
- 24 EXPLANATORY NOTE
- 25 RCW 18.25.120 through 18.25.150 and 18.25.170 were recodified
- as RCW 18.25.0192 through 18.25.0195 and 18.25.0197 by 1994
- 27 sp.s. c 9 s 120, effective July 1, 1994.
- 28 **Sec. 7.** RCW 18.25.0197 and 1974 ex.s. c 97 s 6 are each amended to 29 read as follows:
- 30 RCW ((18.25.120 through 18.25.160)) 18.25.0192 through 18.25.0196
- 31 shall apply to all agreements, renewals, or contracts issued on or
- 32 after July 24, 1974.
- 33 EXPLANATORY NOTE
- 34 RCW 18.25.120 through 18.25.160 were recodified as RCW
- 35 18.25.0192 through 18.25.0196 by 1994 sp.s. c 9 s 120,
- 36 effective July 1, 1994.

p. 7 HB 2400.SL

Sec. 8. RCW 18.25.190 and 1994 sp.s. c 9 s 118 are each amended to read as follows:

Nothing in this chapter shall be construed to prohibit:

- (1) The temporary practice in this state of chiropractic by any chiropractor licensed by another state, territory, or country in which he or she resides. However, the chiropractor shall not establish a practice open to the general public and shall not engage in temporary practice under this section for a period longer than thirty days. The chiropractor shall register his or her intention to engage in the temporary practice of chiropractic in this state with the commission before engaging in the practice of chiropractic, and shall agree to be bound by such conditions as may be prescribed by rule by the commission.
- (2) The practice of chiropractic, except the administration of a chiropractic adjustment, by a person who is a regular senior student in an accredited school of chiropractic approved by the commission if the practice is part of a regular course of instruction offered by the school and the student is under the direct supervision and control of a chiropractor duly licensed pursuant to this chapter and approved by the commission.
- (3) The practice of chiropractic by a person serving a period of postgraduate chiropractic training in a program of clinical chiropractic training sponsored by a school of chiropractic accredited in this state if the practice is part of his or her duties as a clinical postgraduate trainee and the trainee is under the direct supervision and control of a chiropractor duly licensed pursuant to this chapter and approved by the commission.
- (4) The practice of chiropractic by a person who is eligible and has applied to take the next available examination for licensing offered by the commission, except that the unlicensed chiropractor must provide all services under the direct control and supervision of a licensed chiropractor approved by the commission. The unlicensed chiropractor may continue to practice as provided by this subsection until the results of the next available examination are published, but in no case for a period longer than six months. The commission shall adopt rules necessary to effectuate the intent of this subsection.
- Any provision of chiropractic services by any individual under subsection (1), (2), (3), or (4) of this section shall be subject to

the jurisdiction of the commission as provided in chapter((s 18.26 1 2 and)) 18.130 RCW.

3 EXPLANATORY NOTE

21

22

24 25

26

27

28 29

30

4 Chapter 18.26 RCW was repealed by 1994 sp.s. c 9 s 121, 5 effective July 1, 1994.

- 6 **Sec. 9.** RCW 18.27.270 and 1997 c 314 s 16 are each amended to read 7 as follows:
- (1) A contractor who is issued a notice of infraction shall respond 8 within twenty days of the date of issuance of the notice of infraction. 9
- (2) If the contractor named in the notice of infraction does not 10 11 elect to contest the notice of infraction, then the contractor shall pay to the department, by check or money order, the amount of the 12 13 penalty prescribed for the infraction. When a response which does not 14 contest the notice of infraction is received by the department with the appropriate penalty, the department shall make the appropriate entry in 15 16 its records.
- (3) If the contractor named in the notice of infraction elects to 17 contest the notice of infraction, the contractor shall respond by 18 19 filing an answer of protest with the department specifying the grounds of protest. 20
- (4) If any contractor issued a notice of infraction fails to respond within the prescribed response period, the contractor shall be quilty of a misdemeanor and prosecuted in the county where the 23 infraction occurred.
 - (5) After final determination by an administrative law judge that an infraction has been committed, a contractor who fails to pay a monetary penalty within thirty days, that is not waived((, reduced, or suspended)) pursuant to RCW 18.27.340(2), and who fails to file an appeal pursuant to RCW 18.27.310(4), shall be guilty of a misdemeanor and be prosecuted in the county where the infraction occurred.
- (6) A contractor who fails to pay a monetary penalty within thirty 31 32 days after exhausting appellate remedies pursuant to RCW 18.27.310(4), shall be guilty of a misdemeanor and be prosecuted in the county where 33 the infraction occurred. 34
- (7) If a contractor who is issued a notice of infraction is a 35 36 contractor who has failed to register as a contractor under this 37 chapter, the contractor is subject to a monetary penalty per infraction as provided in the schedule of penalties established by the department, 38

HB 2400.SL p. 9

and each day the person works without becoming registered is a separate infraction.

3 EXPLANATORY NOTE

RCW 18.27.340(2) was amended by 1997 c 314 s 17, removing the reference to a reduced or suspended monetary penalty.

- 6 **Sec. 10.** RCW 18.39.010 and 1989 c 390 s 1 are each amended to read 7 as follows:
- 8 Unless the context clearly requires otherwise, the definitions in 9 this section apply throughout this chapter.
- 10 (1) "Funeral director" means a person engaged in the profession or 11 business of conducting funerals and supervising or directing the burial 12 and disposal of dead human bodies.
- 13 (2) "Embalmer" means a person engaged in the profession or business 14 of disinfecting, preserving or preparing for disposal or transportation 15 of dead human bodies.
- 16 (3) "Two-year college course" means the completion of sixty
 17 semester hours or ninety quarter hours of college credit, including the
 18 satisfactory completion of certain college courses, as set forth in
 19 this chapter.
- (4) "Funeral establishment" means a place of business licensed in accordance with RCW 18.39.145, conducted at a specific street address or location, and devoted to the care and preparation for burial or disposal of dead human bodies and includes all areas of such business premises and all tools, instruments, and supplies used in preparation and embalming of dead human bodies for burial or disposal.
 - (5) "Director" means the director of licensing.
- 27 (6) "Board" means the state board of funeral directors and 28 embalmers created pursuant to RCW 18.39.173.
- (7) "Prearrangement funeral service contract" means any contract under which, for a specified consideration, a funeral establishment promises, upon the death of the person named or implied in the contract, to furnish funeral merchandise or services.
- 33 (8) "Funeral merchandise or services" means those services normally 34 performed and merchandise normally provided by funeral establishments, 35 including the sale of burial supplies and equipment, but excluding the 36 sale by a cemetery of lands or interests therein, services incidental 37 thereto, markers, memorials, monuments, equipment, crypts, niches, or 38 vaults.

- (9) "Qualified public depositary" means a <u>public</u> depositary defined by RCW 39.58.010, a credit union as governed by chapter 31.12 RCW, a mutual savings bank as governed by Title 32 RCW, a savings and loan association as governed by Title 33 RCW, or a federal credit union or a federal savings and loan association organized, operated, and governed by any act of congress, in which prearrangement funeral service contract funds are deposited by any funeral establishment.
- Words used in this chapter importing the singular may be applied to 9 the plural of the person or thing, words importing the plural may be 10 applied to the singular, and words importing the masculine gender may 11 be applied to the female.
- 12 EXPLANATORY NOTE
- The term "depositary" was redefined as "public depositary" by 1996 c 256 s 1.
- 15 **Sec. 11.** RCW 18.39.510 and 1994 c 17 s 13 are each amended to read 16 as follows:
- (1) Prior to serving a statement of charges, the board may furnish a statement of allegations to the licensee, registrant, endorsement or permit holder, or applicant along with a detailed summary of the evidence relied upon to establish the allegations and a proposed stipulation for informal resolution of the allegations. These documents shall be exempt from public disclosure until such time as the allegations are resolved either by stipulation or otherwise.
- (2) The board and the licensee, registrant, endorsement or permit 24 25 holder, or applicant may stipulate that the allegations may be disposed 26 of informally in accordance with this subsection. The stipulation shall contain a statement of the facts leading to the filing of the 27 complaint; the act or acts of unprofessional conduct alleged to have 28 29 been committed or the alleged basis for determining that the licensee, registrant, endorsement or permit holder, or applicant is unable to 30 practice with reasonable skill and safety; a statement that the 31 32 stipulation is not to be construed as a finding of unprofessional conduct or inability to practice; an acknowledgement 33 that a finding of unprofessional conduct or inability to practice, if 34 35 proven, constitutes grounds for discipline under this chapter; an agreement on the part of the licensee, registrant, endorsement or 36 permit holder, or applicant that the sanctions set forth in this 37 chapter, except for revocation, suspension, censure, or reprimand of a 38 licensee, registrant, endorsement ((of [or])) or permit holder, or 39

p. 11 HB 2400.SL

- 1 applicant may be imposed as part of the stipulation, except that no
- 2 fine may be imposed but the licensee, registrant, endorsement or permit
- 3 holder, or applicant may agree to reimburse the board the costs of
- 4 investigation and processing the complaint up to an amount not
- 5 exceeding one thousand dollars per allegation; and an agreement on the
- 6 part of the board to forego further disciplinary proceedings concerning
- 7 the allegations. A stipulation entered into pursuant to this
- 8 subsection shall not be considered formal disciplinary action.
- 9 (3) If the licensee, registrant, endorsement or permit holder, or
- 10 applicant declines to agree to disposition of the charges by means of
- 11 a stipulation pursuant to subsection (2) of this section, the board may
- 12 proceed to formal disciplinary action pursuant to this chapter.
- 13 (4) Upon execution of a stipulation under subsection (2) of this
- 14 section by both the licensee, registrant, endorsement or permit holder,
- 15 or applicant and the board, the complaint is deemed disposed of and
- 16 shall become subject to public disclosure on the same basis and to the
- 17 same extent as other records of the board. Should the licensee,
- 18 registrant, endorsement or permit ((holer [holder])) holder, or
- 19 applicant fail to pay any agreed reimbursement within thirty days of
- 20 the date specified in the stipulation for payment, the board may seek
- 21 collection of the amount agreed to be paid in the same manner as
- 22 enforcement of a fine under this chapter.
- 23 EXPLANATORY NOTE
- 24 Corrects manifest drafting errors.
- 25 **Sec. 12.** RCW 18.44.241 and 1987 c 471 s 5 are each amended to read
- 26 as follows:
- 27 The following criteria will be considered by the director when
- 28 deciding whether to grant a licensed escrow agent a waiver from the
- 29 errors and omissions policy requirement under RCW ((18.44.050))
- 30 18.44.201:
- 31 (1) Whether the director has determined pursuant to RCW
- 32 ((18.44.360)) 18.44.221 that an errors and omissions policy is not
- 33 reasonably available to a substantial number of licensed escrow agents;
- 34 (2) Whether purchasing an errors and omissions policy would be
- 35 cost-prohibitive for the licensed escrow agent requesting the
- 36 exemption;
- 37 (3) Whether a licensed escrow agent has wilfully violated the
- 38 provisions of chapter 18.44 RCW, which violation thereby resulted in

- 1 the termination of the agent's certificate, or engaged in any other
 2 conduct resulting in the termination of the escrow certificate;
- 3 (4) Whether a licensed escrow agent has paid claims directly or 4 through an errors and omissions carrier, exclusive of costs and 5 attorney fees, in excess of ten thousand dollars in the calendar year 6 preceding the year for which the waiver is requested;
- 7 (5) Whether a licensed escrow agent has paid claims directly or 8 through an errors or omissions insurance carrier, exclusive of costs 9 and attorney fees, totaling in excess of twenty thousand dollars in the 10 three calendar years preceding the calendar year for which the 11 exemption is requested; and
- 12 (6) Whether the licensed escrow agent has been convicted of a crime 13 involving honesty or moral turpitude.
- These criteria are not intended to be a wholly inclusive list of factors to be applied by the director when considering the merits of a licensed escrow agent's request for a waiver of the required errors and omissions policy.
- 18 EXPLANATORY NOTE
- 19 RCW 18.44.050 and 18.44.360 were recodified as RCW 18.44.201 and 18.44.221 pursuant to 1999 c 30 s 37.
- 21 **Sec. 13.** RCW 18.44.261 and 1987 c 471 s 6 are each amended to read 22 as follows:
- The director shall, within thirty days following submission of a written petition for waiver of the insurance requirements found in RCW ((18.44.050)) 18.44.201, issue a written determination granting or rejecting an applicant's request for waiver.
- 27 EXPLANATORY NOTE
- 28 RCW 18.44.050 was recodified as RCW 18.44.201 pursuant to 1999 c 30 s 37.
- 30 **Sec. 14.** RCW 18.44.271 and 1987 c 471 s 7 are each amended to read 31 as follows:
- 32 Upon granting a waiver of insurance requirements found in RCW
- 33 ((18.44.050)) <u>18.44.201</u>, the director shall issue a certificate of
- 34 waiver, which certificate shall be mailed to the escrow agent who
- 35 requested the waiver.
- 36 EXPLANATORY NOTE
- RCW 18.44.050 was recodified as RCW 18.44.201 pursuant to 1999 c 30 s 37.

p. 13 HB 2400.SL

- 1 **Sec. 15.** RCW 18.44.281 and 1987 c 471 s 8 are each amended to read 2 as follows:
- 3 Upon determining that a licensed escrow agent is to be denied a 4 waiver of the errors and omissions policy requirements of RCW
- 5 $((\frac{18.44.050}{)})$ $\frac{18.44.201}{}$, the director shall within thirty days of the
- 6 denial of an escrow agent's request for same, provide to the escrow
- 7 agent a written explanation of the reasons for the director's decision
- 8 to deny the requested waiver.
- 9 EXPLANATORY NOTE
- 10 RCW 18.44.050 was recodified as RCW 18.44.201 pursuant to 1999 11 c 30 s 37.
- 12 **Sec. 16.** RCW 18.44.291 and 1987 c 471 s 9 are each amended to read
- 13 as follows:
- 14 Nothing in RCW ((18.44.050 and 18.44.375 through 18.44.395))
- 15 <u>18.44.201</u>, <u>18.44.241</u> through <u>18.44.261</u>, <u>18.44.271</u>, and <u>18.44.281</u> shall
- 16 be construed as prohibiting a person applying for an escrow license
- 17 from applying for a certificate of waiver of the errors and omissions
- 18 policy requirement when seeking an escrow license.
- 19 EXPLANATORY NOTE
- 20 RCW 18.44.050 and 18.44.375 through 18.44.395 were recodified
- 21 as RCW 18.44.201, 18.44.241 through 18.44.261, 18.44.271, and
- 22 18.44.281, respectively, pursuant to 1999 c 30 s 37.
- 23 **Sec. 17.** RCW 18.44.450 and 1999 c 30 s 33 are each amended to read
- 24 as follows:
- 25 (1) "Real property lender" as used in this section means a bank,
- 26 savings bank, savings and loan association, credit union, mortgage
- 27 company, or other corporation, association, or partnership that makes
- 28 loans secured by real property located in this state.
- 29 (2) No real property lender, escrow agent, or officer or employee
- 30 of any escrow agent or real property lender may give or agree to pay or
- 31 give any money, service, or object of value to any real estate agent or
- 32 broker, to any real property lender, or to any officer or employee of
- 33 any agent, broker, or lender in return for the referral of any real
- 34 estate escrow services. Nothing in this subsection prohibits the
- 35 payment of fees or other compensation permitted under the federal Real
- 36 Estate Settlement Procedures Act as amended (12 U.S.C. sections 2601
- 37 through 2617).

