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HOUSE BILL 1869

State of Washington 64th Legislature 2015 Regular Session

By Representatives Pollet, Harris, Hayes, and Moscoso
Read first time 01/30/15. Referred to Committee on Transportation.

- AN ACT Relating to nonimpound tow truck operator licensing; amending RCW 18.235.020, 46.63.020, and 46.76.020; adding a new chapter to Title 46 RCW; repealing RCW 46.55.025; prescribing
- 4 penalties; and providing an effective date.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- NEW SECTION. Sec. 1. The definitions in this section apply throughout this chapter unless the context clearly requires otherwise.
 - (1) "Daily operations" means any activity commonly associated with the routine operation of a tow truck business including, but not limited to, communicating with customers and dispatching tow trucks.
- 12 (2) "Nonimpound tow truck operator" or "operator" means any 13 person or firm engaging in the business of towing disabled vehicles 14 for direct or indirect monetary compensation on a public highway and 15 not registered under chapter 46.55 RCW.
 - (3) "Tow truck" means a motor vehicle that is equipped for and used in the business of towing vehicles with equipment that meets standards established by the state patrol.
- 19 (4) "Tow truck number" means the number issued by the department 20 to tow trucks used by a nonimpound tow truck operator in the state of 21 Washington.

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- 1 (5) "Tow truck permit" means the permit issued annually by the 2 department that has the classification of service the tow truck may 3 provide placed upon it.
- 4 (6) "Tow truck service" or "service" means the transporting upon 5 the public streets and highways of this state of a disabled vehicle, 6 together with any personal effects and cargo, by a tow truck of a 7 nonimpound tow truck operator.
- NEW SECTION. Sec. 2. (1) A person may not engage in or offer to engage in the activities of a nonimpound tow truck operator without a current license from the department authorizing the person to engage in such activities.

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- (2) Any person engaging in or offering to engage in the activities of a nonimpound tow truck operator without the license required under this chapter is guilty of a gross misdemeanor and is subject to disciplinary action that may be imposed by the department under this chapter.
- (3) Except as otherwise provided under this chapter, a nonimpound tow truck operator who engages in any act or practice that is prohibited under this chapter may be: (a) Prosecuted for a traffic infraction under chapter 46.63 RCW, or (b) subject to the civil penalties or disciplinary actions that may be imposed by the department under this chapter.
- 23 (4) A person found to have committed a traffic infraction under 24 this chapter is subject to a monetary penalty of at least two hundred 25 fifty dollars.
 - (5) Chapter 18.235 RCW governs unlicensed practice as a nonimpound tow truck operator, the issuance and denial of licenses and permits, and the discipline of nonimpound tow truck operators and persons required to be licensed as a nonimpound tow truck operator under this chapter.
- 31 (6) A nonimpound tow truck operator licensed under this chapter 32 must not be registered under chapter 46.55 RCW.
- NEW SECTION. Sec. 3. (1) Application for licensing as a nonimpound tow truck operator must be made on a form for this purpose, furnished by the department, and signed by the applicant or his or her authorized agent and include the following information:

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1 (a) Name and address of the person, firm, partnership, 2 association, or corporation under which name the business is to be 3 conducted;

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- (b) Names and residence addresses of all persons having an interest in the business, or if the owner is a corporation, the names and addresses of the officers of the corporation;
- (c) Names and addresses of all employees who serve as tow truck drivers for tow truck service;
- 9 (d) The vehicle registration and vehicle identification numbers 10 of all tow trucks used by the nonimpound tow truck operator; and
- 11 (e) Any other information the department may require to ensure 12 compliance with this chapter.
- 13 (2) Before the department may issue an initial or renewal license 14 to an applicant, the applicant must provide proof of inspection under 15 section 7 of this act.
- 16 (3)(a) Before the department may issue an initial or renewal 17 license to an applicant, the applicant must provide proof of minimum 18 insurance requirements of:
- 19 (i) One hundred thousand dollars for liability for bodily injury 20 or property damage per occurrence; and
- (ii) Fifty thousand dollars of legal liability per occurrence, to protect against vehicle damage including, but not limited to, fire and theft during tow truck service.
 - (b) Cancellation of or failure to maintain the insurance required under (a)(i) and (ii) of this subsection automatically cancels the operator's license.
 - (4) The fee for each original license and annual renewal is one hundred dollars per operator. The department must forward the license fee to the state treasurer for deposit into the motor vehicle fund.
- 30 (5) Before the department may issue a license to an applicant, 31 background checks under section 6 of this act must be completed.
- 32 (6) Upon approval of the application, the department must issue a 33 license to the nonimpound tow truck operator to be displayed 34 prominently at the operator's place of business and as otherwise 35 required by the department.
- NEW SECTION. Sec. 4. (1) A nonimpound tow truck operator must apply for and keep current a tow truck permit for each tow truck of which the operator is the registered owner.

