JAN 2 2 2015

A BILL FOR AN ACT

RELATING TO TOWING.

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

- 1 SECTION 1. The legislature finds that section 290-11,
- 2 Hawaii Revised Statutes, was enacted in 1973 to address the
- 3 towing of vehicles left unattended on private and public
- 4 property. Since then, section 290-11, Hawaii Revised Statutes,
- 5 has been amended twenty-one times. The amendments have changed
- 6 the amount of allowable fees, signage and notification
- 7 requirements, and other important issues related to towing
- 8 vehicles.
- 9 In 2007, the legislature took notice of complaints
- 10 regarding "unhooking" fees, and Act 269, Session Laws of Hawaii
- 11 2007, eliminated such fees "when an owner appears on the scene
- 12 to recover a vehicle".
- 13 The legislature further finds that section 290-11, Hawaii
- 14 Revised Statutes, uses multiple terms for "owner", resulting in
- 15 confusion as to who may recover a vehicle that is hooked up or
- 16 has been towed to a tow company's yard.

1 The purpose of this Act is to provide a definition section 2 to section 290-11, Hawaii Revised Statutes, to address questions 3 of vehicle ownership and normalize the usage of the term 4 "vehicle owner" in order to enable permissive users and renters 5 to avail themselves of the protections envisioned by the 6 legislature when Act 269, Session Laws of Hawaii 2007, became 7 enacted. SECTION 2. Section 290-11, Hawaii Revised Statutes, is 8 9 amended to read as follows: 10 "§290-11 Vehicles left unattended on private and public 11 property; sale or disposition of abandoned vehicles. (a) For 12 the purposes of this section: "Hooked up" means attached to the tow truck and securely 13 14 fastened by means of clamps, ropes, straps, cargo nets, or other 15 suitable mechanical device to prevent the vehicle from dropping off of the tow truck or from shifting in any manner. 16 17 "Scene" means the property from which the vehicle is being 18 towed, or in the case of a tow from a public street, the stall 19 or immediate vicinity in which the vehicle is parked. 20 "Vehicle owner" means the legal or registered owner of the

vehicle, a person renting the vehicle pursuant to chapter 437D,

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- or any person in possession of the key or remote keyless
- 2 ignition system to the vehicle.
- 3 [\(\frac{(a)}{a}\)] (b) Notwithstanding any other provision of this
- 4 chapter, any vehicle left unattended on private or public
- 5 property without authorization of the owner or occupant of the
- 6 property, may be towed away at the expense of the [owner of the
- 7 vehicle, whicle owner, by order of the owner, occupant, or
- 8 person in charge of the property; provided that there is posted
- 9 a notice prohibiting vehicles to park on the property without
- 10 authorization. The notice shall state that the vehicle will be
- 11 towed and held at the expense of the vehicle owner, as well as
- 12 the name, address, and a telephone number of the facility where
- 13 the vehicle will be towed and held. The notice shall be of such
- 14 size and be placed in a location that is clearly visible to the
- 15 driver of a vehicle approaching any individual marked or
- 16 unmarked parking space; provided that where an entire parking
- 17 lot consists of restricted parking spaces, placement of the
- 18 notice at each entrance of the parking lot shall suffice.
- 19 [\(\(\frac{b}{b}\)\)] (c) Towing companies engaged by the owner, occupant,
- 20 or person in charge of the property shall:

1	(1)	Charge not more than \$65 for a tow, or \$75 for a tow
2		using a dolly, plus a mileage charge of \$7.50 per mile
3		towed and \$25 per day or fraction thereof for storage
4		for the first seven days and \$20 per day thereafter.
5		In the case of a difficult hookup, meaning an above or
6		below ground hookup in a multilevel facility, a towing
7		surcharge of \$30 shall be applicable. When the tow
8		occurs between the hours of six o'clock p.m. and six
9		o'clock a.m., from Monday through Thursday and from
10		six o'clock p.m. Friday to six o'clock a.m. Monday,
11		the towing company shall be entitled to an overtime
12		charge of \$15. If the vehicle is in the process of
13		being hooked up or is hooked up to the tow truck and
14		the <u>vehicle</u> owner appears on the scene, the towing
15		company shall [unhook] release the vehicle to the
16		vehicle owner and shall not charge any fee to the
17		<u>vehicle</u> owner [of the vehicle. In the case of a
18		difficult hookup, meaning an above or below ground
19		hookup in a multilevel facility, a towing surcharge of
20		\$30 shall be applicable]; provided that a date and
21		time stamped photograph of the hooked up vehicle at

1		the scene, showing the license plate of the vehicle,
2		shall be evidence that the vehicle is hooked up as
3		defined in this section;
4	(2)	Determine the name of the [legal owner and the
5		registered owner of the] vehicle owner from the
6		department of transportation or the county department
7		of finance. The [legal owner and the registered]
8		vehicle owner shall be notified in writing at the
9		address on record with the department of
10		transportation or with the county department of
11		finance by registered or certified mail of the
12		location of the vehicle, together with a description
13		of the vehicle, within a reasonable period not to
14		exceed fifteen days following the tow. The notice
15		shall state:
16		(A) The maximum towing charges and fees allowed by
17		law;
18		(B) The telephone number of the consumer information
19		service of the department of commerce and
20		consumer affairs; and

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((C)	That if the vehicle is not recovered within
		thirty days after the mailing of the notice, the
		vehicle shall be deemed abandoned and will be
		sold or disposed of as junk.