- (3) The legislature finds that the practices governed by this 1 subsection are matters vitally affecting the public interest for the 2 3 purpose of applying the consumer protection act, chapter 19.86 RCW. 4 Any violation of this section is not reasonable in relation to the development and preservation of business and is an unfair and deceptive 5 act or practice and $(({\{an\}}))$ an unfair method of competition in the 6 7 conduct of trade or commerce in violation of RCW 19.86.020. Remedies 8 provided by chapter 19.86 RCW are cumulative and not exclusive.
- 9 EXPLANATORY NOTE 10 Corrects a manifest grammatical error.

2930

31

32

33

3435

36 37

- 11 **Sec. 18.** RCW 18.48.060 and 1998 c 272 s 8 are each amended to read 12 as follows:
- 13 (1) The secretary, in consultation with the secretary of social and health services, shall appoint an advisory committee on matters 14 relating to the regulation, administrative rules, enforcement process, 15 staffing, and training requirements of adult family homes. 16 17 advisory committee shall be composed of six members, of which two 18 members shall be resident advocates, three members shall represent adult family home providers, and one member shall represent the public 19 20 and serve as chair. The members shall generally represent the interests of aging residents, residents with dementia, residents with 21 mental illness, and residents with developmental disabilities $((\frac{\{\cdot,\cdot\}}{\cdot}))_{\perp}$ 22 23 respectively. Members representing adult family home providers must have at least two years' experience as licensees. The membership must 24 generally reflect urban and rural areas and western and eastern parts 25 26 of the state. A member may not serve more than two consecutive terms.
 - (2) The secretary may remove a member of the advisory committee for cause as specified by rule adopted by the department. If there is a vacancy, the secretary shall appoint a member to serve for the remainder of the unexpired term.
 - (3) The advisory committee shall meet at the times and places designated by the secretary and shall hold meetings during the year as necessary to provide advice to the secretary on matters relating to the regulation of adult family homes. A majority of the members may request a meeting of the committee for any express purpose directly related to the regulation of adult family homes. A majority of members currently serving shall constitute a quorum.

p. 15 HB 2400.SL

- (4) Establishment of the advisory committee shall not prohibit the 1 department of health from utilizing other advisory activities that the 2 department of health deems necessary for program development. 3
- 4 (5) Each member of the advisory committee shall serve without compensation but may be reimbursed for travel expenses as authorized in 5 RCW 43.03.060. 6
- The secretary, members of the advisory committee, 7 (6) individuals acting on their behalf are immune from civil liability for 8 9 official acts performed in the course of their duties.

10 EXPLANATORY NOTE

11 Corrects a manifest error in punctuation.

12 Sec. 19. RCW 18.53.040 and 1975 1st ex.s. c 69 s 15 are each 13 amended to read as follows:

Nothing in this chapter shall be construed to pertain in any manner to the practice of any regularly qualified oculist or physician, who is regularly licensed to practice medicine in the state of Washington, or 16 to any person who is regularly licensed to practice as a dispensing 17 optician in the state of Washington, nor to any person who in the regular course of trade, sells or offers for sale, spectacles or 19 eyeglasses as regular merchandise without pretense of adapting them to the eyes of the purchaser, and not in evasion of this chapter: PROVIDED, That any such regularly qualified oculist or physician or 23 other person shall be subject to the provisions of ((subdivisions (10) through (15) of)) RCW 18.53.140 (9) through (14), in connection with 24 the performance of any function coming within the definition of the practice of optometry as defined in this chapter: PROVIDED FURTHER, 26 HOWEVER, That in no way shall this section be construed to permit a 27 dispensing optician to practice optometry as defined in this 1975 29 amendatory act.

30 EXPLANATORY NOTE

31 RCW 18.53.140 was amended by 1986 c 259 s 82, changing 32 subsections (10) through (15) to subsections (9) through (14),

33 respectively.

34 Sec. 20. RCW 18.57.174 and 1986 c 300 s 9 are each amended to read

35 as follows:

14

15

18

20

21

22

25

28

 $((\frac{\{(1)\}}{\}}))$ (1) A health care professional licensed under chapter 36

18.57 RCW shall report to the board when he or she has personal 37

knowledge that a practicing osteopathic physician has either committed 38

- 1 an act or acts which may constitute statutorily defined unprofessional
- 2 conduct or that a practicing osteopathic physician may be unable to
- 3 practice osteopathic medicine with reasonable skill and safety to
- 4 patients by reason of illness, drunkenness, excessive use of drugs,
- 5 narcotics, chemicals, or any other type of material, or as a result of
- 6 any impairing mental or physical conditions.
 - (2) Reporting under this section is not required by:
- 8 (a) An appropriately appointed peer review committee member of a
- 9 licensed hospital or by an appropriately designated professional review
- 10 committee member of an osteopathic medical society during the
- 11 investigative phase of their respective operations if these
- 12 investigations are completed in a timely manner; or
- 13 (b) A treating licensed health care professional of an osteopathic
- 14 physician currently involved in a treatment program as long as the
- 15 physician patient actively participates in the treatment program and
- 16 the physician patient's impairment does not constitute a clear and
- 17 present danger to the public health, safety, or welfare.
- 18 (3) The board may impose disciplinary sanctions, including license
- 19 suspension or revocation, on any health care professional subject to
- 20 the jurisdiction of the board who has failed to comply with this
- 21 section.

- 22 EXPLANATORY NOTE
- 23 Corrects a manifest clerical error.
- 24 **Sec. 21.** RCW 18.57A.060 and 1973 c 77 s 20 are each amended to 25 read as follows:
- No health care services may be performed under this chapter in any
- 27 of the following areas:
- 28 (1) The measurement of the powers or range of human vision, or the
- 29 determination of the accommodation and refractive state of the human
- 30 eye or the scope of its functions in general, or the fitting or
- 31 adaptation of lenses or frames for the aid thereof.
- 32 (2) The prescribing or directing the use of, or using, any optical
- 33 device in connection with ocular exercises, visual training, vision
- 34 training or orthoptics.
- 35 (3) The prescribing of contact lenses for, or the fitting or
- 36 adaptation of contact lenses to, the human eye.
- 37 (4) Nothing in this section shall preclude the performance of
- 38 routine visual screening.

- 1 (5) The practice of dentistry or dental hygiene as defined in 2 chapter 18.32 and 18.29 RCW respectively. The exemptions set forth in 3 RCW 18.32.030, paragraphs (1) and (8), shall not apply to a physician's 4 assistant.
- 5 (6) The practice of chiropractic as defined in chapter 18.25 RCW 6 including the adjustment or manipulation of the articulations of the 7 spine.
- 8 (7) The practice of ((podiatry)) podiatric medicine and surgery as 9 defined in chapter 18.22 RCW.
- 10 EXPLANATORY NOTE
- The term "podiatry" was changed to "podiatric medicine and surgery" by 1990 c 147.
- 13 **Sec. 22.** RCW 18.64.430 and 1993 c 492 s 267 are each amended to 14 read as follows:
- 15 The registered or licensed pharmacist ((of [under])) under this chapter shall establish and maintain a procedure for disclosing to 16 physicians and other health care providers with prescriptive authority 17 information detailed by prescriber, of the cost and dispensation of all 18 prescriptive medications prescribed by him or her for his or her 19 20 patients on request. These charges should be made available on at least a quarterly basis for all requested patients and should include 21 medication, dosage, number dispensed, and the cost of the prescription. 22 23 Pharmacies may provide this information in a summary form for each prescribing physician for all patients rather than as individually 24 25 itemized reports. All efforts should be made to utilize the existing 26 computerized records and software to provide this information in the 27 least costly format.
- 28 EXPLANATORY NOTE
- 29 Corrects a grammatical deficiency.
- 30 **Sec. 23.** RCW 18.71.017 and 1994 sp.s. c 9 s 304 are each amended 31 to read as follows:
- 32 The ((board [commission])) commission may adopt such rules as are 33 not inconsistent with the laws of this state as may be determined 34 necessary or proper to carry out the purposes of this chapter. The 35 commission is the successor in interest of the board of medical
- 36 examiners and the medical disciplinary board. All contracts,
- 37 undertakings, agreements, rules, regulations, and policies continue in

- 1 full force and effect on July 1, 1994, unless otherwise repealed or
- 2 rejected by this chapter or by the commission.
- 3 EXPLANATORY NOTE
- 4 Corrects the reference to the Washington state medical quality
- 5 assurance commission.
- 6 **Sec. 24.** RCW 18.74.012 and 1991 c 12 s 2 are each amended to read 7 as follows:
- 8 Notwithstanding the provisions of RCW $18.74.010((\frac{4}{1}))$ (3), a
- 9 consultation and periodic review by an authorized health care
- 10 practitioner is not required for treatment of neuromuscular or
- 11 musculoskeletal conditions: PROVIDED, That a physical therapist may
- 12 only provide treatment utilizing orthoses that support, align, prevent,
- 13 or correct any structural problems intrinsic to the foot or ankle by
- 14 referral or consultation from an authorized health care practitioner.
- 15 EXPLANATORY NOTE
- 16 RCW 18.74.010 was amended by 1991 c 12 s 1 and subsection (4)
- was renumbered as subsection (3).
- 18 **Sec. 25.** RCW 18.88A.140 and 1991 c 16 s 5 are each amended to read
- 19 as follows:
- 20 Nothing in this chapter may be construed to prohibit or restrict:
- 21 (1) The practice by an individual licensed, certified, or
- 22 registered under the laws of this state and performing services within
- 23 their authorized scope of practice;
- 24 (2) The practice by an individual employed by the government of the
- 25 United States while engaged in the performance of duties prescribed by
- 26 the laws of the United States;
- 27 (3) The practice by a person who is a regular student in an
- 28 educational program approved by the secretary, and whose performance of
- 29 services $((\frac{\text{[is]}}{)})$ is pursuant to a regular course of instruction or
- 30 assignments from an instructor and under the general supervision of the
- 31 instructor.
- 32 EXPLANATORY NOTE
- 33 Corrects a manifest grammatical error.
- 34 **Sec. 26.** RCW 18.104.020 and 1993 c 387 s 2 are each amended to
- 35 read as follows:

p. 19 HB 2400.SL

- The definitions set forth in this section apply throughout this chapter, unless a different meaning is plainly required by the context.
- 3 (1) "Abandoned well" means a well that is unused, unmaintained, and 4 is in such disrepair as to be unusable.
- 5 (2) "Constructing a well" or "construct a well" means:
- 6 (a) Boring, digging, drilling, or excavating a well;
- 7 (b) Installing casing, sheeting, lining, or well screens, in a 8 well; or
- 9 (c) Drilling a geotechnical soil boring.
- "Constructing a well" or "construct a well" includes the alteration of an existing well.
- 12 (3) "Decommission" means to fill or plug a well so that it will not 13 produce water, serve as a channel for movement of water or pollution, 14 or allow the entry of pollutants into the well or aquifers.
- 15 (4) "Department" means the department of ecology.
- 16 (5) "Dewatering well" means a cased or lined excavation or boring 17 that is intended to withdraw or divert ground water for the purpose of 18 facilitating construction, stabilizing a landslide, or protecting an 19 aquifer.
- 20 (6) "Director" means the director of the department of ecology.
- (7) "Geotechnical soil boring" or "boring" means an uncased well drilled for purpose of obtaining soil samples to ascertain structural properties of the subsurface. Geotechnical soil boring includes auger borings, rotary borings, cone penetrometer probes and vane shear probes, or any other uncased ground penetration for geotechnical information.
- 27 (8) "Ground water" means and includes ground waters as defined in 28 RCW 90.44.035.
- (9) "Instrumentation well" means a well in which pneumatic or electric geotechnical or hydrological instrumentation is permanently or periodically installed to measure or monitor subsurface strength and movement. Instrumentation well includes borehole extensometers, slope indicators, pneumatic or electric pore pressure transducers, and load cells.
- 35 (10) "Monitoring well" means a well designed to obtain a 36 representative ground water sample or designed to measure the water 37 level elevation in either clean or contaminated water or soil.

