A BILL FOR AN ACT

RELATING TO MOTOR VEHICLES.

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

1	SECTION	1.	Chapter	290,	Hawaii	Revised	Statutes,	is

- 2 amended by adding a new section to part III to be appropriately
- 3 designated and to read as follows:
- 4 "§290- Towing of disabled vehicles; written disclosure;
- 5 permissible charges. (a) In the event that a motor vehicle is
- 6 disabled, either on private or public property, and cannot be
- 7 driven under its own power due to an accident or other
- 8 circumstance, and the vehicle owner or operator is present and
- 9 conscious at the time of the tow, the tow operator shall provide
- 10 the motor vehicle owner or operator a written and itemized
- 11 disclosure, signed and dated by the tow operator present at the
- 12 location of the disabled vehicle, which shall disclose all costs
- 13 for services that are to be performed prior to the motor vehicle
- 14 being attached to the tow truck. The written disclosure shall
- 15 <u>further provide the following information:</u>
- 16 (1) Name, physical address, location of the storage lot,
- and telephone number of the towing company;

1	(2)	Motor carrier permit or certificate number of the
2		towing company, if applicable;
3	(3)	License plate of tow truck performing the tow;
4	(4)	Location of the destination of the disabled vehicle
5		being towed;
6	(5)	Written notice advising the owner or operator of the
7		motor vehicle being towed that the tow truck is not
8		operating as a police-dispatched tow;
9	<u>(6)</u>	First and last name of the tow truck operator, and if
10		different, the first and last name of the person from
11		the towing company giving the written disclosure;
12	(7)	Descriptions and costs for all services, including but
13		not limited to charges for labor, specialty equipment,
14		mileage from the location of the disabled vehicle to
15		the destination, accident scene clean-up, and storage
16		fees expressed as a twenty-four-hour rate; and
17	(8)	The difference between rates and costs being charged
18		by the towing company compared to:
19		(A) The contract rate for police-dispatched tows for
20		the applicable county; or

1	(B) In the absence of a contract rate for police-
2	dispatched tows in the applicable county, the
3	charges identified in section 290-11.
4	(b) The tow operator or tow company owner's signature on
5	the written disclosure provided to the motor vehicle owner or
6	operator pursuant to subsection (a) shall verify the total costs
7	for all services itemized in the written disclosure. In the
8	event the motor vehicle owner or operator does not agree to the
9	charges listed in the written disclosure prior to the motor
10	vehicle being attached to the tow truck, or the motor vehicle
11	owner or operator is incapacitated or unable to consciously
12	agree to the terms and charges in the written disclosure, the
13	charges for any tow and resulting storage fees shall not exceed
14	the lower of the contract rate for police-dispatched tows in the
15	applicable county, or the charges identified in section 290-11.
16	(c) This section shall not apply to automobile clubs or
17	towing companies operating under a contract with a police
18	department or an automobile club. For purposes of this
19	subsection, "automobile club" means a legal entity that, in
20	consideration of dues, assessments, or periodic payments of
21	money, promises its members or subscribers to assist in matters

1 relating to motor travel or the operation, use, or maintenance 2 of a motor vehicle by supplying services that may include, but 3 are not limited to towing services and emergency road service." 4 SECTION 2. Chapter 290, Hawaii Revised Statutes, is 5 amended by amending its title to read as follows: 6 "CHAPTER 290 7 ABANDONED OR DISABLED VEHICLES" SECTION 3. Section 291C-165.5, Hawaii Revised Statutes, is 8 9 amended to read as follows: 10 "§291C-165.5 Motor vehicle towing and storage; 11 settlement[-]; disabled vehicles. (a) Notwithstanding any 12 other provision of this chapter, any vehicle identified for 13 removal pursuant to any county ordinance ordering removal of 14 motor vehicles by any county police department for traffic 15 violations, or any vehicle involved in a motor vehicle accident 16 that cannot be moved under its own power or is otherwise 17 disabled, including a vehicle which constitutes an obstruction 18 or hazard to traffic, may be towed away at the expense of the 19 registered owner of the vehicle, as provided by this section. 20 The towing company shall determine the name of the 21 lien holder and the registered owner of the vehicle from the

