

CERTIFICATION OF ENROLLMENT

**SUBSTITUTE HOUSE BILL 1012**

63rd Legislature  
2013 Regular Session

Passed by the House March 4, 2013  
Yeas 98 Nays 0

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**Speaker of the House of Representatives**

Passed by the Senate April 17, 2013  
Yeas 48 Nays 0

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**President of the Senate**

Approved

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**Governor of the State of Washington**

CERTIFICATE

I, Barbara Baker, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 1012** as passed by the House of Representatives and the Senate on the dates hereon set forth.

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**Chief Clerk**

FILED

**Secretary of State  
State of Washington**

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**SUBSTITUTE HOUSE BILL 1012**

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Passed Legislature - 2013 Regular Session

**State of Washington                      63rd Legislature                      2013 Regular Session**

**By** House Business & Financial Services (originally sponsored by Representatives Stanford, Kirby, Ryu, and Hudgins)

READ FIRST TIME 01/25/13.

1            AN ACT Relating to maintenance of a surety bond for appraisal  
2 management companies; and amending RCW 18.310.040.

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

4            **Sec. 1.** RCW 18.310.040 and 2010 c 179 s 4 are each amended to read  
5 as follows:

6            (1) Applications for licensure must be made to the department on  
7 forms approved by the director. A license is valid for two years and  
8 must be renewed on or before the expiration date. Applications for  
9 original and renewal licenses must include a statement confirming that  
10 the company must comply with applicable rules and that the company  
11 understands the penalties for misconduct.

12            (2) The appropriate fees must accompany all applications for  
13 original licensure and renewal.

14            (3)(a) Each applicant shall file and maintain a surety bond,  
15 approved by the director, executed by the applicant as obligor and by  
16 a surety company authorized to do a surety business in this state as  
17 surety, whose liability as the surety may not exceed in the aggregate  
18 the penal sum of the bond. The penal sum of the bond must be a minimum  
19 of ((~~twenty-five~~)) one hundred thousand dollars. The bond must run to

1 the state of Washington as obligee for the use and benefit of the state  
2 and of any person or persons who may have a cause of action against the  
3 obligor under this chapter. The bond must be conditioned that the  
4 obligor as licensee will faithfully conform to and abide by this  
5 chapter and all the rules adopted under this chapter. The bond will  
6 pay to the state and any person or persons having a cause of action  
7 against the obligor all moneys that may become due and owing to the  
8 state and those persons under and by virtue of this chapter.

9 (b) If the director determines that surety bonds are not readily  
10 available to appraisal management companies, the director may accept a  
11 cash bond or other security in lieu of the surety bond required by this  
12 section. The security accepted in lieu of a surety bond must be in an  
13 amount equal to the penal sum of the required bond. All obligations  
14 and remedies relating to surety bonds apply to deposits and other  
15 security filed in lieu of surety bonds.

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