- 1 (11) "Observation well" means a well designed to measure the depth 2 to the water level elevation in either clean or contaminated water or 3 soil.
- 4 (12) "Operator" means a person who (a) is employed by a well contractor; (b) is licensed under this chapter; or (c) who controls, supervises, or oversees the construction of a well or who operates well construction equipment.
- 8 (13) "Owner" or "well owner" means the person, firm, partnership, 9 copartnership, corporation((\{\dagger,\dagger}))_ association, or other entity who 10 owns the property on which the well is or will be constructed.
- 11 (14) "Pollution" and "contamination" have the meanings provided in 12 RCW 90.48.020.
- 13 (15) "Resource protection well" means a cased boring used to
 14 determine the existence or migration of pollutants within an
 15 underground formation. Resource protection wells include monitoring
 16 wells, observation wells, piezometers, spill response wells, vapor
 17 extraction wells, and instrumentation wells.
- (16) "Resource protection well contractor" means any person, firm, partnership, copartnership, corporation, association, or other entity, licensed and bonded under chapter 18.27 RCW, engaged in the business of constructing resource protection wells or geotechnical soil borings.
- (17) "Water well" means any excavation that is constructed when the intended use of the well is for the location, diversion, artificial recharge, observation, monitoring, dewatering, or withdrawal of ground water.
- (18) "Water well contractor" means any person, firm, partnership, copartnership, corporation, association, or other entity, licensed and bonded under chapter 18.27 RCW, engaged in the business of constructing water wells.
- (19) "Well" means water wells, resource protection wells, instrumentation wells, dewatering wells, and geotechnical soil borings.

 Well does not mean an excavation made for the purpose of obtaining or prospecting for oil, natural gas, geothermal resources, minerals, or products of mining, or quarrying, or for inserting media to repressure oil or natural gas bearing formations, or for storing petroleum, natural gas, or other products.
- 37 (20) "Well contractor" means a resource protection well contractor 38 and a water well contractor.

Corrects a manifest error in punctuation.

1

2 **Sec. 27.** RCW 18.106.180 and 1996 c 147 s 4 are each amended to 3 read as follows:

4 An authorized representative of the department may issue a notice of infraction as specified in RCW $18.106.020((\frac{3}{10}))$ (4) if a person who 5 is doing plumbing work or who is offering to do plumbing work fails to 6 7 produce evidence of having a certificate or permit issued by the department in accordance with this chapter or of being supervised by a 8 9 person who has such a certificate or permit. A notice of infraction 10 issued under this section shall be personally served on the person named in the notice by an authorized representative of the department 11 or sent by certified mail to the last known address provided to the 12 13 department of the person named in the notice.

- 14 EXPLANATORY NOTE
- RCW 18.106.020 was amended by 1997 c 326 s 3, changing subsection (3) to subsection (4).
- 17 **Sec. 28.** RCW 18.106.250 and 1994 c 174 s 7 are each amended to 18 read as follows:
- 19 (1) The administrative law judge shall conduct notice of infraction 20 cases under this chapter pursuant to chapter 34.05 RCW.
- (2) The burden of proof is on the department to establish the commission of the infraction by a preponderance of the evidence. The notice of infraction shall be dismissed if the defendant establishes that, at the time the notice was issued:
- 25 (a) The defendant who was issued a notice of infraction authorized 26 by RCW $18.106.020((\frac{3}{(a)}))$ (4)(a) had a certificate or permit issued 27 by the department in accordance with this chapter, was supervised by a 28 person who has such a certificate or permit, or was exempt from this 29 chapter under RCW 18.106.150; or
- 30 (b) For the defendant who was issued a notice of infraction authorized by RCW $18.106.020((\frac{3}{3}))$ (4) (b) or (c), the person employed or supervised by the defendant has a certificate or permit issued by the department in accordance with this chapter, was supervised by a person who had such a certificate or permit, or was exempt from this chapter under RCW 18.106.150.
- 36 (3) After consideration of the evidence and argument, the 37 administrative law judge shall determine whether the infraction was

- committed. If it has not been established that the infraction was committed, an order dismissing the notice shall be entered in the record of the proceedings. If it has been established that the infraction was committed, the administrative law judge shall issue findings of fact and conclusions of law in its decision and order determining whether the infraction was committed.
- 7 (4) An appeal from the administrative law judge's determination or 8 order shall be to the superior court. The decision of the superior 9 court is subject only to discretionary review pursuant to Rule 2.3 of the Rules of Appellate Procedure.
- EXPLANATORY NOTE

 RCW 18.106.020 was amended by 1997 c 326 s 3, changing subsection (3) to subsection (4).
- 14 **Sec. 29.** RCW 18.130.172 and 1993 c 367 s 7 are each amended to 15 read as follows:
- (1) Prior to serving a statement of charges under RCW 18.130.090 or 18.130.170, the disciplinary authority may furnish a statement of allegations to the licensee or applicant along with a detailed summary of the evidence relied upon to establish the allegations and a proposed stipulation for informal resolution of the allegations. These documents shall be exempt from public disclosure until such time as the allegations are resolved either by stipulation or otherwise.
- 23 (2) The disciplinary authority and the applicant or licensee may stipulate that the allegations may be disposed of informally in 24 25 accordance with this subsection. The stipulation shall contain a statement of the facts leading to the filing of the complaint; the act 26 27 or acts of unprofessional ((conducted [conduct])) conduct alleged to have been committed or the alleged basis for determining that the 28 applicant or licensee is unable to practice with reasonable skill and 29 safety; a statement that the stipulation is not to be construed as a 30 finding of either unprofessional conduct or inability to practice; an 31 acknowledgement that a finding of unprofessional conduct or inability 32 to practice, if proven, constitutes grounds for discipline under this 33 34 chapter; and an agreement on the part of the licensee or applicant that 35 the sanctions set forth in RCW 18.130.160, except RCW 18.130.160 (1), (2), (6), and (8), may be imposed as part of the stipulation, except 36 that no fine may be imposed but the licensee or applicant may agree to 37 reimburse the disciplinary authority the costs of investigation and 38

p. 23 HB 2400.SL

- processing the complaint up to an amount not exceeding one thousand 2 dollars per allegation; and an agreement on the part of the disciplinary authority to forego further disciplinary proceedings 3 4 concerning the allegations. A stipulation entered into pursuant to 5 this subsection shall not be considered formal disciplinary action.
- (3) If the licensee or applicant declines to agree to disposition 7 of the charges by means of a stipulation pursuant to subsection (2) of this section, the disciplinary authority may proceed to formal disciplinary action pursuant to RCW 18.130.090 or 18.130.170.
- 10 (4) Upon execution of a stipulation under subsection (2) of this section by both the licensee or applicant and the disciplinary 11 authority, the complaint is deemed disposed of and shall become subject 12 to public disclosure on the same basis and to the same extent as other 13 records of the disciplinary authority. Should the licensee or 14 15 applicant fail to pay any agreed reimbursement within thirty days of 16 the date specified in the stipulation for payment, the disciplinary 17 authority may seek collection of the amount agreed to be paid in the same manner as enforcement of a fine under RCW 18.130.165. 18
- 19 EXPLANATORY NOTE
- 20 Corrects a manifest grammatical error.
- 21 **Sec. 30.** RCW 18.135.060 and 1993 c 13 s 1 are each amended to read 22 as follows:
- 23 (1) Except as provided in subsection (2) of this section:
 - (a) Any health care assistant certified pursuant to this chapter shall perform the functions authorized in this chapter only by delegation of authority from the health care practitioner and under the supervision of a health care practitioner acting within the scope of his or her license. In the case of subcutaneous, intradermal and intramuscular and intravenous injections, a health care assistant may perform such functions only under the supervision of a health care practitioner having authority, within the scope of his or her license, to order such procedures.
- (b) The health care practitioner who ordered the procedure or a 33 health care practitioner who could order the procedure under his or her 34 35 license shall be physically present in the immediate area of a hospital or nursing home where the injection is administered. Sensitivity 36 agents being administered intradermally or by the scratch method are 37 38 excluded from this requirement.

8

9

24

25 26

27 28

29 30

31

(2) A health care assistant trained by a federally approved end-1 stage renal disease facility may perform venipuncture for blood 2 withdrawal, administration of oxygen as necessary by cannula or mask, 3 4 venipuncture for placement of fistula needles, administration of heparin and sodium chloride solutions as an integral 5 part of dialysis treatment, and intradermal, subcutaneous, or topical 6 7 administration of local anesthetics in conjunction with placement of 8 fistula needles, and intraperitoneal administration of electrolyte solutions and heparin for peritoneal dialysis: (a) In the 9 10 center or health care facility if a registered nurse licensed under chapter ((18.88)) RCW is physically present and immediately 11 available in such center or health care facility; or (b) in the 12 13 patient's home if a physician and a registered nurse are available for consultation during the dialysis. 14

15 EXPLANATORY NOTE

- 16 Chapter 18.88 RCW was repealed by 1994 sp.s. c 9 s 433, effective July 1, 1994, and replaced by chapter 18.79 RCW.
- 18 **Sec. 31.** RCW 18.145.010 and 1989 c 382 s 2 are each amended to 19 read as follows:
- 20 (1) No person may represent himself or herself as a ((shorthand reporter or a)) court reporter without first obtaining a certificate as 22 required by this chapter.
- (2) A person represents himself or herself to be a ((shorthand reporter or)) court reporter when the person adopts or uses any title or description of services that incorporates one or more of the following terms: "Shorthand reporter," "court reporter," "certified shorthand reporter," or "certified court reporter."

28 EXPLANATORY NOTE

- "Shorthand reporter" or "court reporter" now just "court reporter" pursuant to 1995 c 27.
- 31 **Sec. 32.** RCW 18.155.010 and 1990 c 3 s 801 are each amended to 32 read as follows:
- The legislature finds that sex offender therapists who examine and treat sex offenders pursuant to the special sexual offender sentencing alternative under RCW $9.94A.120((\frac{7}{(a)}))$ (8)(a) and who may treat juvenile sex offenders pursuant to RCW 13.40.160, play a vital role in protecting the public from sex offenders who remain in the community following conviction. The legislature finds that the qualifications,

p. 25 HB 2400.SL

- 1 practices, techniques, and effectiveness of sex offender treatment
- 2 providers vary widely and that the court's ability to effectively
- 3 determine the appropriateness of granting the sentencing alternative
- 4 and monitoring the offender to ensure continued protection of the
- 5 community is undermined by a lack of regulated practices. The
- 6 legislature recognizes the right of sex offender therapists to
- 7 practice, consistent with the paramount requirements of public safety.
- 8 Public safety is best served by regulating sex offender therapists
- 9 whose clients are being evaluated and being treated pursuant to RCW
- 10 9.94A.120($(\frac{7}{(a)})$) (8)(a) and 13.40.160. This chapter shall be
- 11 construed to require only those sex offender therapists who examine and
- 12 treat sex offenders pursuant to RCW $9.94A.120((\frac{7}{(a)}))$ (8)(a) and
- 13 13.40.160 to obtain a sexual offender treatment certification as
- 14 provided in this chapter.
- 15 EXPLANATORY NOTE
- 16 RCW 9.94A.120 was amended by 1995 c 108 s 3, changing
- subsection (7) to subsection (8).
- 18 Sec. 33. RCW 18.155.020 and 1990 c 3 s 802 are each amended to
- 19 read as follows:
- 20 Unless the context clearly requires otherwise, the definitions in
- 21 this section apply throughout this chapter:
- 22 (1) "Certified sex offender treatment provider" means a licensed,
- 23 certified, or registered health professional who is certified to
- 24 examine and treat sex offenders pursuant to RCW 9.94A.120($(\frac{7}{(a)})$)
- 25 (8)(a) and 13.40.160.
- 26 (2) "Department" means the department of health.
- 27 (3) "Secretary" means the secretary of health.
- 28 (4) "Sex offender treatment provider" means a person who counsels
- 29 or treats sex offenders accused of or convicted of a sex offense as
- 30 defined by RCW 9.94A.030.
- 31 EXPLANATORY NOTE
- 32 RCW 9.94A.120 was amended by 1995 c 108 s 3, changing
- 33 subsection (7) to subsection (8).
- 34 **Sec. 34.** RCW 18.155.030 and 1990 c 3 s 803 are each amended to
- 35 read as follows:
- 36 (1) No person shall represent himself or herself as a certified sex
- 37 offender treatment provider without first applying for and receiving a
- 38 certificate pursuant to this chapter.

- 1 (2) Only a certified sex offender treatment provider may perform or 2 provide the following services:
- 3 (a) Evaluations conducted for the purposes of and pursuant to RCW $4.120((\frac{7}{3}))$ (8)(a) and 13.40.160;
- 5 (b) Treatment of convicted sex offenders who are sentenced and ordered into treatment pursuant to RCW $9.94A.120((\frac{7}{(a)}))$ (8)(a) and adjudicated juvenile sex offenders who are ordered into treatment pursuant to RCW 13.40.160.

