## 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.
- 17 The purpose of this Act is to provide a definition section
- 18 to section 290-11, Hawaii Revised Statutes, to address questions 2015-1826 SB16 SD2 SMA.doc



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

For purposes of a tow truck hooking up a vehicle, the "scene" 1 2 includes a radius of fifty feet around the vehicle being towed 3 unless the vehicle is hooked up on a public street under 4 paragraph (1) or curbside under paragraph (3). 5 "Vehicle owner" means the legal or registered owner of the 6 vehicle, a person renting the vehicle pursuant to chapter 437D, 7 or any person in possession of the key or remote keyless ignition system to the vehicle. 8 9 [<del>(a)</del>] (b) Notwithstanding any other provision of this 10 chapter, any vehicle left unattended on private or public 11 property without authorization of the owner or occupant of the 12 property, may be towed away at the expense of the [owner of the 13 vehicle, owner, by order of the owner, occupant, or 14 person in charge of the property; provided that there is posted 15 a notice prohibiting vehicles to park on the property without 16 authorization. The notice shall state that the vehicle will be 17 towed and held at the expense of the vehicle owner, as well as the name, address, and a telephone number of the facility where 18 19 the vehicle will be towed and held. The notice shall be of such 20 size and be placed in a location that is clearly visible to the

driver of a vehicle approaching any individual marked or

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- 1 unmarked parking space; provided that where an entire parking
- 2 lot consists of restricted parking spaces, placement of the
- 3 notice at each entrance of the parking lot shall suffice.
- 4 [\(\frac{(b)}{}\)] (c) Towing companies engaged by the owner, occupant,
- 5 or person in charge of the property shall:
- 6 (1) Charge not more than \$65 for a tow, or \$75 for a tow
- 7 using a dolly, plus a mileage charge of \$7.50 per mile
- 8 towed and \$25 per day or fraction thereof for storage
- 9 for the first seven days and \$20 per day thereafter.
- In the case of a difficult hookup, meaning an above or
- 11 below ground hookup in a multilevel facility, a towing
- surcharge of \$30 shall be applicable. When the tow
- occurs between the hours of six o'clock p.m. and six
- o'clock a.m., from Monday through Thursday and from
- six o'clock p.m. Friday to six o'clock a.m. Monday,
- 16 the towing company shall be entitled to an overtime
- charge of \$15. If the vehicle is in the process of
- being hooked up or is hooked up to the tow truck and
- the vehicle owner appears on the scene, the towing
- company shall [unhook] release the vehicle to the
- vehicle owner and shall not charge any fee to the

1		<u>vehicle</u> owner [ <del>of the vehicle. In the case of a</del>
2		difficult hookup, meaning an above or below ground
3		hookup in a multilevel facility, a towing surcharge of
4		\$30 shall be applicable]; provided that if a vehicle
5		is hooked up, outside of the scene as defined in this
6		section, and the tow operator is in motion, there
7		shall be no obligation on the part of the towing
8		company to drop the tow and release the vehicle to the
9		vehicle owner; provided further that a date and time
10		stamped photograph of the hooked up vehicle at the
11		scene, showing the license plate of the vehicle, shall
12		be evidence that the vehicle is hooked up as defined
13		in this section;
14	(2)	Determine the name of the [ <del>legal owner and the</del>
15		registered owner of the] vehicle owner from the
16		department of transportation or the county department
17		of finance. The [ <del>legal owner and the registered</del> ]
18		vehicle owner shall be notified in writing at the
19		address on record with the department of
20		transportation or with the county department of
21		finance by registered or certified mail of the

1	location of the vehicle, together with a description
2	of the vehicle, within a reasonable period not to
3	exceed fifteen days following the tow. The notice
4	shall state:
<b>5</b> .	(A) The maximum towing charges and fees allowed by
6	law;
7	(B) The telephone number of the consumer information
8	service of the department of commerce and
9	consumer affairs; and
10	(C) That if the vehicle is not recovered within
11	thirty days after the mailing of the notice, the
12	vehicle shall be deemed abandoned and will be
13	sold or disposed of as junk.
14	Where the [owners have] vehicle owner has not been so
15	notified, then the <u>vehicle</u> owner may recover the
16	[owner's car] vehicle from the towing company without
17	paying any tow or storage fees; provided that the
18	notice need not be sent to a legal or registered owner
19	or any person with an unrecorded interest in the
20	vehicle whose name or address cannot be determined.
21	Absent evidence to the contrary, a notice shall be

1		deemed received by the [ <del>legal or registered</del> ] <u>venicle</u>
2		owner five days after the mailing. [A] $\underline{\text{Any}}$ person,
3		including but not limited to the vehicle owner's or
4		driver's insurer, who has been charged in excess of
5		the charges permitted under this section may sue for
6		damages sustained and, if the judgment is for the
7		plaintiff, the court shall award the plaintiff a sum
8		not to exceed the amount of the damages and reasonable
9		attorney's fees together with the cost of suit;
10	(3)	Provide, when a vehicle is recovered by the <u>vehicle</u>
11		owner before written notice is sent by registered or
12		certified mail, the <u>vehicle</u> owner with a receipt
13		stating:
14		(A) The maximum towing charges and fees allowed by
15		law; and
16		(B) The telephone number of the consumer information
17		service of the department of commerce and
18		consumer affairs; and
19	(4)	Accommodate payment by the <u>vehicle</u> owner for charges
20		under paragraph (1) by cash and by either credit card
21		or automated teller machine located on the premises.

