Unofficial Copy R7 1998 Regular Session 8lr1300 CF 8lr0971

By: Senator Stone (Task Force to Study Motor Vehicle Liens, Regulation of Towing Practices, and the Disposition of Unclaimed Vehicles)

Introduced and read first time: January 22, 1998

Assigned to: Judicial Proceedings

A BILL ENTITLED

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1	AN	A("I"	concerning
	7 11 1	1101	Concerning

_	'	v emcie	Laws -	Regulation of	Towing	Practices

3	FOR	the purpose	of requiring a tow	truck operator	to provide s	specified	information to
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- 4 an owner or driver of a vehicle under certain circumstances; providing that
- 5 certain violations constitute unfair or deceptive practices, subject to specified
- 6 enforcement and penalty provisions; modifying the cap on certain storage
- 7 charges; requiring that a person operating or offering a towing service be
- 8 licensed by the Motor Vehicle Administration; specifying certain exceptions to
- 9 the licensing requirements; requiring the Motor Vehicle Administration to adopt
- 10 certain regulations relating to the licensing of towing services; prohibiting
- certain acts and establishing a criminal penalty; modifying the abandoned
- 12 vehicle law in relation to vehicles held by licensed tow truck operators following
- certain tows; providing procedures for disposal of certain abandoned vehicles
- subject to certain procedures; requiring certain record keeping; defining certain
- terms; providing for the implementation of this Act and specifying legislative
- intent as to its implementation; and generally relating to the regulation of the
- towing services and towing practices throughout the State.
- 18 BY repealing and reenacting, with amendments,
- 19 Article Commercial Law
- Section 14-1001 and 14-1009 to be under the amended subtitle "Subtitle 10.
- 21 Automotive Repair Facilities and Towing Services"; and 16-207(f)(1)
- 22 Annotated Code of Maryland
- 23 (1990 Replacement Volume and 1997 Supplement)
- 24 BY repealing and reenacting, without amendments,
- 25 Article Commercial Law
- 26 Section 16-207(c)
- 27 Annotated Code of Maryland
- 28 (1990 Replacement Volume and 1997 Supplement)
- 29 BY repealing and reenacting, without amendments,
- 30 Article Transportation

2	SENATE BILL 141				
1 2 3	Section 1-102 Annotated Code of Maryland (1993 Replacement Volume and 1997 Supplement)				
4 5 6 7 8	BY repealing and reenacting, without amendments, Article - Transportation Section 15-102, 15-104 through 15-111, inclusive, and 25-201(a) Annotated Code of Maryland (1992 Replacement Volume and 1997 Supplement)				
9 10 11 12 13 14	BY adding to Article - Transportation Section 15-901 through 15-909, inclusive, to be under the new subtitle "Subtitle 9. Towing Service Licensing Act"; and 25-201(f) and 25-208.1 Annotated Code of Maryland (1992 Replacement Volume and 1997 Supplement)				
15 16 17 18 19	BY repealing and reenacting, with amendments, Article - Transportation Section 13-920, 21-10A-04(1), 25-201(b), and 25-203 Annotated Code of Maryland (1992 Replacement Volume and 1997 Supplement)				
20 21	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 1 MARYLAND, That the Laws of Maryland read as follows:				
22	Article - Commercial Law				
23	Subtitle 10. Automotive Repair Facilities AND TOWING SERVICES.				
24	14-1001.				
25	(a) In this subtitle the following words have the meanings indicated.				
26 27	(b) "Automotive repair facility" means any person who diagnoses or corrects malfunctions of a motor vehicle for financial profit.				
28 29	(c) "Motor vehicle" has the meaning stated in Title 11 of the Transportation Article.				

30 (d) "Person" includes an individual, corporation, business trust, estate, trust, 31 partnership, association, two or more persons having a joint or common interest, or

"TOW TRUCK" HAS THE MEANING STATED IN § 13-920(A) OF THE

32 any other legal or commercial entity.