9 EXPLANATORY NOTE

- RCW 9.94A.120 was amended by 1995 c 108 s 3, changing subsection (7) to subsection (8).
- 12 **Sec. 35.** RCW 18.160.030 and 1992 c 116 s 2 are each amended to 13 read as follows:
- 14 (1) This chapter shall be administered by the state director of 15 fire protection.
- 16 (2) The state director of fire protection shall have the authority, 17 and it shall be his or her duty to:
- 18 (a) Issue such administrative regulations as necessary for the 19 administration of this chapter;
- 20 (b)(i) Set reasonable fees for licenses, certificates, testing, and other aspects of the administration of this chapter. However, the 21 license fee for fire protection sprinkler system contractors engaged 22 23 solely in the installation, inspection, maintenance, or servicing of NFPA 13-D fire protection sprinkler systems shall not exceed one 24 25 hundred dollars, and the license fee for fire protection sprinkler system contractors engaged solely in the installation, inspection, 26 27 maintenance, or servicing of NFPA 13-R fire protection sprinkler
- 27 maintenance, or servicing of NFPA 13-R fire protection sprinkles
- 28 systems shall not exceed three hundred dollars;
- (ii) Adopt rules establishing a special category restricted to contractors registered under chapter 18.27 RCW who install underground systems that service fire protection sprinkler systems. The rules shall be adopted within ninety days of March 31, 1992;
- 33 (c) Enforce the provisions of this chapter;
- 34 (d) Conduct investigations of complaints to determine if any 35 infractions of this chapter or the regulations developed under this 36 chapter have occurred;

p. 27 HB 2400.SL

- 1 (e) ((Work with the fire sprinkler advisory committee consisting of 2 fire protection sprinkler system contractors and other related 3 officials;
- 4 (f)) Assign a certificate number to each certificate of competency 5 holder; and
- 6 (((g))) <u>(f)</u> Adopt rules necessary to implement and administer a 7 program which requires the affixation of a seal any time a fire 8 protection sprinkler system is installed, which seal shall include the 9 certificate number of any certificate of competency holder who 10 installs, in whole or in part, the fire protection sprinkler system.
- 11 EXPLANATORY NOTE
- The section creating the fire sprinkler advisory committee, 1990 c 177 s 9, was vetoed by the governor.
- 14 **Sec. 36.** RCW 18.160.040 and 1990 c 177 s 5 are each amended to 15 read as follows:
- (1) To become a certificate of competency holder under this 16 chapter, an applicant must have satisfactorily passed an examination 17 administered by the state director of fire protection. A certificate 18 of competency holder can satisfy this examination requirement by 19 20 presenting a copy of a current certificate of competency from the national institute for certification in engineering technologies 21 showing that the applicant has achieved the classification of 22 23 engineering technician level 3 or senior engineering technician level 4 in the field of fire protection, automatic sprinkler system layout. 24 25 The state director of fire protection may accept equivalent proof of 26 qualification in lieu of examination((, as recommended by the fire 27 sprinkler advisory committee)). This examination requirement is mandatory except as otherwise provided in this chapter. 28
- (2) Every applicant for a certificate of competency shall fulfill the requirements established by the state director of fire protection ((and the fire protection sprinkler system technical advisory committee)) under chapter 34.05 RCW.
- 33 (3) Every applicant for a certificate of competency shall make 34 application to the state director of fire protection and pay the fees 35 required.
- 36 (4) Provided the application for the certificate of competency is 37 made prior to ninety days after May 1, 1991, the state director of fire 38 protection, in lieu of the examination requirements of the applicant

for a certificate of competency, may accept as satisfactory evidence of competency and qualification, affidavits attesting that the applicant has had a minimum of three years' experience.

1

2

3

- 4 (5) The state director of fire protection may((, after consultation 5 with the fire sprinkler advisory committee,)) issue a temporary certificate of competency to an applicant who, in his or her judgment, 6 7 will satisfactorily perform as a certificate of competency holder under 8 the provisions of this chapter. The temporary certificate of 9 competency shall remain in effect for a period of up to three years. 10 The temporary certificate of competency holder shall, within the threeyear period, complete the examination requirements specified in 11 subsection (1) of this section. There shall be no examination 12 13 exemption for an individual issued a temporary certificate of 14 competency. Prior to the expiration of the three-year period, the 15 temporary certificate of competency holder shall make application for a regular certificate of competency. The procedures and qualifications 16 17 for issuance of a regular certificate of competency shall be applicable to the temporary certificate of competency holder. When a temporary 18 19 certificate of competency expires, the holder shall cease all activities associated with the holding of a temporary certificate of 20 competency, subject to the penalties contained in this chapter. 21
- (6) To become a licensed fire protection sprinkler system contractor under this chapter, a person or firm must comply with the following:
- 25 (a) Must be or have in his or her full-time employ a holder of a 26 valid certificate of competency;
- 27 (b) Comply with the minimum insurance requirements of this chapter; 28 and
- (c) Make application to the state director of fire protection for a license and pay the fees required.
- 31 (7) Each license and certificate of competency issued under this 32 chapter must be posted in a conspicuous place in the fire protection 33 sprinkler system contractor's place of business.
- 34 (8) All bids, advertisements, proposals, offers, and installation 35 drawings for fire protection sprinkler systems must prominently display 36 the fire protection sprinkler system contractor's license number.
- 37 (9) A certificate of competency or license issued under this 38 chapter is not transferable.

p. 29 HB 2400.SL

- (10) In no case shall a certificate of competency holder be 1 employed full time by more than one fire protection sprinkler system 2 contractor at the same time. If the certificate of competency holder 3 4 should leave the employment of the fire protection sprinkler system contractor, he or she must notify the state director of fire protection 5 within thirty days. If the certificate of competency holder should 6 7 leave the employment of the fire protection sprinkler 8 contractor, the contractor shall have six months or until the 9 expiration of the current license, whichever occurs last, to submit a 10 new application identifying another certificate of competency holder who is at the time of application an owner of the fire protection 11 sprinkler system business or a full-time employee of the fire 12 13 protection sprinkler system contractor, in order to be issued a new license. If such application is not received and a new license issued 14 15 within the allotted time, the state director of fire protection shall revoke the license of the fire protection sprinkler system contractor. 16
- 17 EXPLANATORY NOTE
- The section creating the fire sprinkler advisory committee,
- 19 1990 c 177 s 9, was vetoed by the governor.
- 20 **Sec. 37.** RCW 18.165.020 and 1995 c 277 s 18 are each amended to 21 read as follows:
- 22 The requirements of this chapter do not apply to:
- (1) A person who is employed exclusively or regularly by one employer and performs investigations solely in connection with the affairs of that employer, if the employer is not a private investigator agency;
- (2) An officer or employee of the United States or of this state or 28 a political subdivision thereof, while engaged in the performance of 29 the officer's official duties;
- 30 (3) A person engaged exclusively in the business of obtaining and 31 furnishing information about the financial rating of persons;
- 32 (4) An attorney at law while performing the attorney's duties as an attorney;
- 34 (5) A licensed collection agency or its employee, while acting 35 within the scope of that person's employment and making an 36 investigation incidental to the business of the agency;

- 1 (6) Insurers, agents, and insurance brokers licensed by the state, 2 while performing duties in connection with insurance transacted by 3 them;
- 4 (7) A bank subject to the jurisdiction of the ((Washington state banking commission)) department of financial institutions or the comptroller of currency of the United States, or a savings and loan association subject to the jurisdiction of this state or the federal home loan bank board;
- 9 (8) A licensed insurance adjuster performing the adjuster's duties 10 within the scope of the adjuster's license;
- 11 (9) A secured creditor engaged in the repossession of the 12 creditor's collateral, or a lessor engaged in the repossession of 13 leased property in which it claims an interest;
- 14 (10) A person who is a forensic scientist, accident 15 reconstructionist, or other person who performs similar functions and 16 does not hold himself or herself out to be an investigator in any other 17 capacity; or
- 18 (11) A person solely engaged in the business of securing 19 information about persons or property from public records.

EXPLANATORY NOTE
Powers, duties, and functions of the department of general administration relating to financial institutions were transferred to the department of financial institutions by 1993

24

25 **Sec. 38.** RCW 18.165.130 and 1995 c 277 s 31 are each amended to 26 read as follows:

c 472, effective October 1, 1993. See chapter 43.320 RCW.

- (1) A private investigator agency shall notify the director within thirty days after the death or termination of employment of any employee who is a licensed private investigator or armed private investigator by returning the license to the department with the word ((["]terminated["])) "terminated" written across the face of the license, the date of termination, and the signature of the principal of the private investigator company.
- (2) A private investigator agency shall notify the director within seventy-two hours and the chief law enforcement officer of the county, city, or town in which the agency is located immediately upon receipt of information affecting a licensed private investigator's or armed private investigator's continuing eligibility to hold a license under the provisions of this chapter.

p. 31 HB 2400.SL

- 1 (3) A private investigator company shall notify the local law 2 enforcement agency whenever an employee who is an armed private 3 investigator discharges his or her firearm while on duty other than on 4 a supervised firearm range. The notification shall be made within ten 5 business days of the date the firearm is discharged.
- 6 EXPLANATORY NOTE
- 7 Corrects a manifest grammatical error.
- 8 **Sec. 39.** RCW 18.170.110 and 1995 c 277 s 8 are each amended to 9 read as follows:
- (1) A private security company shall notify the director within thirty days after the death or termination of employment of any employee who is a licensed private security guard or armed private security guard by returning the license to the department with the word ((["]terminated["])) "terminated" written across the face of the license, the date of termination, and the signature of the principal or the principal's designee of the private security guard company.
- (2) A private security company shall notify the department within seventy-two hours and the chief law enforcement officer of the county, city, or town in which the private security guard or armed private security guard was last employed immediately upon receipt of information affecting his or her continuing eligibility to hold a license under the provisions of this chapter.
- 23 (3) A private security guard company shall notify the local law 24 enforcement agency whenever an employee who is an armed private 25 security guard discharges his or her firearm while on duty other than 26 on a supervised firearm range. The notification shall be made within 27 ten business days of the date the firearm is discharged.
- 28 EXPLANATORY NOTE
- 29 Corrects a manifest grammatical error.
- 30 **Sec. 40.** RCW 18.185.010 and 1996 c 242 s 1 are each amended to 31 read as follows:
- 32 Unless the context clearly requires otherwise, the definitions in 33 this section apply throughout this chapter.
 - (1) "Department" means the department of licensing.
- 35 (2) "Director" means the director of licensing.
- 36 (3) "Collateral or security" means property of any kind given as 37 security to obtain a bail bond.

- 1 (4) "Bail bond agency" means a business that sells and issues 2 corporate surety bail bonds or that provides security in the form of 3 personal or real property to insure the appearance of a criminal 4 defendant before the courts of this state or the United States.
- 5 (5) "Qualified agent" means an owner, sole proprietor, partner, 6 manager, officer, or chief operating officer of a corporation who meets 7 the requirements set forth in this chapter for obtaining a bail bond 8 agency license.
- 9 (6) "Bail bond agent" means a person who is employed by a bail bond 10 agency and engages in the sale or issuance of bail bonds, but does not 11 mean a clerical, secretarial, or other support person who does not 12 participate in the sale or issuance of bail bonds.
- 13 (7) "Licensee" means a bail bond agency or a bail bond agent or 14 both.
- (8) "Branch office" means any office physically separated from the principal place of business of the licensee from which the licensee or an employee or agents conduct any activity meeting the criteria of ((\{a\})) a bail bond agency.
- 19 EXPLANATORY NOTE
- 20 Corrects a manifest grammatical error.
- 21 **Sec. 41.** RCW 18.205.030 and 1998 c 243 s 3 are each amended to 22 read as follows:
- No person may represent oneself as a certified chemical dependency professional or use any title or description of services of $((\{a\}))$ a certified chemical dependency professional without applying for certification, meeting the required qualifications, and being certified by the department of health, unless otherwise exempted by this chapter.
- 28 EXPLANATORY NOTE
- 29 Corrects a manifest grammatical error.
- 30 **Sec. 42.** RCW 18.205.100 and 1998 c 243 s 10 are each amended to 31 read as follows:
- The secretary may establish by rule the standards and procedures for approval of educational programs and alternative training. The secretary may utilize or contract with individuals or organizations having expertise in the profession or in education to assist in the evaluations. The secretary shall establish by rule the standards and procedures for revocation of approval of ((education [educational]))

- 1 educational programs. The standards and procedures set shall apply
- 2 equally to educational programs and training in the United States and
- 3 in foreign jurisdictions. The secretary may establish a fee for
- 4 educational program evaluations.
- 5 EXPLANATORY NOTE
- 6 Corrects a manifest grammatical error.
- 7 Sec. 43. RCW 19.02.110 and 1988 c 5 s 3 are each amended to read 8 as follows:
- 9 In addition to the licenses processed under the master license
- 10 system prior to April 1, 1982, on July 1, 1982, use of the master
- 11 license system shall be expanded as provided by this section.
- 12 Applications for the following shall be filed with the business
- 13 license center and shall be processed, and renewals shall be issued,
- 14 under the master license system:
- 15 (1) Nursery dealer's licenses required by chapter 15.13 RCW;
- 16 (2) Seed dealer's licenses required by chapter 15.49 RCW;
- 17 (3) Pesticide dealer's licenses required by chapter 15.58 RCW;
- 18 (4) Shopkeeper's licenses required by chapter 18.64 RCW;
- 19 (5) Refrigerated locker licenses required by chapter 19.32 RCW;
- 20 (6) ((Wholesalers licenses and retailers licenses required by
- 21 chapter 19.91 RCW;
- 22 (7)) Egg dealer's licenses required by chapter 69.25 RCW.
- 23 EXPLANATORY NOTE
- Chapter 19.91 RCW was repealed by 1986 c 321 s 14, effective
- 25 July 1, 1991.
- 26 **Sec. 44.** RCW 19.02.800 and 1982 c 182 s 17 are each amended to
- 27 read as follows:
- 28 Except as provided in RCW 43.07.200, the provisions of this chapter
- 29 regarding the processing of license applications and renewals under a
- 30 master license system shall not apply to those business or professional
- 31 activities that are licensed or regulated under chapter 31.04,
- 32 ((31.08,)) 31.12, 31.12A, or 31.13 RCW or under Title 30, 32, 33, or 48
- 33 RCW.
- 34 EXPLANATORY NOTE
- 35 Chapter 31.08 RCW was repealed by 1991 c 208 s 24, effective
- 36 January 1, 1993.

