### A BILL FOR AN ACT

RELATING TO MOTOR VEHICLES.

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

1	SECT	ION 1. Chapter 291C, Hawaii Revised Statutes, is				
2	amended by adding a new section to part XV to be appropriately					
3	designated and to read as follows:					
4	"§291C- Motor vehicle towing and storage; violations.					
5	(a) A po	lice officer citing or arresting a driver for any of				
6	the follo	wing traffic violations may have the motor vehicle that				
7	the drive	r was operating at the time of the citation or arrest				
8	towed to	a private tow yard and impounded at the registered				
9	owner's e	xpense pursuant to section 291C-165.5(a):				
10	(1)	Fraudulent use of plates, tags, or emblems, pursuant				
11		to section 249-11;				
12	(2)	Driving without a license, pursuant to section 286-				
13		102;				
14	<u>(3)</u>	Driving while license is suspended or revoked,				
15		pursuant to section 286-132;				
16	(4)	Operating a vehicle under the influence of an				
17		intoxicant, pursuant to section 291E-61;				

1	<u>(5)</u>	Habitually operating a vehicle under the influence of
2		an intoxicant, pursuant to section 291E-61.5;
3	(6)	Operating a vehicle after license and privilege have
4		been suspended or revoked for operating a vehicle
5		under the influence of an intoxicant, pursuant to
6		section 291E-62; or
7	(7)	Operating a vehicle after consuming a measurable
8		amount of alcohol; persons under the age of twenty-
9		one, pursuant to section 291E-64.
10	(b)	Vehicles shall not be towed or impounded pursuant to
11	this sect	ion under any of the following circumstances:
12	(1)	The motor vehicle is parked on private property on
13		which the registered owner or operator is legally
14		residing, or the property owner does not object to the
15		motor vehicle being left in the parked location;
16	(2)	The registered owner or a passenger present in the
17		vehicle when the operator is arrested, or when a
18		summons or citation is issued, has a valid driver's
19		license and is willing and legally able to operate the
20		motor vehicle;

1	(3)	The motor vehicle is legally parked at a time and		
2		place where the likelihood of it being subject to		
3		theft or vandalism is remote and traffic or public		
4		safety is not impeded; or		
5	(4)	The motor vehicle is engaged in community caretaking		
6		at the time of the encounter. As used in this		
7		paragraph, "community caretaking" means any situation		
8		in which a law enforcement officer is using the		
9		vehicle for a consensual police-citizen encounter that		
10		is unrelated to the investigation or detection of any		
11		criminal activity.		
12	(c)	No county police department or police officer shall be		
13	responsib	le for the protection of a motor vehicle left on any		
14	public wa	y or private property after the motor vehicle's		
15	operator	has been arrested for a violation listed in subsection		
16	<u>(a).</u> "			
17	SECT	TION 2. Section 291C-165.5, Hawaii Revised Statutes, is		
18	amended to read as follows:			
19	"§29	1C-165.5 Motor vehicle towing and storage; settlement.		
20	(a) Notwithstanding any other provision of this chapter, any			
21	vehicle i	dentified for removal pursuant to any county ordinance		

	or section 2910- ordering or authorizing removar or motor
2	vehicles by any county police department for traffic violations
3	including a vehicle [which] that constitutes an obstruction or
4	hazard to traffic, may be towed away at the expense of the
5	registered owner of the vehicle, as provided by this section.
6	(b) The towing company shall determine the name of the
7	lien holder and the registered owner of the vehicle from the
8	department of transportation or the county department of
9	finance. The lien holder and the registered owner shall be
10	notified by the towing company in writing at the address on
11	record with the department of transportation or with the county
12	department of finance by registered or certified mail of the
13	location of the vehicle, together with a description of the
14	vehicle, within a reasonable period not to exceed twenty days
15	following the tow. The notice shall state:
16	(1) The maximum towing charges and fees allowed by law;
17	(2) The telephone number of the county finance department
18	that arranged for or authorized the tow; [and]
19	(3) That if the vehicle is not recovered within thirty

days after the mailing of the notice, the vehicle

20

1		shall	be deemed abandoned and will be sold or disposed		
2		of as	junk [-] <u>; and</u>		
3	(4)	That_	the lien holder or registered owner may:		
4		(A)	Recover possession of the vehicle by paying the		
5			towing and other fees allowed by law and file a		
6			lawsuit for damages with any court of competent		
7			jurisdiction as allowed by law; and		
8		(B)	Demand an administrative hearing, before or after		
9			the person has recovered possession of the		
10			vehicle pursuant to subparagraph (A), to		
11			determine whether there was a sufficient factual		
12			and legal basis for removing the vehicle.		
13	Any towing	comp	pany engaged in towing pursuant to this section		
14	shall comply with the requirements of section 291C-135. When				
15	the vehicle is recovered after the tow by the registered owner				
16	or lien holder, the party recovering the vehicle shall pay the				
17	tow and st	orage.	charges which shall not exceed the charges as		
18	provided b	y sec	ction 290-11(b) or the rates agreed upon with the		
19	respective	cour	nties, whichever is lower, except that tow		
20	operators may charge additional reasonable amounts for				
21	excavatino	vehi	icles from off-road locations; provided that if		