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(2) Upon completion of a form furnished by the department for this purpose, receipt of the fee provided in this section, and submission of a satisfactory inspection report from a qualified mechanic conducted under section 7 of this act, the department must issue each tow truck a tow truck permit, a corresponding decal, and a unique tow truck number. The class of the tow truck, determined according to standards adopted under section 7 of this act, and the expiration date must be included on the permit and decal.

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- 9 (3) The fee for each original tow truck permit and annual renewal 10 is fifty dollars. The department must forward the fee to the state 11 treasurer for deposit into the motor vehicle fund.
- Sec. 5. If an application for a nonimpound tow 12 NEW SECTION. 13 truck operator license is filed by any person whose license has previously been canceled for cause by the department, or if the 14 15 department is of the opinion that the application is not filed in 16 good faith or that the application is filed by some person as a 17 subterfuge for the real person in interest whose license has 18 previously been canceled for cause, the department, after a hearing 19 as provided for under RCW 18.235.050, may refuse to issue a 20 nonimpound tow truck operator license.
- 21 Sec. 6. (1) All nonimpound tow truck operator NEW SECTION. applicants, owners, partners, and corporate officers involved in 22 23 daily operations must be screened through state and background checks. The investigation must consist of a background 24 check as allowed through the Washington state criminal records 25 26 privacy act under RCW 10.97.050, the Washington state patrol criminal identification system under RCW 43.43.832 through 43.43.834, and the 27 federal bureau of investigation. The background checks must be done 28 29 through the Washington state patrol criminal identification section and may include a national check from the federal bureau of 30 investigation, which must be through the submission of fingerprints. 31 Periodic records checks must be conducted pursuant to RCW 43.43.700. 32 The department may not share background check information with any 33 other governmental entity or business and is responsible for making 34 suitability determinations. The department may pass on the cost of 35 these criminal background checks and any subsequent checks to the tow 36 37 truck operators and applicants.

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- 1 (2) The department may not issue and may revoke a nonimpound tow 2 truck operator license if an applicant, owner, partner, or corporate 3 officer involved in daily operations:
 - (a) Has been convicted of any of the following:

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- 5 (i) Any class A felony or any sex offense as defined in RCW 9.94A.030, regardless of the date of conviction;
 - (ii) Any class B felony within the last ten years;
- 8 (iii) Any class C felony within the last five years;
- 9 (iv) A drug or alcohol-related traffic violation two or more 10 times within the last five years; or
 - (v) Any gross misdemeanor within the last three years.
- 12 (b) Must register as a sex offender or kidnapping offender; or
- 13 (c) Has been granted deferred prosecution under chapter 10.05 RCW 14 for any gross misdemeanor within the last three years.
- 15 (3) The department must establish procedures by which nonimpound 16 tow truck operators notify the department of new owners, partners, or 17 corporate officers, and carry out background checks under this 18 section.
- 19 (4) Nonimpound tow truck operators must conduct preemployment 20 national criminal history background checks in a manner established 21 by the department for all prospective employees that operate a tow 22 truck for tow truck service. The department may revoke a nonimpound 23 tow truck operator license for failing to:
- 24 (a) Conduct required criminal history background checks under 25 this section;
- 26 (b) Consider the criminal history of a prospective employee as it 27 relates to public safety in its hiring decisions; or
- (c) Comply with the requirements of the fair credit reporting act under 15 U.S.C. Sec. 1681 et seq. for any criminal history background check conducted under this subsection.
- NEW SECTION. Sec. 7. (1) Tow trucks used by nonimpound tow truck operators must be classified by towing capabilities and meet or exceed all equipment standards set by the state patrol for the type of tow trucks to be used by an operator.
- 35 (2) All tow trucks used by nonimpound tow truck operators must 36 display the firm's name, city of address, telephone number, and tow 37 truck number issued by the department. This information must be 38 painted on or permanently affixed to both sides of the vehicle in 39 accordance with rules adopted by the department.

