HOUSE BILL 2356

AS AMENDED BY THE SENATE

Passed Legislature - 2016 Regular Session

State of Washington 64th Legislature 2016 Regular Session

By Representatives Kirby and Vick

Prefiled 01/05/16. Read first time 01/11/16. Referred to Committee on Business & Financial Services.

- 1 AN ACT Relating to employer agreements to reimburse certain
- 2 employee costs for the use of personal vehicles for business
- 3 purposes; and reenacting and amending RCW 48.110.015.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 48.110.015 and 2006 c 274 s 2 and 2006 c 36 s 16 are each reenacted and amended to read as follows:
 - (1) The following are exempt from this title:
- 8 (a) Warranties;

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- 9 (b) Maintenance agreements;
- 10 (c) Service contracts:
- (i) Paid for with separate and additional consideration;
- 12 (ii) Issued at the point of sale, or within sixty days of the 13 original purchase date of the property; and
- 14 (iii) On tangible property when the tangible property for which
- 15 the service contract is sold has a purchase price of fifty dollars or
- 16 less, exclusive of sales tax; and
- 17 (d) Agreements whereby an employer, or a third party contracted
- 18 by an employer, provides mileage reimbursement and incidental
- 19 <u>maintenance and repairs to its employees for personal vehicles used</u>
- 20 for business purposes, provided that such agreement does not provide
- 21 <u>indemnification or repairs for a loss caused by theft, collision,</u>

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- fire, or other peril typically covered in the comprehensive section of an automobile insurance policy.
 - (2) This chapter does not apply to:

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- (a) Vehicle mechanical breakdown insurance;
- (b) Service contracts on tangible personal property purchased by persons who are not consumers; and
- 7 (c) Home heating fuel service contracts offered by home heating 8 energy providers.

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