- 1 **Sec. 45.** RCW 19.27A.050 and 1985 c 144 s 5 are each amended to 2 read as follows:
- As used in this chapter, references to the state building code 4 ((advisory)) council shall be construed to include any successor 5 agency.
- 6 EXPLANATORY NOTE
- 7 The "state building code advisory council" was redesignated as the "state building code council" by 1985 c 360 s 11.
- 9 **Sec. 46.** RCW 19.28.015 and 1988 c 81 s 2 are each amended to read 10 as follows:
- Disputes arising under RCW $19.28.010((\frac{2}{10}))$ (3) regarding whether 11 the city or town's electrical rules, regulations, or ordinances are 12 13 equal to the rules adopted by the department shall be resolved by arbitration. The department shall appoint two members of the board to 14 serve on the arbitration panel, and the city or town shall appoint two 15 persons to serve on the arbitration panel. These four persons shall 16 choose a fifth person to serve. If the four persons cannot agree on a 17 fifth person, the presiding judge of the superior court of the county 18 in which the city or town is located shall choose a fifth person. A 19 20 decision of the arbitration panel may be appealed to the superior court
- 21 of the county in which the city or town is located within thirty days
- 22 after the date the panel issues its final decision.
- 23 EXPLANATORY NOTE
- 24 RCW 19.28.010 was reenacted and amended by 1992 c 79 s 2,
- changing subsection (2) to subsection (3).
- 26 **Sec. 47.** RCW 19.28.370 and 1980 c 30 s 17 are each amended to read 27 as follows:
- 28 The provisions of RCW 19.28.010 through ((19.28.380)) 19.28.360
- 29 shall not apply to the work of installing, maintaining or repairing any
- 30 and all electrical wires, apparatus, installations or equipment used or
- 31 to be used by a telegraph company or a telephone company in the
- 32 exercise of its functions and located outdoors or in a building or
- 33 buildings used exclusively for that purpose.
- 34 EXPLANATORY NOTE
- 35 RCW 19.28.380 was repealed by 1986 c 156 s 18.

p. 35 HB 2400.SL

1 **Sec. 48.** RCW 19.30.200 and 1985 c 280 s 14 are each amended to 2 read as follows:

3 Any person who knowingly uses the services of an unlicensed farm 4 labor contractor shall be personally, jointly, and severally liable 5 with the person acting as a farm labor contractor to the same extent and in the same manner as provided in this chapter. In making 6 7 determinations under this ((subsection [section])) section, any user may rely upon either the license issued by the director to the farm 8 labor contractor under RCW 19.30.030 or the director's representation 9 10 that such contractor is licensed as required by this chapter.

11 EXPLANATORY NOTE

12 Corrects an inaccurate reference.

13 **Sec. 49.** RCW 19.32.150 and 1943 c 117 s 8 are each amended to read 14 as follows:

The director of agriculture shall cause to be made periodically a thorough inspection of each establishment licensed under this chapter to determine whether or not the premises are constructed, equipped and operated in accordance with the requirements of this chapter and of all other laws of this state applicable to the operation either of refrigerated lockers or of the handling of human food in connection therewith, and of all regulations effective under this chapter relative to such operation. Such inspection shall also be made of each vehicle used by (({an})) an operator of refrigerated lockers or of an establishment handling human food in connection therewith, when such vehicle is used in transporting or distributing human food products to or from refrigerated lockers within this state.

27 EXPLANATORY NOTE

28 Corrects a manifest grammatical error.

- 29 **Sec. 50.** RCW 19.34.020 and 1999 c 287 s 2 are each amended to read 30 as follows:
- 31 Unless the context clearly requires otherwise, the definitions in 32 this section apply throughout this chapter:
- 33 (1) "Accept a certificate" means to manifest approval of a 34 certificate, while knowing or having notice of its contents. Such 35 approval may be manifested by the use of the certificate.
- 36 (2) "Accept a digital signature" means to verify a digital 37 signature or take an action in reliance on a digital signature.

15

16

17

18 19

20

2122

23

24

25

- 1 (3) "Asymmetric cryptosystem" means an algorithm or series of 2 algorithms that provide a secure key pair.
 - (4) "Certificate" means a computer-based record that:
- 4 (a) Identifies the certification authority issuing it;
- 5 (b) Names or identifies its subscriber;

6

- (c) Contains the subscriber's public key; and
- 7 (d) Is digitally signed by the certification authority issuing it.
- 8 (5) "Certification authority" means a person who issues a 9 certificate.
- 10 (6) "Certification authority disclosure record" means an on-line, 11 publicly accessible record that concerns a licensed certification 12 authority and is kept by the secretary.
- 13 (7) "Certification practice statement" means a declaration of the 14 practices that a certification authority employs in issuing 15 certificates.
- 16 (8) "Certify" means to declare with reference to a certificate, 17 with ample opportunity to reflect, and with a duty to apprise oneself 18 of all material facts.
- 19 (9) "Confirm" means to ascertain through appropriate inquiry and 20 investigation.
- 21 (10) "Correspond," with reference to keys, means to belong to the 22 same key pair.
- (11) "Digital signature" means an electronic signature that is a transformation of a message using an asymmetric cryptosystem such that a person having the initial message and the signer's public key can accurately determine:
- 27 (a) Whether the transformation was created using the private key 28 that corresponds to the signer's public key; and
- 29 (b) Whether the initial message has been altered since the 30 transformation was made.
- 31 (12) "Electronic" means electrical, digital, magnetic, optical, 32 electromagnetic, or any other form of technology that entails 33 capabilities similar to these technologies.
- 34 (13) "Electronic record" means a record generated, communicated, 35 received, or stored by electronic means for use in an information 36 system or for transmission from one information system to another.
- 37 (14) "Electronic signature" means a signature in electronic form 38 attached to or logically associated with an electronic record, 39 including but not limited to a digital signature.

p. 37 HB 2400.SL

- 1 (15) "Financial institution" means a national or state-chartered 2 commercial bank or trust company, savings bank, savings association, or
- 3 credit union authorized to do business in the state of Washington and
- 5 (16) "Forge a digital signature" means either:

the deposits of which are federally insured.

- 6 (a) To create a digital signature without the authorization of the 7 rightful holder of the private key; or
- 8 (b) To create a digital signature verifiable by a certificate 9 listing as subscriber a person who either:
- 10 (i) Does not exist; or

- 11 (ii) Does not hold the private key corresponding to the public key 12 listed in the certificate.
- 13 (17) "Hold a private key" means to be authorized to utilize a 14 private key.
- 15 (18) "Incorporate by reference" means to make one message a part of 16 another message by identifying the message to be incorporated and 17 expressing the intention that it be incorporated.
- 18 (19) "Issue a certificate" means the acts of a certification 19 authority in creating a certificate and notifying the subscriber listed 20 in the certificate of the contents of the certificate.
- (20) "Key pair" means a private key and its corresponding public key in an asymmetric cryptosystem, keys which have the property that the public key can verify a digital signature that the private key creates.
- 25 (21) "Licensed certification authority" means a certification 26 authority to whom a license has been issued by the secretary and whose 27 license is in effect.
- 28 (22) "Message" means a digital representation of information.
- 29 (23) "Notify" means to communicate a fact to another person in a 30 manner reasonably likely under the circumstances to impart knowledge of 31 the information to the other person.
- 32 (24) "Official public business" means any legally authorized 33 transaction or communication among state agencies, tribes, and local 34 governments, or between a state agency, tribe, or local government and 35 a private person or entity.
- 36 (25) "Operative personnel" means one or more natural persons acting 37 as a certification authority or its agent, or in the employment of, or 38 under contract with, a certification authority, and who have:

- 1 (a) Duties directly involving the issuance of certificates, 2 (({or})) or creation of private keys;
- 3 (b) Responsibility for the secure operation of the trustworthy 4 system used by the certification authority or any recognized 5 repository;
- 6 (c) Direct responsibility, beyond general supervisory authority,
 7 for establishing or adopting policies regarding the operation and
 8 security of the certification authority; or
- 9 (d) Such other responsibilities or duties as the secretary may 10 establish by rule.
- 11 (26) "Person" means a human being or an organization capable of 12 signing a document, either legally or as a matter of fact.
- 13 (27) "Private key" means the key of a key pair used to create a 14 digital signature.
- 15 (28) "Public key" means the key of a key pair used to verify a 16 digital signature.
- 17 (29) "Publish" means to make information publicly available.
- (30) "Qualified right to payment" means an award of damages against a licensed certification authority by a court having jurisdiction over the certification authority in a civil action for violation of this chapter.
- 22 (31) "Recipient" means a person who has received a certificate and 23 a digital signature verifiable with reference to a public key listed in 24 the certificate and is in a position to rely on it.
- 25 (32) "Recognized repository" means a repository recognized by the 26 secretary under RCW 19.34.400.
- 27 (33) "Recommended reliance limit" means the monetary amount 28 recommended for reliance on a certificate under RCW 19.34.280(1).
- 29 (34) "Repository" means a system for storing and retrieving 30 certificates and other information relevant to digital signatures.
- 31 (35) "Revoke a certificate" means to make a certificate ineffective 32 permanently from a specified time forward. Revocation is effected by 33 notation or inclusion in a set of revoked certificates, and does not 34 imply that a revoked certificate is destroyed or made illegible.
- 35 (36) "Rightfully hold a private key" means the authority to utilize 36 a private key:
- 37 (a) That the holder or the holder's agents have not disclosed to a 38 person in violation of RCW 19.34.240(1); and

p. 39 HB 2400.SL

- 1 (b) That the holder has not obtained through theft, deceit, 2 eavesdropping, or other unlawful means.
- 3 (37) "Secretary" means the secretary of state.
- 4 (38) "Subscriber" means a person who:

- (a) Is the subject listed in a certificate;
- 6 (b) Applies for or accepts the certificate; and
- 7 (c) Holds a private key that corresponds to a public key listed in 8 that certificate.
- 9 (39) "Suitable guaranty" means either a surety bond executed by a 10 surety authorized by the insurance commissioner to do business in this 11 state, or an irrevocable letter of credit issued by a financial 12 institution authorized to do business in this state, which, in either 13 event, satisfies all of the following requirements:
- 14 (a) It is issued payable to the secretary for the benefit of 15 persons holding qualified rights of payment against the licensed 16 certification authority named as the principal of the bond or customer 17 of the letter of credit;
- 18 (b) It is in an amount specified by rule by the secretary under RCW 19.34.030;
- 20 (c) It states that it is issued for filing under this chapter;
- 21 (d) It specifies a term of effectiveness extending at least as long 22 as the term of the license to be issued to the certification authority; 23 and
- (e) It is in a form prescribed or approved by rule by the secretary.
- A suitable guaranty may also provide that the total annual liability on the guaranty to all persons making claims based on it may not exceed the face amount of the guaranty.
- 29 (40) "Suspend a certificate" means to make a certificate 30 ineffective temporarily for a specified time forward.
- 31 (41) "Time stamp" means either:
- 32 (a) To append or attach a digitally signed notation indicating at 33 least the date, time, and identity of the person appending or attaching 34 the notation to a message, digital signature, or certificate; or
- 35 (b) The notation thus appended or attached.
- 36 (42) "Transactional certificate" means a valid certificate 37 incorporating by reference one or more digital signatures.
- 38 (43) "Trustworthy system" means computer hardware and software 39 that:

- 1 (a) Are reasonably secure from intrusion and misuse; and
- 2 (b) Conform with the requirements established by the secretary by 3 rule.
- 4 (44) "Valid certificate" means a certificate that:
- 5 (a) A licensed certification authority has issued;
- 6 (b) The subscriber listed in it has accepted;
- 7 (c) Has not been revoked or suspended; and
- 8 (d) Has not expired.
- 9 However, a transactional certificate is a valid certificate only in 10 relation to the digital signature incorporated in it by reference.
- 11 (45) "Verify a digital signature" means, in relation to a given 12 digital signature, message, and public key, to determine accurately 13 that:
- 14 (a) The digital signature was created by the private key 15 corresponding to the public key; and
- 16 (b) The message has not been altered since its digital signature 17 was created.
- 18 EXPLANATORY NOTE
- 19 Corrects a manifest grammatical error.
- 20 **Sec. 51.** RCW 19.34.250 and 1999 c 287 s 13 are each amended to 21 read as follows:
- (1) Unless the certification authority provides otherwise in the certificate or its certification practice statement, the licensed certification authority that issued a certificate that is not a transactional certificate must suspend the certificate for a period not to exceed five business days:
- (a) Upon request by a person whom the certification authority reasonably believes to be: (i) The subscriber named in the certificate; (ii) a person duly authorized to act for that subscriber; or (iii) a person acting on behalf of the unavailable subscriber; or
- 31 (b) By order of the secretary under RCW $19.34.210((\frac{5}{1}))$ (7).
- The certification authority need not confirm the identity or agency of the person requesting suspension. The certification authority may require the person requesting suspension to provide evidence, including a statement under oath or affirmation, regarding the requestor's identity, authorization, or the unavailability of the subscriber. Law enforcement agencies may investigate suspensions for possible wrongdoing by persons requesting suspension.

p. 41 HB 2400.SL

- 1 (2) Unless the certification authority provides otherwise in the 2 certificate or its certification practice statement, the secretary may 3 suspend a certificate issued by a licensed certification authority for 4 a period not to exceed five business days, if:
 - (a) A person identifying himself or herself as the subscriber named in the certificate, a person authorized to act for that subscriber, or a person acting on behalf of that unavailable subscriber (([requests suspension])) requests suspension; and
- 9 (b) The requester represents that the certification authority that 10 issued the certificate is unavailable.