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- 1 (3) A valid, unexpired tow truck permit and decal issued by the 2 department under section 4 of this act must be displayed in 3 accordance with rules adopted by the department.
- 4 (4) A tow truck used by a nonimpound tow truck operator must be 5 inspected by a qualified mechanic in a manner established by the 6 department before it is put into service and annually thereafter.
- 7 (5) A tow truck that fails to meet the minimum standards 8 established under subsection (1) of this section must not be used to 9 provide tow truck service.
- 10 (6) The department may cancel, suspend, or revoke a tow truck 11 permit issued under section 4 of this act for failure to comply with 12 any requirement of this section or rules adopted under it.
- NEW SECTION. Sec. 8. (1) A nonimpound tow truck operator must prepare an itemized billing invoice or receipt for tow truck service that includes a list of all costs, including state and local taxes, and the firm name, address, and telephone number.
- 17 (2) The nonimpound tow truck operator must provide a copy of this 18 itemized billing invoice or receipt to the customer.
- 19 <u>NEW SECTION.</u> **Sec. 9.** (1) A nonimpound tow truck operator must 20 retain the following records:
- 21 (a) Tow truck inspection and maintenance records for at least 22 three years;
- 23 (b) Itemized invoices or receipts for tow services for at least 24 three years;
- 25 (c) Prospective employee criminal history background check 26 records for at least three years; and
- 27 (d) Other records required by the department to ensure compliance 28 with this chapter.
- 29 (2) This section does not supersede other recordkeeping required 30 by law.
- NEW SECTION. Sec. 10. Records, equipment, and facilities of a nonimpound tow truck operator must be made available for audit or inspection in a manner established by the department.
- NEW SECTION. Sec. 11. The department, in cooperation with the state patrol, may adopt rules to carry out the provisions and intent of this chapter.

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- 1 **Sec. 12.** RCW 18.235.020 and 2013 c 322 s 29 are each amended to 2 read as follows:
- 3 (1) This chapter applies only to the director and the boards and 4 commissions having jurisdiction in relation to the businesses and 5 professions licensed under the chapters specified in this section.
- 6 This chapter does not apply to any business or profession not licensed under the chapters specified in this section.
- 8 (2)(a) The director has authority under this chapter in relation 9 to the following businesses and professions:
- 10 (i) Auctioneers under chapter 18.11 RCW;
- 11 (ii) Bail bond agents and bail bond recovery agents under chapter 12 18.185 RCW;
- 13 (iii) Camping resorts' operators and salespersons under chapter 14 19.105 RCW;
- 15 (iv) Commercial telephone solicitors under chapter 19.158 RCW;
- 16 (v) Cosmetologists, barbers, manicurists, and estheticians under 17 chapter 18.16 RCW;
- 18 (vi) Court reporters under chapter 18.145 RCW;
- 19 (vii) Driver training schools and instructors under chapter 46.82 20 RCW;
- 21 (viii) Employment agencies under chapter 19.31 RCW;
- 22 (ix) For hire vehicle operators under chapter 46.72 RCW;
- 23 (x) Limousines under chapter 46.72A RCW;
- 24 (xi) Notaries public under chapter 42.44 RCW;
- 25 (xii) Private investigators under chapter 18.165 RCW;
- 26 (xiii) Professional boxing, martial arts, and wrestling under 27 chapter 67.08 RCW;
- 28 (xiv) Real estate appraisers under chapter 18.140 RCW;
- 29 (xv) Real estate brokers and salespersons under chapters 18.85 30 and 18.86 RCW;
- 31 (xvi) Scrap metal processors, scrap metal recyclers, and scrap 32 metal suppliers under chapter 19.290 RCW;
- 33 (xvii) Security quards under chapter 18.170 RCW;
- 34 (xviii) Sellers of travel under chapter 19.138 RCW;
- 35 (xix) Timeshares and timeshare salespersons under chapter 64.36
- 36 RCW;
- 37 (xx) Whitewater river outfitters under chapter 79A.60 RCW;
- 38 (xxi) Home inspectors under chapter 18.280 RCW;

