A BILL FOR AN ACT

RELATING TO TOWING COMPANIES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. Section 290-11, Hawaii Revised Statutes, is
- 2 amended to read as follows:
- 3 "\$290-11 Vehicles left unattended on private and public
- 4 property; sale or disposition of abandoned vehicles. (a)
- 5 Notwithstanding any other provision of this chapter, any vehicle
- 6 left unattended on private or public property without
- 7 authorization of the owner or occupant of the property, may be
- 8 towed away at the expense of the vehicle owner, by order of the
- 9 owner, occupant, or person in charge of the property; provided
- 10 that there is posted a notice prohibiting vehicles to park on
- 11 the property without authorization. The notice shall clearly
- 12 state, in not less than two-inch high, light reflective letters
- 13 on a contrasting background, that the vehicle parked without
- 14 authorization will be towed and held at the expense of the
- 15 vehicle owner, as well as the name, address, and a telephone
- 16 number of the facility where the vehicle will be towed and held.
- 17 The notice shall be of [such] a size and be placed in a location

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    that is clearly visible to the driver of a vehicle approaching
    any individual marked or unmarked parking space; provided that
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    where an entire parking lot consists of restricted parking
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    spaces, placement of the notice at each entrance of the parking
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    lot shall suffice.
6
             Towing companies engaged by the owner, occupant, or
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    person in charge of the property shall:
8
         (1) Charge not more than [$65] either:
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             (A) \$ for a tow[\tau] occurring between the
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                  hours of six o'clock a.m. and six o'clock p.m.,
11
                  from Monday through Friday;
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             (B) $ for a tow occurring between the hours
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                  of six o'clock p.m. and six o'clock a.m., from
14
                  Monday through Thursday or from six o'clock p.m.
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                  Friday to six o'clock a.m. Monday; or [\$75]
             (C) $ for a tow using a dolly,
16
             plus a mileage charge of [\$7.50] \$ per mile
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             towed and [\$25] $ per day or fraction
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19
             thereof for storage for the first seven days and [$20]
             $ per day thereafter. In the case of a
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             difficult hookup, a towing surcharge of [$30]
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| 1 | | snall apply. [when the tow occurs between |
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| 2 | | the hours of six o'clock p.m. and six o'clock a.m., |
| 3 | | from Monday through Thursday and from six o'clock p.m. |
| 4 | | Friday to six o'clock a.m. Monday, the towing company |
| 5 | | shall be entitled to an overtime charge of \$15.] The |
| 6 | | charges listed in this paragraph shall be the only |
| 7 | | charges tow companies are authorized to charge vehicle |
| 8 | | owners. For purposes of this paragraph, "difficult |
| 9 | | hookup" shall mean an above or below ground hookup in |
| 10 | | a multilevel facility; |
| 11 | (2) | If the vehicle is in the process of being hooked up, |
| 12 | | meaning up to the point when the tow truck is driving |
| 13 | | away, and the vehicle owner appears on the scene, the |
| 14 | | tow company shall release the vehicle to the vehicle |
| 15 | | owner at a location that ensures the safety of all |
| 16 | | persons and property involved, regardless of whether |
| 17 | | the release occurs on the scene or if the vehicle must |
| 18 | | be removed from the scene to be safely released; |
| 19 | | provided that no fee will be charged to the vehicle |
| 20 | | owner under this paragraph; |

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| 1 | (3) | Determine the name of the legal owner and the last |
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| 2 | | registered owner of the vehicle from the department of |
| 3 | | transportation or the county department of finance. |
| 4 | | The legal owner and the last registered owner shall be |
| 5 | | notified in writing at the address on record with the |
| 6 | | department of transportation or with the county |
| 7 | | department of finance by registered or certified mail |
| 8 | | of the location of the vehicle, together with a |
| 9 | | description of the vehicle, within a reasonable period |
| 10 | | not to exceed fifteen days following the tow. The |
| 11 | | notice shall state: |
| 12 | | (A) The maximum towing charges and fees allowed by |
| 13 | | law; |
| 14 | | (B) The telephone number of the consumer information |
| 15 | | service of the department of commerce and |
| 16 | | consumer affairs; and |
| 17 | | (C) That if the vehicle is not recovered within |
| 18 | | thirty days after the mailing of the notice, the |
| 19 | | vehicle shall be deemed abandoned and will be |
| 20 | | sold or disposed of as junk. |

| 1 | | Where the legal owner and the last registered owner |
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| 2 | | have not been notified pursuant to this paragraph, the |
| 3 | | vehicle may be recovered by the vehicle owner from the |
| 4 | | towing company without paying tow or storage fees. |
| 5 | | The notice need not be sent to a legal owner or last |
| 6 | | registered owner or any person with an unrecorded |
| 7 | | interest in the vehicle whose name or address cannot |
| 8 | | be determined. Absent evidence to the contrary, a |
| 9 | | notice shall be deemed received by the legal owner or |
| 10 | | last registered owner five days after the mailing; |
| 11 | (4) | Provide, when a vehicle is recovered by the vehicle |
| 12 | | owner the vehicle owner with a receipt stating: |
| 13 | | (A) The maximum towing charges and fees allowed by |
| 14 | | law; and |
| 15 | | (B) The telephone number of the consumer information |
| 16 | | service of the department of commerce and |
| 17 | | consumer affairs; and |
| 18 | (5) | Accommodate payment by the vehicle owner for charges |
| 19 | | under paragraph (1) by cash, credit card, or debit |
| 20 | | card. |