The secretary may require the person requesting suspension to 11 provide evidence, including a statement under oath or affirmation, 12 13 regarding his or her identity, authorization, or the unavailability of the issuing certification authority, and may decline to suspend the 14 15 certificate in its discretion. Law enforcement agencies 16 investigate suspensions by the secretary for possible wrongdoing by persons requesting suspension. 17

- (3) Immediately upon suspension of a certificate by a licensed certification authority, the licensed certification authority must give notice of the suspension according to the specification in the certificate. If one or more repositories are specified, then the licensed certification authority must publish a signed notice of the suspension in all the repositories. If a repository no longer exists or refuses to accept publication, or if no repository is recognized under RCW 19.34.400, the licensed certification authority must also publish the notice in a recognized repository. If a certificate is suspended by the secretary, the secretary must give notice as required in this subsection for a licensed certification authority, provided that the person requesting suspension pays in advance any fee required by a repository for publication of the notice of suspension.
- 31 (4) A certification authority must terminate a suspension initiated 32 by request only:
 - (a) If the subscriber named in the suspended certificate requests termination of the suspension, the certification authority has confirmed that the person requesting suspension is the subscriber or an agent of the subscriber authorized to terminate the suspension; or
- 37 (b) When the certification authority discovers and confirms that 38 the request for the suspension was made without authorization by the

5

6 7

8

18 19

20

21

2223

24

25

26

27

28 29

30

3334

35

- 1 subscriber. However, this subsection (4)(b) does not require the 2 certification authority to confirm a request for suspension.
- 3 (5) The contract between a subscriber and a licensed certification 4 authority may limit or preclude requested suspension by the 5 certification authority, or may provide otherwise for termination of a 6 requested suspension. However, if the contract limits or precludes 7 suspension by the secretary when the issuing certification authority is 8 unavailable, the limitation or preclusion is effective only if notice 9 of it is published in the certificate.
- 10 (6) No person may knowingly or intentionally misrepresent to a 11 certification authority his or her identity or authorization in 12 requesting suspension of a certificate. Violation of this subsection 13 is a gross misdemeanor.
- 14 (7) The secretary may authorize other state or local governmental 15 agencies to perform any of the functions of the secretary under this 16 section upon a regional basis. The authorization must be formalized by 17 an agreement under chapter 39.34 RCW. The secretary may provide by 18 rule the terms and conditions of the regional services.
- 19 (8) A suspension under this section must be completed within 20 twenty-four hours of receipt of all information required in this 21 section.

- 23 RCW 19.34.210 was amended by 1999 c 287 s 11, changing subsection (5) to subsection (7). Also corrects an apparent drafting error.
- 26 **Sec. 52.** RCW 19.34.901 and 1997 c 27 s 28 are each amended to read 27 as follows:
- 28 (1) Sections $((\frac{1}{101}))$ 101 through 601, 604, and 605, chapter 29 250, Laws of 1996 take effect January 1, 1998.
- 30 (2) Sections 602 and 603, chapter 250, Laws of 1996 take effect 31 July 27, 1997.
- 32 EXPLANATORY NOTE
- 33 Corrects a manifest drafting error.
- 34 **Sec. 53.** RCW 19.36.100 and 1990 c 211 s 1 are each amended to read 35 as follows:
- 36 "Credit agreement" means an agreement, promise, or commitment to
- 37 lend money, to otherwise extend credit, to forbear with respect to the
- 38 repayment of any debt or the exercise of any remedy, to modify or amend

p. 43 HB 2400.SL

- 1 the terms under which the creditor has lent money or otherwise extended
- 2 credit, to release any guarantor or ((consigner [cosigner])) cosigner,
- 3 or to make any other financial accommodation pertaining to a debt or
- 4 other extension of credit.
- 5 EXPLANATORY NOTE
- 6 Corrects an apparent typographical error.
- 7 **Sec. 54.** RCW 19.40.071 and 1987 c 444 s 7 are each amended to read 8 as follows:
- 9 (a) In an action for relief against a transfer or obligation under
- 10 this chapter, a creditor, subject to the limitations in RCW 19.40.081,
- 11 may obtain:
- 12 (1) Avoidance of the transfer or obligation to the extent necessary
- 13 to satisfy the creditor's claim;
- 14 (2) An attachment or other provisional remedy against the asset
- 15 transferred or other property of the transferee in accordance with the
- 16 procedure prescribed by chapter ((7.12)) 6.25 RCW;
- 17 (3) Subject to applicable principles of equity and in accordance
- 18 with applicable rules of civil procedure:
- 19 (i) An injunction against further disposition by the debtor or a
- 20 transferee, or both, of the asset transferred or of other property;
- 21 (ii) Appointment of a receiver to take charge of the asset
- 22 transferred or of other property of the transferee; or
- 23 (iii) Any other relief the circumstances may require.
- 24 (b) If a creditor has obtained a judgment on a claim against the
- 25 debtor, the creditor, if the court so orders, may levy execution on the
- 26 asset transferred or its proceeds.
- 27 EXPLANATORY NOTE
- Chapter 7.12 RCW was recodified by 1987 c 442 s 1121. Of the
- thirty-two sections that previously comprised chapter 7.12 RCW,
- twenty-four sections were recodified in chapter 6.25 RCW, seven
- 31 sections were repealed, and one section was recodified in
- 32 chapter 6.17 RCW.
- 33 **Sec. 55.** RCW 19.56.010 and 1890 p 460 s 1 are each amended to read
- 34 as follows:
- 35 Whenever any person, company or corporation owning or controlling
- 36 any newspaper or periodical of any kind, or whenever any editor or
- 37 proprietor of any such newspaper or periodical shall mail or send any
- 38 such newspaper or periodical to any person or persons in this state

- 1 without first receiving an order for said newspaper or periodical from
- 2 such person or persons to whom said newspaper or periodical is mailed
- 3 or sent, $((\frac{\text{it}}{\text{i}}))$ <u>it</u> shall be deemed to be a gift, and no debt or
- 4 obligation shall accrue against such person or persons, whether said
- 5 newspaper or periodical is received by the person or persons to whom it
- 6 is sent or not.
- 7 EXPLANATORY NOTE
- 8 Corrects a manifest grammatical error.
- 9 **Sec. 56.** RCW 19.60.085 and 1985 c 70 s 2 are each amended to read 10 as follows:
- 11 The provisions of this chapter do not apply to transactions 12 conducted by the following:
- 13 (1) Motor vehicle dealers licensed under chapter 46.70 RCW;
- 14 (2) ((Motor)) <u>V</u>ehicle wreckers or hulk haulers licensed under 15 chapter 46.79 or 46.80 RCW;
- 16 (3) Persons giving an allowance for the trade-in or exchange of 17 second-hand property on the purchase of other merchandise of the same 18 kind of greater value; and
- 19 (4) Persons in the business of buying or selling empty food and 20 beverage containers or metal or nonmetal junk.
- 21 EXPLANATORY NOTE
- "Motor vehicle wrecker" redesignated "vehicle wrecker" by 1995 c 256.
- 24 **Sec. 57.** RCW 19.68.040 and 1949 c 204 s 4 are each amended to read 25 as follows:
- It is the intent of this ((article [chapter])) chapter, and this
- 27 ((article [chapter])) chapter shall be so construed, that persons so
- 28 licensed shall only be authorized by law to charge or receive
- 29 compensation for professional services rendered if such services are
- 30 actually rendered by the licensee and not otherwise: PROVIDED,
- 31 HOWEVER, That it is not intended to prohibit two or more licensees who
- 32 practice their profession as copartners to charge or collect
- 33 compensation for any professional services by any member of the firm,
- 34 or to prohibit a licensee who employs another licensee to charge or
- 35 collect compensation for professional services rendered by the employee
- 36 licensee.

- 1 Corrects an inaccurate reference.
- 2 **Sec. 58.** RCW 19.72.040 and 1987 c 202 s 186 are each amended to 3 read as follows:

4 In case such bond or recognizance is given in any action or proceeding commenced or pending in any court, the judge or clerk of any 5 court of record or district court, or any party to the action or 6 7 proceeding for the security or protection of which such bond or recognizance is made may, upon notice, require any of such sureties to 8 attend before the judge at a time and place specified and to be 10 examined under oath touching the surety's qualifications both as to residence and property as such surety, in such manner as the judge, in 11 12 the judge's discretion, may think proper. If the party demanding the examination require it, the examination shall be reduced to writing and 13 14 subscribed by the surety. If the judge ((find[s])) finds the surety possesses the requisite qualifications and property, the judge shall 15 endorse the allowance thereof on the bond or recognizance, and cause it 16 to be filed as provided by law, otherwise it shall be of no effect. 17

- 18 EXPLANATORY NOTE
- 19 Corrects a manifest grammatical error.
- 20 **Sec. 59.** RCW 19.80.065 and 1984 c 130 s 8 are each amended to read 21 as follows:
- 22 RCW 42.17.260(((5))) (9) does not apply to registrations made under 23 this chapter.
- 24 EXPLANATORY NOTE
- 25 RCW 42.17.260 was amended by 1989 c 175 s 36, changing subsection (5) to subsection (6). RCW 42.17.260 was subsequently amended by 1992 c 139 s 3, changing subsection (6) to subsection (7). RCW 42.17.260 was subsequently amended by 1995 c 341 s 1, changing subsection (7) to subsection (9).
- 30 **Sec. 60.** RCW 19.85.030 and 1995 c 403 s 402 are each amended to 31 read as follows:
- 32 (1) In the adoption of a rule under chapter 34.05 RCW, an agency 33 shall prepare a small business economic impact statement: (a) If the 34 proposed rule will impose more than minor costs on businesses in an 35 industry; or (b) if requested to do so by a majority vote of the joint 36 administrative rules review committee within forty-five days of 37 receiving the notice of proposed rule making under RCW 34.05.320.

- However, if the agency has completed the pilot rule process as defined by RCW 34.05.313 before filing the notice of a proposed rule, the agency is not required to prepare a small business economic impact statement.
- 5 An agency shall prepare the small business economic impact statement in accordance with RCW 19.85.040, and file it with the code 6 7 reviser along with the notice required under RCW 34.05.320. An agency 8 shall file a statement prepared at the request of the joint 9 administrative rules review committee with the code reviser upon its 10 completion before the adoption of the rule. An agency shall provide a copy of the small business economic impact statement to any person 11 12 requesting it.
- ((An agency may request assistance from the business assistance
 tenter in the preparation of the small business economic impact
 statement.))
 - (2) ((The business assistance center shall develop guidelines to assist agencies in determining whether a proposed rule will impose more than minor costs on businesses in an industry and therefore require preparation of a small business economic impact statement. The business assistance center may review an agency determination that a proposed rule will not impose such costs, and shall advise the joint administrative rules review committee on disputes involving agency determinations under this section.
 - (3)) Based upon the extent of disproportionate impact on small business identified in the statement prepared under RCW 19.85.040, the agency shall, where legal and feasible in meeting the stated objectives of the statutes upon which the rule is based, reduce the costs imposed by the rule on small businesses. Methods to reduce the costs on small businesses may include:
- 30 (a) Reducing, modifying, or eliminating substantive regulatory 31 requirements;
- 32 (b) Simplifying, reducing, or eliminating recordkeeping and 33 reporting requirements;
 - (c) Reducing the frequency of inspections;
- 35 (d) Delaying compliance timetables;

17

18 19

20

21

22

2324

25

2627

28

29

- 36 (e) Reducing or modifying fine schedules for noncompliance; or
- 37 (f) Any other mitigation techniques.
- 38 EXPLANATORY NOTE

- The business assistance center and its powers and duties were terminated June 30, 1995. See 1993 c 280 ss 80 and 81.
- 3 **Sec. 61.** RCW 19.94.258 and 1995 c 355 s 15 are each amended to 4 read as follows:
- 5 (1) Except as authorized by the department, a service agent who 6 intends to provide the examination that permits a weighing or measuring 7 instrument or device to be placed back into commercial service under 8 RCW 19.94.255(3) shall receive an official registration certificate 9 from the director prior to performing such a service. This 10 registration requirement does not apply to the department or a city
- 12 (2) Except as provided in RCW $((\frac{19.94.035}{0.035}))$ $\frac{19.94.2584}{0.000}$, a 13 registration certificate is valid for one year. It may be renewed by 14 submitting a request for renewal to the department.
- 15 EXPLANATORY NOTE
- RCW 19.94.035 was recodified as RCW 19.94.2584 pursuant to RCW 1.08.015(2)(k), September 1996.
- 18 **Sec. 62.** RCW 19.94.2584 and 1995 c 355 s 17 are each amended to 19 read as follows:
- 20 (1) The department shall have the power to revoke, suspend, or 21 refuse to renew the official registration certificate of any service 22 agent for any of the following reasons:
- 23 (a) Fraud or deceit in obtaining an official registration 24 certificate under this chapter;
- (b) A finding by the department of a pattern of intentional fraudulent or negligent activities in the installation, inspection, testing, checking, adjusting, or systematically standardizing and approving the graduations of any weighing or measuring instrument or device;
- 30 (c) Knowingly placing back into commercial service any weighing or 31 measuring instrument or device that is incorrect;
 - (d) A violation of any provision of this chapter; or
- (e) Conviction of a crime or an act constituting a crime under the laws of this state, the laws of another state, or federal law.
- (2) Upon the department's revocation of, suspension of, or refusal to ((renewal [renew])) renew an official registration certificate, an individual shall have the right to appeal this decision in accordance with the administrative procedure act, chapter 34.05 RCW.

