CERTIFICATION OF ENROLLMENT

SUBSTITUTE HOUSE BILL 1605

Chapter 247, Laws of 2017

65th Legislature 2017 Regular Session

VESSEL IMPOUNDMENT

EFFECTIVE DATE: 7/23/2017

Passed by the House April 17, 2017 Yeas 94 Nays 1

FRANK CHOPP

Speaker of the House of Representatives

Passed by the Senate April 7, 2017 Yeas 46 Nays 1

CYRUS HABIB

President of the Senate

Approved May 8, 2017 11:17 AM

CERTIFICATE

I, Bernard Dean, Chief Clerk of the House of Representatives of the State of Washington, do hereby certify that the attached is **SUBSTITUTE HOUSE BILL 1605** as passed by House of Representatives and the Senate on the dates hereon set forth.

BERNARD DEAN

Chief Clerk

FILED

May 8, 2017

JAY INSLEE

Governor of the State of Washington

Secretary of State State of Washington

SUBSTITUTE HOUSE BILL 1605

AS AMENDED BY THE SENATE

Passed Legislature - 2017 Regular Session

State of Washington 65th Legislature 2017 Regular Session

By House Public Safety (originally sponsored by Representatives Pettigrew, Hayes, and Klippert; by request of Parks and Recreation Commission)

READ FIRST TIME 02/17/17.

1 AN ACT Relating to vessel impoundment; and adding a new section 2 to chapter 79A.60 RCW.

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

<u>NEW SECTION.</u> Sec. 1. A new section is added to chapter 79A.60
RCW to read as follows:

6 (1) Whenever the operator of a vessel is arrested for a violation 7 of RCW 79A.60.040, the arresting officer, or another officer acting 8 at the arresting officer's direction, has authority to impound the 9 vessel as provided in this section.

10 (2) This section is not intended to limit or constrain the 11 ability of local government from enacting and enforcing ordinances or 12 other regulations relating to the impoundment of vessels for the 13 purposes of enforcing RCW 79A.60.040.

14 (3) Unless vessel impound is required for evidentiary purposes, a 15 law enforcement officer must seek a series of reasonable alternatives 16 to impound before impounding the vessel. Reasonable alternatives to 17 impound may include, but are not limited to:

18 (a) Working with the vessel's owner to locate a qualified 19 operator who can take possession of the vessel within thirty minutes 20 following the arrest of the vessel's operator and giving possession 21 of the vessel to such a person;

1 (b) Leaving the vessel at a marina, dock, or moorage facility, 2 provided that:

3 (i) The owner is present and willing to sign a liability waiver 4 by which the owner agrees to waive any claims related to such an 5 action against the law enforcement officer and the officer's agency 6 and indemnify the officer and the agency against any claims related 7 to such an action by any third party; and

8 (ii) The owner agrees to pay any applicable moorage charges or 9 fees; and

10 (c) Towing the vessel to the closest boat ramp, marina, or 11 similar type facility where the owner can meet the impounding officer 12 within thirty minutes in order to:

13 (i) Moor the vessel by accepting any applicable moorage charges 14 or fees; or

15 (ii) Take possession of the vessel if the owner was not present 16 at the time of the arrest.

17 (4) For the purposes of this section, storing an impounded vessel18 may include, but is not limited to:

(a) Removing the vessel to and placing it in a secure or othertype of moorage facility; or

(b) Placing the vessel in the custody of an operator licensed by
 the United States coast guard per 46 C.F.R. Sec. 11.482 to provide
 commercial assistance towing services in Washington state who must:

(i) Tow it to a storage facility operated by the towing entityfor storage or to a moorage facility for storage; or

26 (ii) Tow it to a location designated by the operator or owner of 27 the vessel.

(5) In exigent circumstances, an impounding officer may temporarily attach an impounded vessel to a mooring buoy or anchor the vessel to the bottom for up to twenty-four hours, after which time the impounding officer must move or cause the vessel to be moved to an appropriate facility for storage as outlined in subsection (4) of this section.

(6) If the impounding officer secures a vessel by placing it on its trailer, the officer, moorage facility representative, or commercial assistance towing service is authorized to detach the vessel's trailer from the vehicle to which it is attached, attach the trailer to an impounding vehicle, operate the vessel to load it on the trailer, and then tow the vessel on its trailer to the storage facility.