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- 1 (xxii) Body artists, body piercers, and tattoo artists, and body 2 art, body piercing, and tattooing shops and businesses, under chapter 3 18.300 RCW; ((and))
- 4 (xxiii) Appraisal management companies under chapter 18.310 RCW: and
- 6 (xxiv) Nonimpound tow truck operators under chapter 46.-- RCW
 7 (the new chapter created in section 17 of this act).
- 8 (b) The boards and commissions having authority under this 9 chapter are as follows:
- 10 (i) The state board for architects established in chapter 18.08 11 RCW;
- 12 (ii) The Washington state collection agency board established in 13 chapter 19.16 RCW;
- (iii) The state board of registration for professional engineers and land surveyors established in chapter 18.43 RCW governing licenses issued under chapters 18.43 and 18.210 RCW;
- 17 (iv) The funeral and cemetery board established in chapter 18.39 18 RCW governing licenses issued under chapters 18.39 and 68.05 RCW;
- 19 (v) The state board of licensure for landscape architects 20 established in chapter 18.96 RCW; and
- 21 (vi) The state geologist licensing board established in chapter 22 18.220 RCW.

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- (3) In addition to the authority to discipline license holders, the disciplinary authority may grant or deny licenses based on the conditions and criteria established in this chapter and the chapters specified in subsection (2) of this section. This chapter also governs any investigation, hearing, or proceeding relating to denial of licensure or issuance of a license conditioned on the applicant's compliance with an order entered under RCW 18.235.110 by the disciplinary authority.
- 31 **Sec. 13.** RCW 46.63.020 and 2014 c 124 s 9 are each amended to 32 read as follows:
- Failure to perform any act required or the performance of any act prohibited by this title or an equivalent administrative regulation or local law, ordinance, regulation, or resolution relating to traffic including parking, standing, stopping, and pedestrian offenses, is designated as a traffic infraction and may not be classified as a criminal offense, except for an offense contained in the following provisions of this title or a violation of an

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- 1 equivalent administrative regulation or local law, ordinance,
 2 regulation, or resolution:
- 3 (1) RCW 46.09.457(1)(b)(i) relating to a false statement 4 regarding the inspection of and installation of equipment on wheeled 5 all-terrain vehicles;
- 6 (2) RCW 46.09.470(2) relating to the operation of a nonhighway 7 vehicle while under the influence of intoxicating liquor or a 8 controlled substance;
 - (3) RCW 46.09.480 relating to operation of nonhighway vehicles;