- 1 (c) When a vehicle is not recovered within thirty days
- 2 after the mailing of the notice, it shall be deemed abandoned
- 3 and the owner of the towing company, or the owner of the towing
- 4 company's authorized representative, after one public
- 5 advertisement in a newspaper of general circulation in the
- 6 State, may negotiate a sale of the vehicle or dispose of it as
- 7 junk.
- **8** (d) The authorized seller of the vehicle shall be entitled
- 9 to the proceeds of the sale to the extent that compensation is
- 10 due the authorized seller for services rendered in respect to
- 11 the vehicle, including reasonable and customary charges for
- 12 towing, handling, storage, and the cost of the notices and
- 13 advertising required by this part. Any remaining balance shall
- 14 be forwarded to the legal owner or last registered owner of the
- 15 vehicle if the legal owner or last registered owner can be
- 16 found. If the legal owner or last registered owner cannot be
- 17 found at the address on record at the department of
- 18 transportation or the county department of finance, the balance
- 19 shall be deposited with the State's unclaimed property program
- 20 administered by the department of budget and finance and shall
- 21 be paid out to the legal owner or last registered owner of the

- 1 vehicle if a proper claim is filed therefor within one year from
- 2 the execution of the sales agreement. If no claim is made
- 3 within the year allowed, the money shall become a state
- 4 realization.
- 5 (e) The transfer of title and interest by sale under this
- 6 part is a transfer by operation of law, pursuant to the
- 7 requirements under section 286-52(f).
- **8** (f) Notwithstanding any law or ordinance to the contrary,
- 9 including subsection (h) and section 46-20.5, any towing company
- 10 engaged in towing in a county with a population greater than
- 11 five hundred thousand shall offer towing services to consumers
- 12 twenty-four hours per day every day of the week. The towing
- 13 services shall include the release of vehicles kept in storage
- 14 to an insurer, vehicle owner or a designated representative.
- 15 (q) Any person who violates any provision of this section
- 16 shall be deemed to have:
- 17 (1) Engaged in an unfair or deceptive act or practice in
- the conduct of any trade or commerce within the
- meaning of section 480-2 and subject to penalties and
- remedies under chapter 480; and

| 1 | (2) Furnished services without a license within the |
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| 2 | meaning of section 487-13 and subject to penalties and |
| 3 | remedies under chapter 487. |
| 4 | (h) This section shall not apply to a county that has |
| 5 | adopted ordinances regulating towing operations. |
| 6 | (i) Any company engaged in towing or parking management |
| 7 | may charge a maximum of \$ for the placement or removal |
| 8 | of any device upon a vehicle designed to immobilize the vehicle. |
| 9 | [(i)] <u>(j)</u> As used in this section: |
| 10 | "Hooked up" means completely and securely attached and |
| 11 | fastened to the tow truck by means of clamps, couplings, straps, |
| 12 | tow bars, and other mechanical devices that are specifically |
| 13 | designed to prevent the vehicle from dropping off or detaching |
| 14 | from the tow truck in any way or otherwise shifting in any |
| 15 | manner. |
| 16 | "Scene" means the location of the vehicle while it is in |
| 17 | the process of being hooked up, or the location where it was |
| 18 | hooked up, and anywhere within a fifty foot radius of that |
| 19 | location. |
| 20 | "Vehicle owner" means any person, other than the towing |
| 21 | company, who has possession of or any other interest in the |

- 1 vehicle, including but not limited to the legal or last
- 2 registered owner of the vehicle, the insurance company insuring
- 3 the vehicle, the person renting the vehicle pursuant to
- 4 chapter 437D or any other law authorizing a person to operate
- 5 the vehicle, or any person in possession of the key or remote
- 6 keyless ignition system device to the vehicle.
- 7 "Vehicle parked without authorization" means any vehicle
- 8 left unattended on private or public property that is not parked
- 9 in compliance with the notice required by subsection (a).
- 10 "Vehicle parked without authorization" shall not include:
- 11 (1) A vehicle otherwise parked in compliance with the
- notice required by subsection (a) where the vehicle
- owner has prepaid for parking and placed a payment
- receipt, placard, or permit anywhere on or in the
- vehicle and the payment receipt, placard, or permit is
- visible from outside the vehicle; or
- 17 (2) A vehicle otherwise parked in compliance with the
- 18 notice required by subsection (a) where the vehicle
- owner has received authorization from an owner,
- occupant, or person in charge of the property and
- 21 placed the placard, permit, or written authorization,

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| 1 | if any, anywhere on or in the vehicle and the placard, |
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| 2 | permit, or written authorization is visible from the |
| 3 | outside of the vehicle." |
| 4 | SECTION 2. This Act does not affect rights and duties that |
| 5 | matured, penalties that were incurred, and proceedings that were |
| 6 | begun before its effective date. |
| 7 | SECTION 3. Statutory material to be repealed is bracketed |
| 8 | and stricken. New statutory material is underscored. |
| 9 | SECTION 4. This Act shall take effect on January 1, 2050. |

Report Title:

Towing Companies; Fees; Certificates of Good Standing

Description:

Changes the fees that a towing company may charge to tow vehicles left unattended on private and public property. Allows a towing company or parking management company to charge a fee for the placement or removal of vehicle immobilization devices. Takes effect 1/1/2050. (SD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.