1 (7) All vessels must be handled appropriately and returned in substantially the same condition as they existed before being 2 impounded, unless forfeited pursuant to subsection (12) of this 3 section. Except as provided in subsection (12)(b) of this section, 4 all personal property in the vessel must be kept intact and must be 5 6 returned to the vessel's owner or agent during the normal business hours of the entity storing the vessel upon request, provided the 7 vessel owner, or the owner's agent, is able to provide sufficient 8 proof of his or her identity. 9

10 (8) No moorage facility or vessel towing service provider is required to accept an impounded or otherwise secured vessel under 11 12 this section for towing or storage. An impounding officer intending to secure a vessel by means of storing it at a moorage facility must 13 have the permission of the owner or operator of the moorage facility 14 prior to leaving the vessel at the facility. The impounding officer 15 16 shall identify an authorized person on the vessel impound 17 authorization and inventory form to represent the vessel impound facility. The officer must provide a copy of the vessel impound 18 19 authorization and inventory form to the designated person representing the vessel impound facility along with the addresses of 20 21 the registered and legal owners of the vessel. The moorage facility may require that the impounding officer's agency take responsibility 22 23 for the foreclosure process set forth in subsection (12) of this section before they consent to accept an impounded vessel. 24

25 (9)(a) An impounding officer impounding a vessel pursuant to this 26 section shall notify the legal and registered owner or owners of the impoundment of the vessel. The notification must be in writing and 27 28 sent within one business day after the impound by first-class mail, digital transmission, or facsimile to the last known address of the 29 registered and legal owner or owners of the vessel, as identified by 30 31 the department of licensing, and must inform the owner or owners of 32 the identity of the person or agency authorizing the impound. The impounding officer may serve the operator with the vessel impound 33 authorization and inventory form at the time of impound if the 34 operator is a legal or registered owner of the vessel. Personal 35 service of the vessel impound authorization and inventory form meets 36 the notice requirement of this subsection with respect to the legal 37 or registered owner personally served. The notification must be 38 39 provided on a vessel impound authorization and inventory form and 40 include: (i) The name, address, and telephone number of the facility

where the vessel is being held; (ii) the right of redemption and opportunity for a hearing to contest the validity of the impoundment; and (iii) the rate that is being charged for the storage of the vessel while impounded.

5 (b) A notice does not need to be sent to the legal or registered 6 owner or owners of an impounded vessel if the vessel has been 7 redeemed.

8 (c) The impounded vessel may not be redeemed by the operator 9 within a twelve-hour period starting at the time of the operator's 10 arrest. The vessel may be redeemed by or released to an owner or an 11 agent of the owner that is not the operator within the twelve-hour 12 period following arrest.

(10) A moorage facility that accepts a vessel impounded pursuant 13 14 to this section for storage may charge the owner of the vessel up to one hundred twenty-five percent of the normal moorage rates of 15 16 tenants or guests in addition to a fee for securing the impounded 17 vessel. A moorage facility must store the vessel in the least costly boat slip or storage area available that is appropriate for the 18 vessel size. An entity that provides emergency vessel towing services 19 that accepts a vessel impounded pursuant to this section for towing 20 21 or storage, or both, may charge its normal towing and storage fees. The costs of removal and storage of vessels under this section is a 22 lien upon the vessel until paid, unless the impoundment is determined 23 to be invalid. The registered owner of a vessel impounded pursuant to 24 25 this section is responsible for paying all fees associated with the 26 towing and storage of the vessel resulting from its impoundment, except as otherwise provided in subsection (15) of this section. 27

(11) Within fifteen days of impoundment of the vessel, or until 28 29 the vessel is forfeited pursuant to subsection (12) of this section, the legal or registered owner of a vessel impounded and stored 30 31 pursuant to this section may redeem the vessel by paying all towing and storage fees charged as allowed in subsection (10) of this 32 section. Within fifteen days of impoundment of the vessel, or until 33 the vessel is forfeited pursuant to subsection (12) of this section, 34 any person who shows proof of ownership or written authorization from 35 36 the impounded vessel's registered or legal owner or the vessel's 37 insurer may view the vessel without charge during the normal business 38 hours of the entity storing the vessel. The moorage facility may 39 request that a representative of the impounding agency be present

during redemption. If requested, the impounding agency must provide a
 representative as requested by the moorage facility.

(12) If an impounded vessel stored pursuant to this section is 3 not redeemed by its registered or legal owner pursuant to subsection 4 (11) of this section within fifteen days of its impoundment, the 5 6 entity storing the vessel, or the agency of the impounding officer, if required by the moorage facility under subsection (8) of this 7 section, may initiate foreclosure. Forfeiture by the vessel owner is 8 complete twenty days after mailing of the notice required by this 9 subsection, unless within that time the owner, or any lienholder or 10 holder of a security interest, pays all fees associated with the 11 12 towing and storage of the vessel resulting from its impoundment. However, foreclosure may not be completed while a hearing under 13 subsection (15) of this section to contest the validity of the 14 impoundment is pending in district or municipal court or while any 15 16 appeal of a decision of the district or municipal court on the 17 validity of the impoundment is pending.