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- 10 (4) RCW 46.10.490(2) relating to the operation of a snowmobile 11 while under the influence of intoxicating liquor or narcotics or 12 habit-forming drugs or in a manner endangering the person of another;
 - (5) RCW 46.10.495 relating to the operation of snowmobiles;
- 14 (6) Chapter 46.12 RCW relating to certificates of title, 15 registration certificates, and markings indicating that a vehicle has 16 been destroyed or declared a total loss;
- 17 (7) RCW 46.16A.030 and 46.16A.050(3) relating to the nonpayment 18 of taxes and fees by failure to register a vehicle and falsifying 19 residency when registering a motor vehicle;
- 20 (8) RCW 46.16A.520 relating to permitting unauthorized persons to 21 drive;
 - (9) RCW 46.16A.320 relating to vehicle trip permits;
- 23 (10) RCW 46.19.050(1) relating to knowingly providing false 24 information in conjunction with an application for a special placard 25 or license plate for disabled persons' parking;
- 26 (11) RCW 46.19.050(8) relating to illegally obtaining a parking 27 placard, special license plate, special year tab, or identification 28 card;
- 29 (12) RCW 46.19.050(9) relating to sale of a parking placard, 30 special license plate, special year tab, or identification card;
- 31 (13) RCW 46.20.005 relating to driving without a valid driver's 32 license;
- 33 (14) RCW 46.20.091 relating to false statements regarding a driver's license or instruction permit;
- 35 (15) RCW 46.20.0921 relating to the unlawful possession and use 36 of a driver's license;
- 37 (16) RCW 46.20.342 relating to driving with a suspended or 38 revoked license or status;
- 39 (17) RCW 46.20.345 relating to the operation of a motor vehicle 40 with a suspended or revoked license;

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- 1 (18) RCW 46.20.410 relating to the violation of restrictions of 2 an occupational driver's license, temporary restricted driver's 3 license, or ignition interlock driver's license;
- 4 (19) RCW 46.20.740 relating to operation of a motor vehicle 5 without an ignition interlock device in violation of a license 6 notation that the device is required;
- 7 (20) RCW 46.20.750 relating to circumventing an ignition 8 interlock device;
 - (21) RCW 46.25.170 relating to commercial driver's licenses;

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- (22) Chapter 46.29 RCW relating to financial responsibility;
- 11 (23) RCW 46.30.040 relating to providing false evidence of 12 financial responsibility;
 - (24) RCW 46.35.030 relating to recording device information;
- 14 (25) RCW 46.37.435 relating to wrongful installation of sunscreening material;
- 16 (26) RCW 46.37.650 relating to the sale, resale, distribution, or 17 installation of a previously deployed air bag;
- 18 (27) RCW 46.37.671 through 46.37.675 relating to signal 19 preemption devices;
- 20 (28) RCW 46.37.685 relating to switching or flipping license 21 plates, utilizing technology to flip or change the appearance of a 22 license plate, selling a license plate flipping device or technology 23 used to change the appearance of a license plate, or falsifying a 24 vehicle registration;
- 25 (29) RCW 46.44.180 relating to operation of mobile home pilot 26 vehicles;
- 27 (30) RCW 46.48.175 relating to the transportation of dangerous 28 articles;
- 29 (31) RCW 46.52.010 relating to duty on striking an unattended car 30 or other property;
- 31 (32) RCW 46.52.020 relating to duty in case of injury to or death 32 of a person or damage to an attended vehicle;
- 33 (33) RCW 46.52.090 relating to reports by repairers, storage 34 persons, and appraisers;
- 35 (34) RCW 46.52.130 relating to confidentiality of the driving 36 record to be furnished to an insurance company, an employer, and an 37 alcohol/drug assessment or treatment agency;
- 38 (35) RCW 46.55.020 relating to engaging in the activities of a 39 registered tow truck operator without a registration certificate;