32

sealer.

18 19

20

2122

23

2425

26

- 3 **Sec. 63.** RCW 19.94.310 and 1992 c 237 s 21 are each amended to 4 read as follows:
- 5 (1) The governing body of each city for which a city sealer has 6 been appointed as provided for by RCW 19.94.280 shall:
- 7 (a) Procure at the expense of the city the official weights and 8 measures standards and any field weights and measures standards 9 necessary for the administration and enforcement of the provisions of 10 this chapter or any rule that may be prescribed by the director;
- 11 (b) Provide a suitable office for the city sealer and any deputies 12 that have been duly appointed; and
- (c) Make provision for the necessary clerical services, supplies, transportation and for defraying contingent expenses incidental to the official activities of the city sealer and his or her deputies in carrying out the provisions of this chapter.
 - (2) When the acquisition of the official weights and measures standards required under subsection (1)(a) of this section has been made and such weights and measures standards have been examined and approved by the director, they shall be the certified weights and measures standards for such city.
 - (3) In order to maintain field weights and ((measure[s])) measures standards in accurate condition, the city sealer shall, at least once every two years, compare the field weights and measures standards used within his or her city to the certified weights and measures standards of such city or to the official weights and measures standards of this state.
- 28 EXPLANATORY NOTE
- 29 Corrects a manifest typographical error.
- 30 **Sec. 64.** RCW 19.94.390 and 1995 c 355 s 20 are each amended to 31 read as follows:
- (1) Whenever any commodity or service is sold, or is offered, exposed, or advertised for sale, by weight, measure, or count, the price shall not be misrepresented, nor shall the price be represented in any manner calculated or tending to mislead or deceive an actual or prospective purchaser. Whenever an advertised, ((poster [posted])) posted or labeled price per unit of weight, measure, or count includes

- a fraction of a cent, all elements of the fraction shall be prominently displayed and the numeral or numerals expressing the fraction shall be immediately adjacent to, of the same general design and style as, and at least one-half the height and one-half the width of the numerals representing the whole cents.
- (2) The examination procedure recommended for price verification by 6 7 the price verification working group of the laws and regulations 8 committee of the national conference on weights and measures (as 9 reflected in the fourth draft, dated November 1, 1994) for devices such 10 as electronic scanners shall govern such examinations conducted under this chapter. The procedure shall be deemed to be adopted under this 11 12 chapter. However, the department may revise the procedure as follows: 13 The department shall provide notice of and conduct a public hearing pursuant to chapter 34.05 RCW to determine whether any revisions to 14 15 this procedure made by the national institute of standards and 16 technology or its successor organization for incorporating the 17 examination procedure into an official handbook of the institute or its successor, or any subsequent revisions of the handbook regarding such 18 19 procedures shall also be adopted under this chapter. If the department 20 determines that the procedure should be so revised, it may adopt the revisions. Violations of this section regarding the use of devices 21 such as electronic scanners may be found only as provided by the 22 23 examination procedures adopted by or under this subsection.
- (3) Electronic scanner screens installed after January 1, 1996, and used in retail establishments must be visible to the consumer at the checkout line.
- 27 EXPLANATORY NOTE 28 Corrects a manifest typographical error.
- 29 **Sec. 65.** RCW 19.94.505 and 1992 c 237 s 34 are each amended to 30 read as follows:
- (1) It is unlawful for any dealer ((or service station)), as ((both are)) defined in RCW 82.36.010, to sell ethanol and/or methanol at one percent, by volume, or greater in gasoline for use as motor vehicle fuel unless the dispensing device has a label stating the type and maximum percentage of alcohol contained in the motor vehicle fuel.
- 36 (2) In any county, city, or other political subdivision designated 37 as a carbon monoxide nonattainment area pursuant to the provisions of 38 subchapter I of the clean air act amendments of 1990, P.L. 101-549, and

- 1 in which the sale of oxygenated petroleum products is required by
- 2 section 211(m) of the clean air act amendments of 1990, 42 U.S.C.
- 3 7545(m), any dealer ((or service station)), as ((both are)) defined in
- 4 RCW 82.36.010, who sells or dispenses a petroleum product that contains
- 5 at least one percent, by volume, ethanol, methanol, or other oxygenate,
- 6 shall post only such label or notice as may be required pursuant to 42
- 7 U.S.C. 7545(m)(4) or any amendments thereto or any successor provision
- 8 thereof. This provision shall be applicable only during such portion
- 9 of the year as oxygenated petroleum product sales are required pursuant
- 10 to 42 U.S.C. 7545(m).
- 11 (3) Any person who violates this section is subject to a civil
- 12 penalty of no more than five hundred dollars.
- 13 EXPLANATORY NOTE
- 14 RCW 82.36.010 was amended by 1998 c 176 s 6, deleting the
- definition of "service station."
- 16 Sec. 66. RCW 19.98.020 and 1975 1st ex.s. c 277 s 2 are each
- 17 amended to read as follows:
- 18 All repurchase payments to retailers and sellers made pursuant to
- 19 RCW 19.98.010 shall be less amounts owed on any lien or claim then
- 20 outstanding upon such items covered by this section. Any wholesaler,
- 21 manufacturer, or distributor making repurchase payments covered by this
- 22 chapter to any retailer or seller shall satisfy such secured liens or
- 23 claims pursuant to ((chapter [article])) Article 62A.9 RCW less any
- 24 interest owed to the lienholder arising from the financing of such
- 25 items which shall be paid to any such secured lienholder by the
- 26 retailer or seller. In no case shall the wholesaler, manufacturer, or
- 27 distributor, in making payments covered by RCW 19.98.010, pay in excess
- 28 of those amounts prescribed therein.
- 29 EXPLANATORY NOTE
- 30 Corrects an inaccurate reference.
- 31 Sec. 67. RCW 19.98.110 and 1990 c 124 s 2 are each amended to read
- 32 as follows:
- 33 Unless the context clearly requires otherwise, the definitions in
- 34 this section apply throughout RCW 19.98.100 through 19.98.150 and
- 35 19.98.911:
- 36 (1) "Equipment" means machinery consisting of a framework, various
- 37 fixed and moving parts, driven by an internal combustion engine, and

- all other implements associated with this machinery that are designed for or adapted and used for agriculture, horticulture, livestock, or grazing use.
- 4 (2) "Equipment dealer" or "equipment dealership" means any person, 5 partnership, corporation, association, or other form of business 6 enterprise, primarily engaged in retail sale or service of equipment in 7 this state, pursuant to any oral or written agreement for a definite or 8 indefinite period of time in which there is a continuing commercial 9 relationship in the marketing of the equipment or related services, but does not include dealers covered by chapter 46.70 or 46.94 RCW.
- 11 (3) "Supplier" means the manufacturer, wholesaler, or distributor 12 of the equipment to be sold by the equipment dealer.
- 13 (4) "Dealer agreement" means a contract or agreement, either 14 expressed or implied, whether oral or written, between a supplier and 15 an equipment dealer, by which the equipment dealer is granted the right 16 to sell, distribute, or service the supplier's equipment where there is 17 a continuing commercial relationship between the supplier and the 18 equipment dealer.
- (5) "Continuing commercial relationship" means any relationship in which the equipment dealer has been granted the right to sell or service equipment manufactured by (({the})) the supplier.
- 22 (6) "Good cause" means failure by an equipment dealer to 23 substantially comply with essential and reasonable requirements imposed 24 upon the equipment dealer by the dealer agreement, provided such 25 requirements are not different from those requirements imposed on other 26 similarly situated equipment dealers in the state either by their terms 27 or in the manner of their enforcement.
- 28 EXPLANATORY NOTE
- 29 Corrects a manifest grammatical error.
- 30 **Sec. 68.** RCW 19.105.330 and 1988 c 159 s 5 are each amended to 31 read as follows:
- (({(1)})) (1) Unless an order denying effectiveness under RCW 19.105.380 is in effect, or unless declared effective by order of the director prior thereto, the application for registration shall automatically become effective upon the expiration of the twentieth full business day following a filing with the director in complete and proper form, but an applicant may consent to the delay of effectiveness

- 1 until such time as the director may by order declare registration 2 effective or issue a permit to market.
- 3 (2) An application for registration, renewal of registration, or 4 amendment is not in completed form and shall not be deemed a statutory 5 filing until such time as all required fees, completed application 6 forms, and the information and documents required pursuant to RCW 7 19.105.320(1) and departmental rules have been filed.
- 8 It is the operator's responsibility to see that required filing 9 materials and fees arrive at the appropriate mailing address of the 10 department. Within seven business days, excluding the date of receipt, of receiving an application or initial request for registration and the 11 12 filing fees, the department shall notify the applicant of receipt of 13 the application and whether or not the application is complete and in proper form. If the application is incomplete, the department shall at 14 15 the same time inform the applicant what additional documents or 16 information is required.
 - If the application is not in a completed form, the department shall give immediate notice to the applicant. On the date the application is complete and properly filed, the statutory period for an in-depth examination of the filing, prescribed in subsection (1) of this section, shall begin to run, unless the applicant and the department have agreed to a stay of effectiveness or the department has issued a denial of the application or a permit to market.
- 24 EXPLANATORY NOTE
- 25 Corrects a manifest clerical error.

18 19

20

21

2223

- 26 **Sec. 69.** RCW 19.105.470 and 1988 c 159 s 23 are each amended to 27 read as follows:
- 28 (1) Whenever it appears to the director that any person has engaged or is about to engage in any act or practice constituting a violation 29 30 of any provision of this chapter, any withdrawal of a camping resort property in violation of RCW 19.105.380($(\frac{(1)(j)}{(j)})$) $\frac{(1)(q)}{(q)}$, or any rule, 31 order, or permit issued under this chapter, the director may in his or 32 her discretion issue an order directing the person to cease and desist 33 from continuing the act or practice. Reasonable notice of and 34 35 opportunity for a hearing shall be given. However, the director may issue a temporary order pending the hearing which shall be effective 36 37 immediately upon delivery to the person affected and which shall remain in effect until ten days after the hearing is held and which shall 38

p. 53 HB 2400.SL

- become final if the person to whom notice is addressed does not request
 a hearing within fifteen days after receipt of notice.
- (2) If it appears necessary in order to protect the interests of 3 4 members and purchasers, whether or not the director has issued a cease and desist order, the attorney general in the name of the state, the 5 director, the proper prosecuting attorney, an affiliated members' 6 common-interest association, or a group of members as a class, may 7 bring an action in any court of competent jurisdiction to enjoin any 8 such acts or practices and to enforce compliance with this chapter or 9 10 any rule, order, or permit under this chapter. Upon a proper showing, a permanent or temporary injunction, restraining order, or writ of 11 mandamus shall be granted and a receiver or conservator may be 12 appointed for the defendant, for the defendant's assets, or to protect 13 the interests or assets of a members' common-interest association or 14 15 the members of a camping resort as a class. The state, the director, a members' common-interest association, or members as a class shall not 16 be required to post a bond in such proceedings. 17
- 18 EXPLANATORY NOTE
- The reference to RCW 19.105.380(1)(j) appears to be erroneous.
- 20 Before March 20, 1988, the reference was to RCW 19.105.380(9).
- 21 Chapter 159, Laws of 1988 placed the text of RCW 19.105.380(9)
- in RCW 19.105.380(1)(q), effective March 20, 1988.
- 23 **Sec. 70.** RCW 19.116.030 and 1990 c 44 s 4 are each amended to read 24 as follows:
- 25 Unlawful subleasing or unlawful transfer of an ownership interest
- 26 in motor vehicles $((are \{is\}))$ is not reasonable in relation to the
- 27 development and preservation of business. A violation of this chapter
- 28 is an unfair or deceptive act in trade or commerce for the purpose of
- 29 applying the consumer protection act, chapter 19.86 RCW.
- 30 EXPLANATORY NOTE
- 31 Corrects a manifest grammatical error.
- 32 **Sec. 71.** RCW 19.116.050 and 1990 c 44 s 6 are each amended to read
- 33 as follows:
- 34 A dealer engages in an act of unlawful transfer of ownership
- 35 interest in motor vehicles when all of the following circumstances are
- 36 met:

- 1 (1) The dealer does not pay off any balance due to the secured 2 party on a vehicle acquired by the dealer, no later than the close of 3 the second business day after the acquisition date of the vehicle; and
- 4 (2) The dealer does not obtain a certificate of ownership under RCW ((46.12.140)) 46.70.124 for each used vehicle kept in his or her possession unless that certificate is in the possession of the person holding a security interest in the dealer's inventory; and
- 8 (3) The dealer does not transfer the certificate of ownership after 9 the transferee has taken possession of the motor vehicle.