(a) In order to foreclose on the vessel, the foreclosing entity 18 must mail notice of its intent. Such a notice must, at a minimum, 19 state: (i) The intent of the foreclosing entity to foreclose on the 20 21 vessel; (ii) that, when the foreclosure process is complete, the owner forfeits all ownership interest in the vessel; (iii) the right 22 of the foreclosing entity to take possession of or dispose of the 23 vessel upon completion of the foreclosure process; and (iv) that the 24 25 owner, or other interested person or entity, may avoid forfeiture of 26 the vessel by paying all fees associated with the towing and storage of the vessel resulting from its impoundment within twenty days of 27 mailing of the notice. The notice must be mailed to the owner of the 28 vessel at the address on file with the state with which the vessel is 29 registered, or on file with the federal government, if the vessel is 30 31 registered with the federal government, and any lienholder or secured 32 interests on record. A notice need not be sent to the purported owner or any other person whose interest in the vessel is not recorded with 33 a state or with the federal government. 34

35 (b) Upon completion of the foreclosure process, the registered 36 and legal owners of the vessel forfeit any and all ownership interest 37 in it and the entity administering the foreclosure process must 38 dispose of it through sale. The proceeds of a sale under this section 39 shall be applied first to payment of the amount of reasonable charges 40 incurred by the entity for towing, storage, and sale, then to the

owner or to satisfy any liens of record or security interests of 1 record on the vessel in the order of their priority. If the sale is 2 for a sum less than the applicable charges, the foreclosing entity is 3 entitled to assert a claim for the deficiency against the vessel 4 owner. Nothing in this section prevents any lien holder or secured 5 б party from asserting a claim for any deficiency owed the lien holder 7 or secured party. If more than one thousand dollars remains after the satisfaction of amounts owed to the entity and to any owner or bona 8 fide security interest, then the foreclosing entity must remit the 9 moneys to the department of licensing for deposit in the derelict 10 11 vessel removal account established in RCW 79.100.100. A copy of the 12 forfeited vessel disposition report form identifying the vessel resulting in any surplus shall accompany the remitted funds. Transfer 13 of ownership of the vessel after foreclosure must comply with RCW 14 79.100.150, when applicable. All personal property in the vessel not 15 16 claimed prior to foreclosure must be turned over to the law enforcement agency that authorized the impoundment. The personal 17 property must be disposed of pursuant to chapter 63.32 or 63.40 RCW, 18 19 or as otherwise provided by law. Within fourteen days of the completion of the foreclosure process of a vessel pursuant to this 20 21 subsection, the foreclosing entity shall send a forfeited vessel 22 disposition report, together with a copy of the vessel impound authorization and inventory form and the notice of 23 intent to foreclose, to the department of licensing so that the department may 24 25 include documentation in the ownership records of the vessel. The 26 vessel disposition information sent to the department of licensing on the forfeited vessel disposition report relieves the previous owner 27 of the vessel from any civil or criminal liability for the operation 28 of the vessel from the date of sale thereafter, and transfers full 29 liability for the vessel to the party to whom the vessel 30 is 31 transferred by the foreclosing entity.

32 (13) Any individual or entity whose assistance has been requested by an impounding officer who in good faith provides trailering, 33 towing, or secured or other type of moorage of a vessel impounded 34 pursuant to this section is not liable for any damage to or theft of 35 the vessel or its contents, or for damages for loss of use of the 36 vessel resulting from any act or omission in providing assistance 37 other than for acts or omissions constituting gross negligence or 38 willful or wanton misconduct, or for any damages arising from any act 39 40 or omission committed during the foreclosure process.

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1 (14) If a law enforcement officer impounds and secures a vessel 2 pursuant to this section, the impounding officer and the government 3 agency employing the officer are not liable for any damage to or 4 theft of the vessel or its contents, or for damages for loss of use 5 of the vessel, or for any damages arising from any act or omission 6 committed during the foreclosure process.

7 (15) Any legal or registered owner seeking to redeem an impounded vessel under this section has a right to a hearing in the district or 8 municipal court for the jurisdiction in which the vessel was 9 impounded to contest the validity of the impoundment. The district 10 11 court has jurisdiction to determine the issues involving all impoundments including those authorized by the state or its agents, 12 unless the impoundment was authorized by municipal agents. 13 The municipal court has exclusive jurisdiction to determine the issues 14 involving impoundments authorized by agents of the municipality. Any 15 16 request for a hearing must be made in writing per the instructions 17 provided on the uniform vessel impound authorization and inventory form and must be received by the appropriate court within ten 18 business days of the date that the vessel impound authorization and 19 inventory form was mailed to or served on the registered or legal 20 21 owner or owners of the impounded vessel. If the hearing request is not received by the court within ten business days of the sending or 22 personal service of the notice of impoundment pursuant to subsection 23 (9) of this section, the right to a hearing is waived and the 24 25 registered owner is liable for any towing, storage, or other impoundment charges permitted under this chapter. Upon receipt of a 26 timely hearing request, the court shall proceed to hear and determine 27 28 the validity of the impoundment.