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- 1 (36) RCW 46.55.035 relating to prohibited practices by <u>registered</u> 2 tow truck operators;
- 3 (37) RCW 46.55.300 relating to vehicle immobilization;
- 4 (38) <u>Section 2 of this act relating to engaging in the activities</u> 5 <u>of a nonimpound tow truck operator without a license;</u>
- 6 (39) RCW 46.61.015 relating to obedience to police officers, flaggers, or firefighters;
- $((\frac{(39)}{)})$ RCW 46.61.020 relating to refusal to give 9 information to or cooperate with an officer;
- (((40))) (41) RCW 46.61.022 relating to failure to stop and give identification to an officer;
- $((\frac{41}{1}))$ RCW 46.61.024 relating to attempting to elude 13 pursuing police vehicles;
- $((\frac{42}{12}))$ (43) RCW 46.61.212(4) relating to reckless endangerment 15 of emergency zone workers;
- $((\frac{43}{10}))$ (44) RCW 46.61.500 relating to reckless driving;
- (((44+))) (45) RCW 46.61.502 and 46.61.504 relating to persons 18 under the influence of intoxicating liquor or drugs;
- (((45))) (46) RCW 46.61.503 relating to a person under age 20 twenty-one driving a motor vehicle after consuming alcohol;
- (((46))) RCW 46.61.520 relating to vehicular homicide by 22 motor vehicle;
- (((47))) (48) RCW 46.61.522 relating to vehicular assault;
- (((48))) (49) RCW 46.61.5249 relating to first degree negligent 25 driving;
- (((49))) (50) RCW 46.61.527(4) relating to reckless endangerment 27 of roadway workers;
- (((50))) (51) RCW 46.61.530 relating to racing of vehicles on 29 highways;
- (((+51+))) (52) RCW 46.61.655(7) (a) and (b) relating to failure to 31 secure a load;
- (((52))) (53) RCW 46.61.685 relating to leaving children in an unattended vehicle with the motor running;
- (((+53))) (54) RCW 46.61.740 relating to theft of motor vehicle fuel;
- (((54))) (55) RCW 46.64.010 relating to unlawful cancellation of 37 or attempt to cancel a traffic citation;
- $(((\frac{55}{})))$ (56) RCW 46.64.048 relating to attempting, aiding, 39 abetting, coercing, and committing crimes;

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- 1 (((+56+))) (57) Chapter 46.65 RCW relating to habitual traffic 2 offenders;
- 3 (((57))) (58) RCW 46.68.010 relating to false statements made to 4 obtain a refund;
- 5 (((58))) <u>(59)</u> Chapter 46.70 RCW relating to unfair motor vehicle 6 business practices, except where that chapter provides for the 7 assessment of monetary penalties of a civil nature;
- 8 (((59))) (60) Chapter 46.72 RCW relating to the transportation of passengers in for hire vehicles;
- 10 $((\frac{(60)}{(60)}))$ (61) RCW 46.72A.060 relating to limousine carrier 11 insurance;
- 12 (((61))) (62) RCW 46.72A.070 relating to operation of a limousine without a vehicle certificate;
- 14 $((\frac{(62)}{(62)}))$ (63) RCW 46.72A.080 relating to false advertising by a 15 limousine carrier;
- 16 $((\frac{(63)}{(64)}))$ (64) Chapter 46.80 RCW relating to motor vehicle 17 wreckers;
- 18 $((\frac{(64)}{)})$ (65) Chapter 46.82 RCW relating to driver's training 19 schools;
- (((65))) (66) RCW 46.87.260 relating to alteration or forgery of a cab card, letter of authority, or other temporary authority issued under chapter 46.87 RCW;
- $((\frac{(66)}{)})$ RCW 46.87.290 relating to operation of an unregistered or unlicensed vehicle under chapter 46.87 RCW.
- 25 **Sec. 14.** RCW 46.76.020 and 2008 c 19 s 1 are each amended to 26 read as follows:

27 Application for a transporter's license shall be made on a form provided for that purpose by the director of licensing and when 28 executed shall be forwarded to the director together with the proper 29 30 fee. The application shall contain the name and address of the applicant, state whether or not the license will be used to provide 31 towing services for monetary compensation ((as described in RCW 32 46.55.025)) and, if so, whether or not the applicant is a registered 33 tow truck operator under chapter 46.55 RCW or licensed under section 34 35 2 of this act, and contain other information as the director may 36 require.

NEW SECTION. Sec. 15. RCW 46.55.025 (Registration or insurance required—Penalty) and 1995 c 360 s 2 are each repealed.

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- NEW SECTION. Sec. 16. If any provision of this act or its application to any person or circumstance is held invalid, the remainder of the act or the application of the provision to other persons or circumstances is not affected.
- 5 <u>NEW SECTION.</u> **Sec. 17.** Sections 1 through 11 of this act 6 constitute a new chapter in Title 46 RCW.
- 7 <u>NEW SECTION.</u> **Sec. 18.** This act takes effect July 1, 2016.

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