15

16

17

18

19 20

2122

23

2425

2627

28

29

30

31

32

3334

11 RCW 46.12.140 was recodified as RCW 46.70.124 pursuant to 1993 c 307 s 18.

13 **Sec. 72.** RCW 19.120.080 and 1986 c 320 s 9 are each amended to 14 read as follows:

Without limiting the other provisions of this chapter, the following specific rights and prohibitions shall govern the relation between the motor fuel refiner-supplier and the motor fuel retailers:

- (1) The parties shall deal with each other in good faith.
- (2) For the purposes of this chapter and without limiting its general application, it shall be an unfair or deceptive act or practice or an unfair method of competition and therefore unlawful and a violation of this chapter for any person to:
- (a) Require a motor fuel retailer to purchase or lease goods or services of the motor fuel refiner-supplier or from approved sources of supply unless and to the extent that the motor fuel refiner-supplier satisfies the burden of proving that such restrictive purchasing agreements are reasonably necessary for a lawful purpose justified on business grounds, and do not substantially affect competition: PROVIDED, That this provision shall not apply to the initial inventory of the motor fuel franchise. In determining whether a requirement to purchase or lease goods or services constitutes an unfair or deceptive act or practice or an unfair method of competition the courts shall be guided by the decisions of the courts of the United States interpreting and applying the anti-trust laws of the United States.
- 35 (b) Discriminate between motor fuel retailers in the charges 36 offered or made for royalties, goods, services, equipment, rentals, 37 advertising services, or in any other business dealing, unless and to 38 the extent that the motor fuel refiner-supplier satisfies the burden of

p. 55 HB 2400.SL

- 1 proving that any classification of or discrimination between motor fuel
- 2 retailers is reasonable, is based on motor fuel franchises granted at
- 3 materially different times and such discrimination is reasonably
- 4 related to such difference in time or on other proper and justifiable
- 5 distinctions considering the purposes of this chapter, and is not
- 6 arbitrary.
- 7 (c) Sell, rent, or offer to sell to a motor fuel retailer any 8 product or service for more than a fair and reasonable price.
- 9 (d) Require $((\frac{\{a\}}))$ a motor fuel retailer to assent to a release,
- 10 assignment, novation, or waiver which would relieve any person from
- 11 liability imposed by this chapter.
- 12 EXPLANATORY NOTE
- 13 Corrects a manifest grammatical error.
- 14 Sec. 73. RCW 19.138.021 and 1996 c 180 s 1 are each amended to
- 15 read as follows:
- 16 Unless the context clearly requires otherwise, the definitions in
- 17 this section apply throughout this chapter.
- 18 (1) "Department" means the department of licensing.
- 19 (2) "Director" means the director of licensing or the director's
- 20 designee.
- 21 (3) "Seller of travel" means a person, firm, or corporation both
- 22 inside and outside the state of Washington, who transacts business with
- 23 Washington consumers for travel services.
- 24 (a) "Seller of travel" includes a travel agent and any person who
- 25 is an independent contractor or outside agent for a travel agency or
- 26 other seller of travel whose principal duties include consulting with
- 27 and advising persons concerning travel arrangements or accommodations
- 28 in the conduct or administration of its business. If a seller of
- 29 travel is employed by a seller of travel who is registered under this
- 30 chapter, the employee need not also be registered.
- 31 (b) "Seller of travel" does not include:
- 32 (i) An air carrier;
- 33 (ii) An owner or operator of a vessel, including an ocean common
- 34 carrier as defined in 46 U.S.C. App. 1702(18), an owner or charterer of
- 35 a vessel that is required to establish its financial responsibility in
- 36 accordance with the requirements of the federal maritime commission, 46
- 37 U.S.C. App. 817 (e), and a steamboat company ((as defined in RCW

- 1 84.12.200)) whether or not operating over and upon the waters of this 2 state;
- 3 (iii) A motor carrier;
- 4 (iv) A rail carrier;
- 5 (v) A charter party carrier of passengers as defined in RCW 6 81.70.020;
- 7 (vi) An auto transportation company as defined in RCW 81.68.010;
- 8 (vii) A hotel or other lodging accommodation;
- 9 (viii) An affiliate of any person or entity described in (i)
- 10 through (vii) of this subsection (3)(b) that is primarily engaged in
- 11 the sale of travel services provided by the person or entity. For
- 12 purposes of this subsection (3)(b)(viii), an "affiliate" means a person
- 13 or entity owning, owned by, or under common ownership, with "owning,"
- 14 "owned," and "ownership" referring to equity holdings of at least
- 15 eighty percent;
- 16 (ix) Direct providers of transportation by air, sea, or ground, or
- 17 hotel or other lodging accommodations who do not book or arrange any
- 18 other travel services.
- 19 (4) "Travel services" includes transportation by air, sea, or
- 20 ground, hotel or any lodging accommodations, package tours, or vouchers
- 21 or coupons to be redeemed for future travel or accommodations for a
- 22 fee, commission, or other valuable consideration.
- 23 (5) "Advertisement" includes, but is not limited to, a written or
- 24 graphic representation in a card, brochure, newspaper, magazine,
- 25 directory listing, or display, and oral, written, or graphic
- 26 representations made by radio, television, or cable transmission that
- 27 relates to travel services.
- 28 (6) "Transacts business with Washington consumers" means to
- 29 directly offer or sell travel services to Washington consumers,
- 30 including the placement of advertising in media based in the state of
- 31 Washington or that is primarily directed to Washington residents.
- 32 Advertising placed in national print or electronic media alone does not
- 33 constitute "transacting business with Washington consumers." Those
- 34 entities who only wholesale travel services are not "transacting
- 35 business with Washington consumers" for the purposes of this chapter.
- 36 EXPLANATORY NOTE
- 37 RCW 84.12.200 was amended by 1998 c 335 s 1, removing the
- definition of steamboat company.

1 **Sec. 74.** RCW 19.146.260 and 1997 c 106 s 18 are each amended to 2 read as follows:

3 Every licensed mortgage broker that does not maintain a physical 4 office within the state must maintain a registered agent within the state to receive service of any lawful process in any judicial or 5 administrative noncriminal suit, action, or proceeding against the 6 licensed mortgage broker which arises under this chapter or any rule or 7 8 order under this chapter, with the same force and validity as if served 9 personally on the licensed mortgage broker. Service upon the 10 registered agent shall not be effective unless the plaintiff, who may be the director in a suit, action, or proceeding instituted by him or 11 her, no later than the next business day sends notice of the service 12 13 and a copy of the process by registered mail to the defendant or respondent at the last address of the respondent or defendant on file 14 15 with the director. In any judicial action, suit, or proceeding arising under this chapter or any rule or order adopted under this chapter 16 17 between the department or director and a licensed mortgage broker who does not maintain a physical office in this state, venue shall be 18 19 exclusively in the superior court of ((the [of])) Thurston county.

20 EXPLANATORY NOTE

21 Corrects a manifest grammatical error.

- 22 **Sec. 75.** RCW 19.166.090 and 1991 c 128 s 9 are each amended to 23 read as follows:
- 24 Any person who violates any provision of this chapter or who
- 25 willfully and knowingly gives false or incorrect information to the
- 26 secretary (([of state])) <u>of state</u>, attorney general, or county
- 27 prosecuting attorney in filing statements required by this chapter,
- 28 whether or not such statement or report is verified, is guilty of a
- 29 misdemeanor punishable under chapter 9A.20 RCW.
- 30 EXPLANATORY NOTE
- 31 Clarifies that the reference is to the secretary of state.
- 32 **Sec. 76.** RCW 19.174.020 and 1993 c 324 s 1 are each amended to 33 read as follows:
- 34 Unless the context clearly requires otherwise, the definitions in
- 35 this section apply throughout this chapter.

- 1 (1) "Access area" means a paved walkway or sidewalk that is within 2 fifty feet of an automated teller machine or night deposit facility.
- 3 "Access area" does not include publicly maintained sidewalks or roads.
 - (2) "Access device" means:

18

- 5 (a) "Access device" as defined in federal reserve board Regulation 6 E, 12 C.F.R. Part 205, promulgated under the Electronic Fund Transfer
- 7 Act, 15 U.S.C. Sec. 1601, et seq.; or

for payment of goods and services.

- 8 (b) A key or other mechanism issued by a banking institution to its 9 customer to give the customer access to the banking institution's night 10 deposit facility.
- 11 (3) "Automated teller machine" means an electronic information 12 processing device located in this state that accepts or dispenses cash 13 in connection with a credit, deposit, or convenience account. 14 (("Automatic [automated])) "Automated teller machine" does not include 15 a device used primarily to facilitate check guarantees or check 16 authorizations, used in connection with the acceptance or dispensing of 17 cash on a person-to-person basis such as by a store cashier, or used
- 19 (4) "Banking institution" means a state or federally chartered 20 bank, trust company, savings bank, savings and loan association, and 21 credit union.
- (5) "Candle-foot power" means a light intensity of candles on a horizontal plane at thirty-six inches above ground level and five feet in front of the area to be measured.
- 25 (6) "Control of an access area or defined parking area" means to 26 have the present authority to determine how, when, and by whom it is to 27 be used, and how it is to be maintained, lighted, and landscaped.
- 28 (7) "Defined parking area" means that portion of a parking area 29 open for customer parking that is:
- 30 (a) Contiguous to an access area with respect to an automated 31 teller machine or night deposit facility;
- 32 (b) Regularly, principally, and lawfully used for parking by users 33 of the automated teller machine or night deposit facility while 34 conducting transactions during hours of darkness; and
- 35 (c) Owned or leased by the operator of the automated teller machine 36 or night deposit facility or owned or controlled by the party leasing 37 the automated teller machine or night deposit facility site to the 38 operator. "Defined parking area" does not include a parking area that 39 is not open or regularly used for parking by users of the automated

p. 59 HB 2400.SL

- 1 teller machine or night deposit facility who are conducting
- 2 transactions during hours of darkness. A parking area is not open if
- 3 it is physically closed to access or if conspicuous signs indicate that
- 4 it is closed. If a multiple level parking area satisfies the
- 5 conditions of this subsection (7)(c) and would therefore otherwise be
- 6 a defined parking area, only the single parking level deemed by the
- 7 operator of the automated teller machine and night deposit facility to
- 8 be the most directly accessible to the users of the automated teller
- 9 machine and night deposit facility is a defined parking area.
- 10 (8) "Hours of darkness" means the period that commences thirty
- 11 minutes after sunset and ends thirty minutes before sunrise.
- 12 (9) "Night deposit facility" means a receptacle that is provided by
- 13 a banking institution for the use of its customers in delivering cash,
- 14 checks, and other items to the banking institution.
- 15 (10) "Operator" means a banking institution or other business
- 16 entity or a person who operates an automated teller machine or night
- 17 deposit facility.
- 18 EXPLANATORY NOTE
- 19 Corrects a manifest drafting error.
- 20 <u>NEW SECTION.</u> **Sec. 77.** The following acts or parts of acts are
- 21 each repealed:
- 22 (1) RCW 18.08.150 (Application for examination--Fee) and 1985 c 7
- 23 s 5;
- 24 (2) RCW 18.08.190 (Expiration of certificate--Renewal--Fee--
- 25 Withdrawal of registrant) and 1985 c 7 s 6;
- 26 (3) RCW 18.08.220 (Reinstatement of certificate--Replacement of
- 27 lost or destroyed certificate, charge) and 1985 c 7 s 7;
- 28 (4) RCW 18.25.050 (Revocation or refusal of licenses--Hearing--
- 29 Restoration) and 1985 c 7 s 16;
- 30 (5) RCW 18.32.326 (Identification of dental prostheses--Technical
- 31 assistance);
- 32 (6) RCW 18.45.010 (Definitions) and 1979 c 141 s 27;
- 33 (7) RCW 18.45.020 (Administration of chapter) and 1979 c 141 s 28;
- 34 (8) RCW 18.45.440 (Inspection of premises, records, materials--
- 35 Powers of secretary) and 1979 c 141 s 29;
- 36 (9) RCW 18.45.450 (Condemnation of articles, materials--Grounds--
- 37 Disposition) and 1979 c 141 s 30;

- 1 (10) RCW 18.45.470 (Condemned articles--Failure to relinquish--
- 2 Penalty) and 1979 c 141 s 31; and
- 3 (11) RCW 18.90.010 (Definitions) and 1979 c 158 s 70.

- RCW 18.08.150 was amended by 1985 c 7 s 5 without reference to its repeal by 1985 c 37 s 18. Repealing this section removes the decodified section from the code.
- RCW 18.08.190 was amended by 1985 c 7 s 6 without reference to its repeal by 1985 c 37 s 18. Repealing this section removes the decodified section from the code.
- 11 RCW 18.08.220 was amended by 1985 c 7 s 7 without reference to 12 its repeal by 1985 c 37 s 18. Repealing this section removes 13 the decodified section from the code.
- 14 RCW 18.25.050 was amended by 1985 c 7 s 16 without reference to 15 its repeal by 1986 c 259 s 27. Repealing this section removes 16 the decodified section from the code.
- 17 RCW 18.32.326 was both recodified and repealed during the 1989 18 legislative sessions, each without reference to the other. 19 Repealing this section removes the decodified section from the 20 code.
- 21 RCW 18.45.010 was amended by 1979 c 141 s 27 without reference 22 to its repeal by 1979 c 99 s 1, effective June 30, 1982. 23 Repealing this section removes the decodified section from the 24 code.
- 25 RCW 18.45.020 was amended by 1979 c 141 s 28 without reference 26 to its repeal by 1979 c 99 s 51, effective June 30, 1982. 27 Repealing this section removes the decodified section from the 28 code.
- 29 RCW 18.45.440 was amended by 1979 c 141 s 29 without reference 30 to its repeal by 1979 c 99 s 51, effective June 30, 1982. 31 Repealing this section removes the decodified section from the 32 code.
- RCW 18.45.450 was amended by 1979 c 141 s 30 without reference to its repeal by 1979 c 99 s 51, effective June 30, 1982. Repealing this section removes the decodified section from the code.
- RCW 18.45.470 was amended by 1979 c 141 s 31 without reference to its repeal by 1979 c 99 s 51, effective June 30, 1982. Repealing this section removes the decodified section from the code.
- RCW 18.90.010 was amended by 1979 c 158 s 70 without reference to its repeal by 1979 c 99 s 60, effective June 30, 1982. Repealing this section removes the decodified section from the code.

Passed the House March 8, 2000. Passed the Senate March 2, 2000.

Approved by the Governor March 27, 2000.

Filed in Office of Secretary of State March 27, 2000.

p. 61 HB 2400.SL