(a) Within five days after the request for a hearing, the court shall notify the operator of the impound facility, the registered and legal owners of the vessel, and the officer or agency authorizing the impound in writing of the hearing date and time.

33 (b) At the hearing, the petitioner may produce any relevant 34 evidence that is admissible under court rules to show that the 35 impoundment, towing, or storage fees charged were not proper. The 36 court may consider a written report made under oath by the officer 37 who authorized the impoundment in lieu of the officer's personal 38 appearance at the hearing.

39 (c) At the conclusion of the hearing, the court shall determine40 whether the impoundment was proper, whether the towing or storage

1 fees charged were in compliance with the fees established in 2 subsection (10) of this section, and who is responsible for payment 3 of the fees. The court may not adjust fees or charges that are in 4 compliance with subsection (10) of this section.

5 (d) If the impoundment is found proper, the impoundment, towing, 6 and storage fees as permitted under this chapter together with court 7 costs must be assessed against the petitioner.

(e) If the impoundment is determined to be in violation of this 8 section, then the registered and legal owners of the vessel bear no 9 impoundment, towing, or storage fees, any security must be returned 10 or discharged as appropriate, and the agency that authorized the 11 12 impoundment is liable for any towing, storage, or other impoundment fees permitted under this chapter. The court shall enter judgment in 13 favor of the moorage facility or vessel towing contractor against the 14 agency authorizing the impound for the impoundment, towing, and 15 16 storage fees incurred. In addition, the court shall enter judgment in 17 favor of the petitioner for the amount of the filing fee required by law for the impound hearing petition. If an impoundment is determined 18 to be in violation of this section, the impounding officer and the 19 government agency employing the officer are not liable for damage to 20 21 or theft of the vessel or its contents, or damages for loss of use of the vessel, if the impounding officer had reasonable suspicion to 22 believe that the operator of the vessel was operating the vessel 23 while under the influence of intoxicating liquor or any drug, was in 24 25 physical control of the vessel while under the influence of intoxicating liquor or any drug, or was operating the vessel in a 26 reckless manner, or if the impounding officer otherwise acted 27 reasonably under the circumstances in acting to impound and secure 28 29 the vessel.

30 (f) If any judgment entered under this subsection is not paid 31 within fifteen days of notice in writing of its entry, the court 32 shall award reasonable attorneys' fees and costs against the 33 defendant in any action to enforce the judgment. Notice of entry of 34 judgment may be made by registered or certified mail, and proof of 35 mailing may be made by affidavit of the party mailing the notice. 36 Notice of the entry of the judgment must read essentially as follows:

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ТО:

1	YOU ARE HEREBY NOTIFIED JUDGMENT was
2	entered against you in the Court located at
3	in the sum of \$, in an action entitled, Case
4	No YOU ARE FURTHER NOTIFIED that
5	attorneys' fees and costs will be awarded against you
6	under RCW if the judgment is not paid within 15
7	days of the date of this notice.
8	DATED this day of , (year)
9	Signature
10	Typed name and address of party mailing notice
11	(16) By September 30, 2017, the department of licensing in
12	collaboration with the commission shall create the following forms
13	for use in the enforcement of this section:
14	(a) A vessel impound authorization and inventory form. This form
15	must include sections for the impounding officer to record the
16	addresses of the registered and legal owners of the vessel and the

facility; and 18

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(b) A forfeited vessel disposition report form.

designated individual that

20 (17) The definitions in this subsection apply throughout this 21 section unless the context clearly requires otherwise.

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act on behalf of

22 (a) "Impound" means to take and hold a vessel in legal custody.

23 (b) "Legal owner" means a person having a perfected security 24 interest or a registered owner of a vessel unencumbered by a security 25 interest.

"Moorage facility" includes a private moorage facility as 26 (C) 27 defined in RCW 88.26.010, a moorage facility as defined in RCW 53.08.310, or a moorage facility owned or operated by the agency of 28 29 the arresting officer.

(d) "Registered owner" or "owner" means the person whose lawful 30 31 right of possession of a vessel has most recently been recorded with 32 the department of licensing.

33 (e) "Secure moorage" is in-water moorage or dry storage at a 34 moorage facility in a location specifically designated for the 35 moorage of vessels and in a location where access is controlled or 36 security is provided.

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impound

1 (f) "Vessel" includes any vessel as defined in RCW 79A.60.010 and 2 includes any associated trailer or towing device used to transport 3 the vessel if it is included in the impoundment.

> Passed by the House April 17, 2017. Passed by the Senate April 7, 2017. Approved by the Governor May 8, 2017. Filed in Office of Secretary of State May 8, 2017.

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