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         [<del>(c)</del>] (d) When a vehicle is not recovered within thirty
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    days after the mailing of the notice, it shall be deemed
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    abandoned and the owner of the towing company, or the owner of
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    the towing company's authorized representative, after one public
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    advertisement in a newspaper of general circulation in the
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    State, may negotiate a sale of the vehicle or dispose of it as
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    junk.
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         [\frac{d}{d}] (e) The authorized seller of the vehicle shall be
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    entitled to the proceeds of the sale to the extent that
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    compensation is due the authorized seller for services rendered
    in respect to the vehicle, including reasonable and customary
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    charges for towing, handling, storage, and the cost of the
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    notices and advertising required by this part. Any remaining
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    balance shall be forwarded to the [legal or registered] vehicle
    owner [of the vehicle] if the [legal or registered] vehicle
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    owner can be found. If the [legal or registered] vehicle owner
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    cannot be found, the balance shall be deposited with the
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    director of finance of the State and shall be paid out to the
    [legal or registered] vehicle owner [of the vehicle] if a proper
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    claim is filed therefor within one year from the execution of
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- 1 the sales agreement. If no claim is made within the year
- 2 allowed, the money shall become a state realization.
- 3 [<del>(e)</del>] (f) The transfer of title and interest by sale under
- 4 this part is a transfer by operation of law; provided that if
- 5 the certificate of ownership or registration is unavailable, a
- 6 bill of sale executed by an authorized seller is satisfactory
- 7 evidence authorizing the transfer of the title or interest.
- 8 [(f)] (g) Notwithstanding any law or ordinance to the
- 9 contrary, including subsection  $[\frac{g}{f}]$  (h) and section 46-20.5,
- 10 any towing company engaged in towing in a county with a
- 11 population greater than five hundred thousand shall offer towing
- 12 services to consumers twenty-four hours per day every day of the
- 13 week, which services shall include the release of vehicles kept
- 14 in storage to a registered owner, legal owner, insurer, or a
- 15 designated representative.
- 16  $\left[\frac{g}{g}\right]$  (h) This section shall not apply to a county that
- 17 has adopted ordinances regulating towing operations."
- 18 SECTION 3. Section 291C-165.5, Hawaii Revised Statutes, is
- 19 amended by amending subsection (b) to read as follows:
- 20 "(b) The towing company shall determine the name of the
- 21 lien holder and the registered owner of the vehicle from the

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finance. The lien holder and the registered owner shall be 2 3 notified by the towing company in writing at the address on 4 record with the department of transportation or with the county 5 department of finance by registered or certified mail of the 6 location of the vehicle, together with a description of the 7 vehicle, within a reasonable period not to exceed twenty days 8 following the tow. The notice shall state: The maximum towing charges and fees allowed by law; 9 (1)10 (2) The telephone number of the county finance department 11 that arranged for or authorized the tow; and That if the vehicle is not recovered within thirty 12 (3) 13 days after the mailing of the notice, the vehicle 14 shall be deemed abandoned and will be sold or disposed

department of transportation or the county department of

Any towing company engaged in towing pursuant to this section shall comply with the requirements of section 291C-135. When the vehicle is recovered after the tow by the registered owner or lien holder, the party recovering the vehicle shall pay the tow and storage charges which shall not exceed the charges as provided by section [290-11(b)] 290-11(c) or the rates agreed

of as junk.

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- 1 upon with the respective counties, whichever is lower, except
- 2 that tow operators may charge additional reasonable amounts for
- 3 excavating vehicles from off-road locations; provided that if
- 4 the notice required by this section was not sent within twenty
- 5 days after the tow, neither the registered owner nor the lien
- 6 holder shall be required to pay the tow and storage charges. No
- 7 notice shall be sent to a legal or registered owner or any
- 8 person with any unrecorded interest in the vehicle whose name or
- 9 address cannot be determined. A person, including but not
- 10 limited to the owner's or driver's insurer, who has been charged
- 11 in excess of the charges permitted under this section may sue
- 12 for damages sustained, and, if the judgment is for the
- 13 plaintiff, the court shall award the plaintiff a sum not to
- 14 exceed the amount of these damages and reasonable attorney's
- 15 fees together with the cost of the suit."
- 16 SECTION 4. Statutory material to be repealed is bracketed
- 17 and stricken. New statutory material is underscored.
- 18 SECTION 5. This Act shall take effect on July 1, 2050.

### Report Title:

Towing; Vehicle Owner; Hooked Up; Scene; Towing Company

#### Description:

Establishes definitions of "hooked up", "scene", and "vehicle owner" to clarify when a vehicle must be released by a towing company. Permits a towing charge of \$30 for difficult hookups. Specifies that a tow company is not obligated to drop a tow if the vehicle is hooked up, outside of the scene, and the tow operator is in motion. Establishes date and time stamped photo as proof of vehicle being hooked up. Effective 07/01/2050. (SD2)

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