- 1 the notice required by this section was not sent within twenty
- 2 days after the tow, neither the registered owner nor the lien
- 3 holder shall be required to pay the tow and storage charges. No
- 4 notice shall be sent to a legal or registered owner or any
- 5 person with any unrecorded interest in the vehicle whose name or
- 6 address cannot be determined. A person, including but not
- 7 limited to the owner's or driver's insurer, who has been charged
- 8 in excess of the charges permitted under this section may sue
- 9 for damages sustained, and, if the judgment is for the
- 10 plaintiff, the court shall award the plaintiff a sum not to
- 11 exceed the amount of these damages and reasonable attorney's
- 12 fees together with the cost of the suit.
- 13 (c) The lien holder and the registered owner shall have
- 14 ten days after receipt of the notice provided pursuant to
- 15 subsection (b) to request in writing an administrative hearing
- 16 pursuant to chapter 91 from the county police department that
- 17 caused the vehicle to be removed. The administrative hearing
- 18 shall be conducted for the sole purpose of allowing the lien
- 19 holder or registered owner of an impounded vehicle to contest
- 20 the basis given for the impoundment of the vehicle. The hearing

- 1 shall be held within five working days of the county police
- 2 department's receipt of the written request.
- 3 [<del>(c)</del>] (d) When a vehicle is recovered by the owner or lien
- 4 holder before written notice is sent by registered or certified
- 5 mail, the towing company shall provide the owner or lien holder
- 6 with a receipt stating the maximum towing charges and fees
- 7 allowed by law and the telephone number of the county finance
- 8 department that arranged for or authorized the tow.
- 9 [<del>(d)</del>] (e) When a vehicle is not recovered within thirty
- 10 days after the mailing of the notice, it shall be deemed
- 11 abandoned and the owner of the towing company, or the owner of
- 12 the towing company's authorized representative, after one
- 13 statewide public notice as required in section 1-28.5, may
- 14 negotiate a sale of the vehicle or dispose of it as junk.
- 15 [<del>(e)</del>] (f) The authorized seller of the vehicle shall be
- 16 entitled to the proceeds of the sale to the extent that
- 17 compensation is due the authorized seller for services rendered
- 18 in respect to the vehicle, including reasonable and customary
- 19 charges for towing, handling, storage, and the cost of the
- 20 notices and advertising required by this part. Any remaining
- 21 balance shall be forwarded to the registered owner or lien



- 1 holder of the vehicle if the registered owner or lien holder is
- 2 found. If the registered owner or lien holder cannot be found,
- 3 the balance shall be deposited with the director of finance of
- 4 the State and shall be paid out to the registered owner or lien
- 5 holder of the vehicle if a proper claim is filed therefor within
- 6 one year from the execution of the sales agreement. The lien
- 7 holder shall have first priority to the funds to the extent of
- 8 the lien holder's claim. If no claim is made within the year
- 9 allowed, the money shall escheat to the State.
- 10 [(f)] (g) The transfer of title and interest by sale under
- 11 this section is a transfer by operation of law; provided that if
- 12 the certificate of ownership or registration is unavailable, a
- 13 bill of sale executed by an authorized seller is satisfactory
- 14 evidence authorizing the transfer of the title or interest.
- 15  $\left[\frac{\langle q \rangle}{\langle q \rangle}\right]$  (h) This section shall not apply to a county that
- 16 has adopted ordinances regulating towing operations."
- 17 SECTION 3. This Act does not affect rights and duties that
- 18 matured, penalties that were incurred, and proceedings that were
- 19 begun before its effective date.
- 20 SECTION 4. Statutory material to be repealed is bracketed
- 21 and stricken. New statutory material is underscored.



1 SECTION 5. This Act shall take effect upon its approval.

2

INTRODUCED BY:

JAN 2 1 2016

#### Report Title:

Motor Vehicles; Violations; Towing; Driving Under the Influence

#### Description:

Authorizes a police officer to cause to be towed a motor vehicle if the operator is arrested or cited for various traffic offenses, including driving under the influence of an intoxicant. Provides exceptions. Provides notice and hearing requirements.

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