- 1 department of transportation or the county department of
- 2 finance. The lien holder and the registered owner shall be
- 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:
- 9 (1) The maximum towing charges and fees allowed by law;
- 10 (2) The telephone number of the county finance department
- that arranged for or authorized the tow; and
- 12 (3) 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.
- 16 Any towing company engaged in towing pursuant to this section
- 17 shall comply with the requirements of section 291C-135. When
- 18 the vehicle is recovered after the tow by the registered owner
- 19 or lien holder, the party recovering the vehicle shall pay the
- 20 tow and storage charges which shall not exceed the charges as
- 21 provided by section 290-11(b) or the rates agreed upon with the

- 1 respective counties, whichever is lower, except that tow
- 2 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.
- (c) When a vehicle is recovered by the owner or lien
- 17 holder before written notice is sent by registered or certified
- 18 mail, the towing company shall provide the owner or lien holder
- 19 with a receipt stating the maximum towing charges and fees
- 20 allowed by law and the telephone number of the county finance
- 21 department that arranged for or authorized the tow.

1 (d) 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 statewide public 5 notice as required in section 1-28.5, may negotiate a sale of 6 the vehicle or dispose of it as junk. 7 The authorized seller of the vehicle shall be entitled 8 to the proceeds of the sale to the extent that compensation is 9 due the authorized seller for services rendered in respect to 10 the vehicle, including reasonable and customary charges for 11 towing, handling, storage, and the cost of the notices and 12 advertising required by this part. Any remaining balance shall be forwarded to the registered owner or lien holder of the 13 14 vehicle if the registered owner or lien holder is found. If the 15 registered owner or lien holder cannot be found, the balance 16 shall be deposited with the director of finance of the State and 17 shall be paid out to the registered owner or lien holder of the 18 vehicle if a proper claim is filed therefor within one year from 19 the execution of the sales agreement. The lien holder shall 20 have first priority to the funds to the extent of the lien

- 1 holder's claim. If no claim is made within the year allowed,
- 2 the money shall escheat to the State.
- 3 (f) The transfer of title and interest by sale under this
- 4 section is a transfer by operation of law; provided that if the
- 5 certificate of ownership or registration is unavailable, a bill
- 6 of sale executed by an authorized seller is satisfactory
- 7 evidence authorizing the transfer of the title or interest.
- **8** (g) In the event that a motor vehicle is involved in an
- 9 accident and cannot be moved under its own power or is otherwise
- 10 disabled and constitutes an obstruction or hazard to traffic,
- 11 and the vehicle has not been ordered to be towed by the
- 12 applicable county police department, the towing of such vehicle
- 13 and the towing and storage expenses shall be subject to the
- 14 provisions of section 290- .
- 15 $\left[\frac{g}{g}\right]$ (h) This section shall not apply to a county that
- 16 has adopted ordinances regulating towing operations. This
- 17 section shall not apply to automobile clubs or towing companies
- 18 operating under a contract with an automobile club. For
- 19 purposes of this subsection, "automobile club" means a legal
- 20 entity that, in consideration of dues, assessments, or periodic
- 21 payments of money, promises to assist its members or subscribers

- 1 in matters relating to motor travel or the operation, use, or
- 2 maintenance of a motor vehicle by supplying services that may
- 3 include, but are not limited to towing services and emergency
- 4 road service."
- 5 SECTION 4. Statutory material to be repealed is bracketed
- 6 and stricken. New statutory material is underscored.
- 7 SECTION 5. This Act shall take effect on January 20, 2050.

Report Title:

Motor Vehicles; Disabled Vehicles; Towing Expenses; Written Disclosure; Permissible Charges

Description:

Requires certain tow operators to provide a written disclosure of certain information and an itemization of charges prior to attaching a disabled vehicle to the tow truck in certain circumstances. Takes effect on 1/20/2050. (SD2)

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