HB 1722 - H AMD 32

By Representative Walsh, J.

WITHDRAWN 03/03/2017

- On page 9, after line 39, insert the following:
- 2 "NEW SECTION. Sec. 7. A new section is added to chapter 46.70 3 RCW to read as follows:
- 4 (1)(a) The department shall issue a license to a person, firm, 5 association, corporation, or trust to act as a retail vehicle dealer, 6 as defined in RCW 46.70.011, if the person, firm, association, 7 corporation, or trust meets the requirements of this section.
- 8 (b) This section is an alternative to the license application 9 process and requirements that otherwise apply to applicants for a 10 motor vehicle dealer license under this chapter, and is available 11 only for applicants that meet the requirements of this section.
- 12 (2) To be eligible for a license as a retail vehicle dealer under 13 this section, a person, firm, association, corporation, or trust 14 must:
- 15 (a) Have been licensed as a wholesale vehicle dealer by the 16 department for at least five years preceding the effective date of 17 this section;
- 18 (b) Have maintained a physical presence in this state for the 19 entire five-year period in (a) of this subsection; and
 - (c) Have purchased and sold a majority of the vehicles that the person, firm, association, corporation, or trust has purchased and sold within the five-year period in (a) of this subsection from and to other Washington licensed vehicle dealers.
- 24 (3) To be eligible for a license under this section, a person, 25 firm, association, corporation, or trust must:
- 26 (a) Submit an application to the department in accordance with 27 RCW 46.70.031;
- (b) Meet the qualifications for a motor vehicle dealer license under this chapter, except that the applicant is not required to comply with RCW 46.70.023(9);
- 31 (c) Have office facilities in a commercial building within this 32 state, with no more than two other vehicle dealers in the same 33 building;

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- 1 (d) List all storage facilities for inventory with the 2 department;
 - (e) Meet all zoning and land use ordinances;
 - (f) Maintain a telecommunications system; and
- 5 (g) Possess an exterior sign visible from the nearest street that 6 identifies the business name and the nature of the business.
 - (4) If a retail vehicle dealer licensed under this section shares a location with another retail vehicle dealer or dealers, all records, office facilities, and inventory, if any, must be physically segregated and clearly identified.
- 11 (5)(a) A license issued under this section is subject to all 12 requirements of this chapter that apply to motor vehicle dealers, 13 except as otherwise provided in this section.
- 14 (b) A license issued pursuant to this section may not become 15 effective before July 1, 2019.
- 16 (6) As used in this section, "wholesale vehicle dealer" means a 17 vehicle dealer who buys vehicles from or sells vehicles to other 18 Washington licensed vehicle dealers."
- Renumber the remaining sections consecutively, correct any internal references accordingly, and correct the title.
- 21 On page 10, after line 6, insert the following:
- "NEW SECTION. Sec. 9. Section 7 of this act takes effect March 23 1, 2019."
- 24 Correct the title.

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<u>EFFECT:</u> Establishes that, beginning four months before the wholesale vehicle dealer license category is eliminated, existing wholesale vehicle dealer licensees meeting the following requirements may apply for and qualify for a retail vehicle dealer license without being open during normal business hours, maintaining display facilities, or maintaining a business telephone listing in the local directory (which are requirements for a retail vehicle dealer license but not for a wholesale vehicle dealer license):

- (1) The applicant has been licensed as a wholesale vehicle dealer for the previous five years;
- (2) The applicant has had a physical presence in the state for the previous five years;
- (3) The applicant has sold and purchased a majority of the vehicles that the applicant has sold and purchased within the previous five years to and from other Washington licensed vehicle dealers; and
- (4) The applicant meets the commercial office facility requirements that currently apply to wholesale vehicle dealers, which Code Rev/BP:roy

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include: (a) Having office facilities in a commercial building within this state, with no more than two other vehicle dealers in the same building; (b) listing all storage facilities for inventory with the department; (c) maintaining a telecommunications system; and (d) possessing an exterior sign visible from the nearest street that identifies the business name and the nature of the business.

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