
SENATE BILL 5887

State of Washington

55th Legislature

1997 Regular Session

By Senator Loveland

Read first time 02/18/97. Referred to Committee on Financial Institutions, Insurance & Housing.

1 AN ACT Relating to property insurance on the security interest in
2 a real estate contract; and adding a new section to chapter 61.30 RCW.

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

4 NEW SECTION. **Sec. 1.** A new section is added to chapter 61.30 RCW
5 to read as follows:

6 (1) Prior to executing a real estate contract secured by a mobile
7 home or single-family home to be used for residential purposes, the
8 purchaser shall procure property insurance satisfactory to the seller
9 to cover the mobile home or single-family home serving as security
10 interest and naming the seller as the named insured. The purchaser
11 shall maintain the insurance so long as the mobile home or single-
12 family home serves as security for the real estate contract. The
13 insurance must include a long-form loss payable endorsement.

14 (2) Not later than the execution of the real estate contract, the
15 purchaser of a mobile home or single-family home for residential
16 purposes under a real estate contract shall provide the seller with
17 satisfactory evidence of the property insurance required under
18 subsection (1) of this section. The purchaser shall provide the seller

1 with ongoing evidence of the insurance not later than thirty days prior
2 to each subsequent policy or binder renewal date.

3 (3) The requirements of this section may be altered by written
4 agreement between the purchaser and seller.

5 (4) Nothing in this section shall be interpreted as exempting the
6 procurement of insurance required under this section from the
7 provisions of RCW 48.30.260.

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