#### 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 state law requires 2 tow truck operators to unhook a vehicle if the owner of the 3 vehicle appears on the scene while the car is being towed. The 4 legislature also finds that according to the Hawaii Census 5 Bureau, Hawaii residents own an average of two vehicles per 6 household and that the number of people per household in Hawaii 7 exceeds three people per household. Thus, it is common for 8 vehicles to be shared between multiple drivers who may not be 9 the legal owners of the vehicle.

10 The legislature further finds that due to the high cost of 11 living in Hawaii, many residents do not have savings available 12 to cover unexpected costs, including the cost of retrieving a 13 towed vehicle. Pursuant to state law the tow itself is \$65. 14 There is an additional charge of \$7.50 per mile and a storage 15 charge of \$20-\$25 per day. A twenty-eight-mile tow would cost a 16 minimum of \$295 dollars. Many Hawaii residents do not have the



Page 2

savings to cover a towing cost and would experience financial
hardship as a result.

The legislature further finds that state law does not address situations in which a vehicle is being towed and an authorized driver, who is not the owner, appears on the scene. The legislature believes that these authorized drivers should also be allowed to avoid the expense of a vehicle tow.

8 The legislature further finds a recent study ranked Hawaii 9 as having the nation's second-largest homeless population. An 10 unexpected emergency like paying for vehicle towing charges could be a detrimental setback to a resident with no savings and 11 12 could even contribute to lack of ability to pay rent or a 13 mortgage. To avoid creating unnecessary misfortune, the purpose 14 of this bill is to require towing companies to release a vehicle 15 to an authorized driver who appears on the scene at the time the 16 vehicle is being hooked up to be towed.

SECTION 2. Section 290-11, Hawaii Revised Statutes, isamended as follows:

19 1. By amending subsection (b) to read:

20 "(b) Towing companies engaged by the owner, occupant, or21 person in charge of the property shall:



Page 3

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, a towing surcharge 6 of \$30 shall apply. When the tow occurs between the 7 hours of six o'clock p.m. and six o'clock a.m., from 8 Monday through Thursday and from six o'clock p.m. 9 Friday to six o'clock a.m. Monday, the towing company 10 shall be entitled to an overtime charge of \$15. The 11 charges listed in this paragraph shall be the only 12 charges tow companies are authorized to charge vehicle 13 owners. For purposes of this paragraph, "difficult 14 hookup" shall mean an above or below ground hookup in 15 a multilevel facility; 16 (2) If the vehicle is in the process of being hooked up, 17 meaning up to the point when the tow truck is driving 18 away, and the vehicle owner or authorized driver 19 appears on the scene, the tow company shall release 20 the vehicle to the vehicle owner or authorized driver 21 at a location that ensures the safety of all persons



4

1 and property involved, regardless of whether the 2 release occurs on the scene or if the vehicle must be 3 removed from the scene to be safely released; provided 4 that no fee will be charged to the vehicle owner or 5 <u>authorized driver</u> under this paragraph;

6 (3) Determine the name of the legal owner and the last 7 registered owner of the vehicle from the department of 8 transportation or the county department of finance [-] 9 following towing of the vehicle. The legal owner and 10 the last registered owner shall be notified in writing 11 at the address on record with the department of 12 transportation or with the county department of 13 finance by registered or certified mail of the 14 location of the vehicle, together with a description 15 of the vehicle, within a reasonable period not to 16 exceed fifteen days following the tow. The notice 17 shall state:

18 (A) The maximum towing charges and fees allowed by19 law;



Page 4

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



3

1	(B) The telephone number of the consumer information
2	service of the department of commerce and
3	consumer affairs; and
4	(5) Accommodate payment by the vehicle owner for charges
5	under paragraph (1) by cash, credit card, or debit
6	card."
7	2. By amending subsection (i) to read:
8	"(i) As used in this section:
9	"Authorized driver" means a licensed driver who has
10	received oral or written consent from the vehicle owner to
11	operate the vehicle without the vehicle owner present.
12	"Hooked up" means completely and securely attached and
13	fastened to the tow truck by means of clamps, couplings, straps,
14	tow bars, and other mechanical devices that are specifically
15	designed to prevent the vehicle from dropping off or detaching
16	from the tow truck in any way or otherwise shifting in any
17	manner.
18	"Scene" means the location of the vehicle while it is in
19	the process of being hooked up, or the location where it was
20	hooked up, and anywhere within a fifty foot radius of that
21	location.

HB LRB 21-0526.doc

1 "Vehicle owner" means any person, other than the towing 2 company, who has possession of or any other interest in the 3 vehicle, including but not limited to the legal or last registered owner of the vehicle, the insurance company insuring 4 5 the vehicle, the person renting the vehicle pursuant to chapter 6 437D or any other law authorizing a person to operate the 7 vehicle, or any person in possession of the key or remote 8 keyless ignition system device to the vehicle. 9 "Vehicle parked without authorization" means any vehicle 10 left unattended on private or public property that is not parked 11 in compliance with the notice required by subsection (a). 12 "Vehicle parked without authorization" shall not include: 13 (1) A vehicle otherwise parked in compliance with the 14 notice required by subsection (a) where the vehicle 15 owner has prepaid for parking and placed a payment 16 receipt, placard, or permit anywhere on or in the 17 vehicle and the payment receipt, placard, or permit is 18 visible from outside the vehicle; or A vehicle otherwise parked in compliance with the 19 (2) 20 notice required by subsection (a) where the vehicle 21 owner has received authorization from an owner,



Page 7

Page 8

### H.B. NO. 1154

1	occupant, or person in charge of the property and
2	placed the placard, permit, or written authorization,
3	if any, anywhere on or in the vehicle and the placard,
4	permit, or written authorization is visible from the
5	outside of the vehicle."
6	SECTION 3. Statutory material to be repealed is bracketed
7	and stricken. New statutory material is underscored.
8	SECTION 4. This Act shall take effect upon its approval.
9	DINA H
	INTRODUCED BY: BLACT

ł

JAN 2 6 2021



Report Title: Towing; Authorized Drivers

Description:

Requires towing companies to release vehicles, without a fee, to an authorized driver if the authorized driver appears at the scene of the towing. Defines "authorized driver."

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