Where the [owners have] vehicle owner has not been so notified, then the vehicle owner may recover the [owner's car] vehicle from the towing company without paying any tow or storage fees; provided that the notice need not be sent to a legal or registered owner or any person with an unrecorded interest in the vehicle whose name or address cannot be determined. Absent evidence to the contrary, a notice shall be deemed received by the [legal or registered] vehicle owner five days after the mailing. [A] Any person, including but not limited to the vehicle owner's or driver's insurer, who has been charged in excess of the charges permitted under this section may sue for damages sustained and, if the judgment is for the plaintiff, the court shall award the plaintiff a sum not to exceed the amount of the damages and reasonable attorney's fees together with the cost of suit;

1	(3) Provide, when a vehicle is recovered by the <u>vehicle</u>
2	owner before written notice is sent by registered or
3	certified mail, the vehicle owner with a receipt
4	stating:
5	(A) The maximum towing charges and fees allowed by
6	law; and
7	(B) The telephone number of the consumer information
8	service of the department of commerce and
9	consumer affairs; and
10	(4) Accommodate payment by the <u>vehicle</u> owner for charges
11	under paragraph (1) by cash and by either credit card
12	or automated teller machine located on the premises.
13	[(c)] <u>(d)</u> When a vehicle is not recovered within thirty
14	days after the mailing of the notice, it shall be deemed
15	abandoned and the owner of the towing company, or the owner of
16	the towing company's authorized representative, after one public
17	advertisement in a newspaper of general circulation in the
18	State, may negotiate a sale of the vehicle or dispose of it as
19	junk.
20	$[\frac{d}{d}]$ (e) The authorized seller of the vehicle shall be
21	entitled to the proceeds of the sale to the extent that

1 compensation is due the authorized seller for services rendered 2 in respect to the vehicle, including reasonable and customary 3 charges for towing, handling, storage, and the cost of the 4 notices and advertising required by this part. Any remaining 5 balance shall be forwarded to the [legal or registered] vehicle 6 owner [of the vehicle] if the [legal or registered] vehicle 7 owner can be found. If the [legal or registered] vehicle owner cannot be found, the balance shall be deposited with the 8 9 director of finance of the State and shall be paid out to the 10 [legal or registered] vehicle owner [of the vehicle] if a proper 11 claim is filed therefor within one year from the execution of 12 the sales agreement. If no claim is made within the year 13 allowed, the money shall become a state realization. 14 [(e)] (f) The transfer of title and interest by sale under this part is a transfer by operation of law; provided that if 15 16 the certificate of ownership or registration is unavailable, a bill of sale executed by an authorized seller is satisfactory 17 18 evidence authorizing the transfer of the title or interest. 19 $\left[\frac{f}{f}\right]$ (g) Notwithstanding any law or ordinance to the 20 contrary, including subsection $\left[\frac{g}{r}\right]$, (h) and section 46-20.5, 21 any towing company engaged in towing in a county with a

- 1 population greater than five hundred thousand shall offer towing
- 2 services to consumers twenty-four hours per day every day of the
- 3 week, which services shall include the release of vehicles kept
- 4 in storage to a registered owner, legal owner, insurer, or a
- 5 designated representative.
- 6 [(g)] (h) This section shall not apply to a county that has
- 7 adopted ordinances regulating towing operations."
- 8 SECTION 3. Section 291C-165.5, Hawaii Revised Statutes, is
- 9 amended by amending subsection (b) to read as follows:
- 10 "(b) The towing company shall determine the name of the
- 11 lien holder and the registered owner of the vehicle from the
- 12 department of transportation or the county department of
- 13 finance. The lien holder and the registered owner shall be
- 14 notified by the towing company in writing at the address on
- 15 record with the department of transportation or with the county
- 16 department of finance by registered or certified mail of the
- 17 location of the vehicle, together with a description of the
- 18 vehicle, within a reasonable period not to exceed twenty days
- 19 following the tow. The notice shall state:
- 20 (1) The maximum towing charges and fees allowed by law;

1	(2)	The telephone number of the county finance department	
2		that arranged for or authorized the tow; and	
3	(3)	That if the vehicle is not recovered within thirty	
4		days after the mailing of the notice, the vehicle	
5		shall be deemed abandoned and will be sold or disposed	
6		of as junk.	
7	Any towing	g company engaged in towing pursuant to this section	
8	shall comp	oly with the requirements of section 291C-135. When	
9	the vehic	le is recovered after the tow by the registered owner	
10	or lien holder, the party recovering the vehicle shall pay the		
11	tow and storage charges which shall not exceed the charges as		
12	provided b	by section $[\frac{290-11(b)}{290-11(c)}]$ or the rates agreed	
13	upon with	the respective counties, whichever is lower, except	
14	that tow o	operators may charge additional reasonable amounts for	
15	excavating	y vehicles from off-road locations; provided that if	
16	the notice required by this section was not sent within twenty		
17	days after	the tow, neither the registered owner nor the lien	
18	holder sha	all be required to pay the tow and storage charges. No	
19	notice sha	all be sent to a legal or registered owner or any	
20	person wit	th any unrecorded interest in the vehicle whose name or	
21	address ca	annot be determined. A person, including but not	

- 1 limited to the owner's or driver's insurer, who has been charged
- 2 in excess of the charges permitted under this section may sue
- 3 for damages sustained, and, if the judgment is for the
- 4 plaintiff, the court shall award the plaintiff a sum not to
- 5 exceed the amount of these damages and reasonable attorney's
- 6 fees together with the cost of the suit."
- 7 SECTION 4. Statutory material to be repealed is bracketed
- 8 and stricken. New statutory material is underscored.
- 9 SECTION 5. This Act shall take effect upon its approval.

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INTRODUCED BY:

2015-0508 SB SMA-1.doc

Report Title:

Towing; Vehicle Owner

Description:

Establishes definitions of "hooked up", "scene", and "vehicle owner" to clarify when a vehicle must be released by a towing company. Establishes date and time stamped photo as proof of vehicle being hooked up.

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

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