34 TRANSPORTATION ARTICLE.

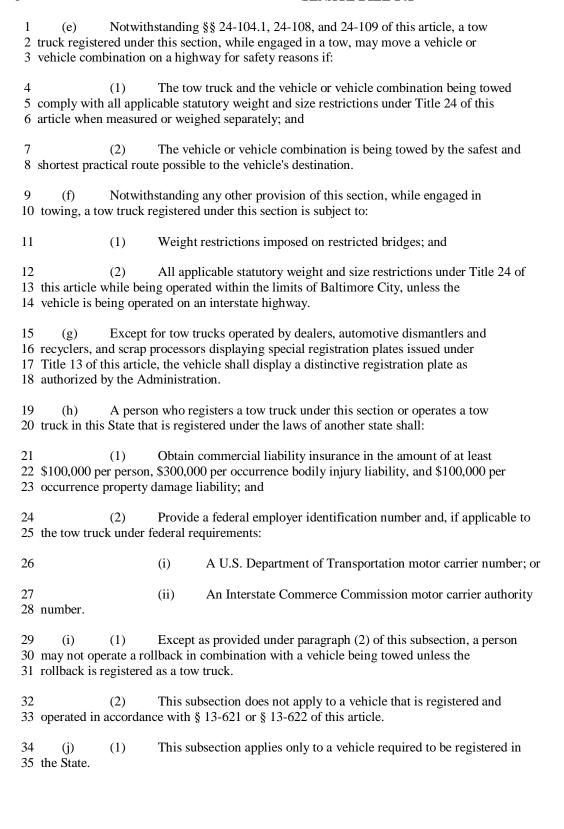
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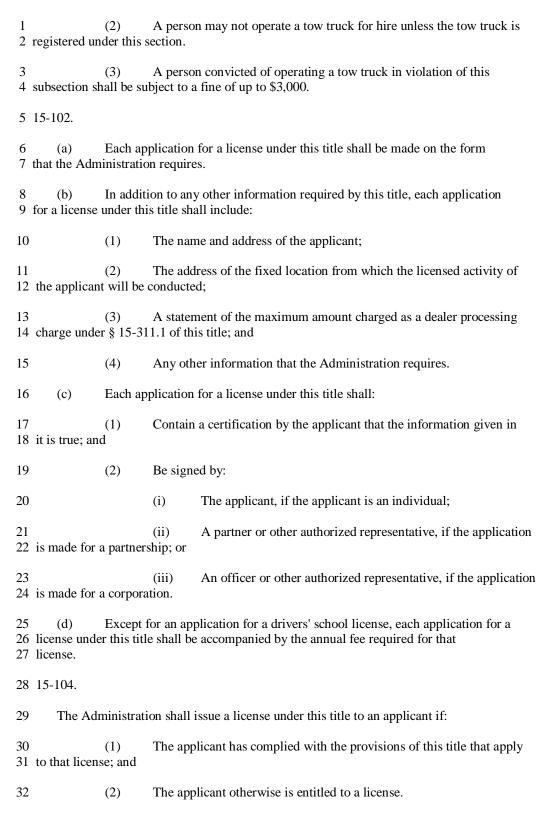
(E)

"TOW TRUCK OPERATOR" MEANS A PERSON WHO: 1 (F) 2 PROVIDES TOWING SERVICES FOR FINANCIAL PROFIT; AND (1) 3 IS SUBJECT TO THE LICENSING REQUIREMENTS UNDER TITLE (2) 4 15, SUBTITLE 9 OF THE TRANSPORTATION ARTICLE (TOWING SERVICE LICENSING 5 ACT). "TOWING SERVICE" HAS THE MEANING STATED IN § 15-901 OF THE (G) 6 7 TRANSPORTATION ARTICLE. 8 14-1009. 9 (A) SUBJECT TO SUBSECTION (C) OF THIS SECTION, BEFORE PROVIDING A 10 TOWING SERVICE AT THE REQUEST OF AN OWNER OF A MOTOR VEHICLE OR A 11 DRIVER IN POSSESSION OF THE VEHICLE, THE TOW TRUCK OPERATOR OR AN 12 EMPLOYEE OF THE TOW TRUCK OPERATOR SHALL GIVE TO THE OWNER OR DRIVER A 13 WRITTEN STATEMENT THAT CONTAINS: 14 (1) THE NAME AND ADDRESS OF THE TOW TRUCK OPERATOR; THE TOW TRUCK OPERATOR'S BUSINESS LICENSE NUMBER UNDER 15 (2) 16 TITLE 15, SUBTITLE 9 OF THE TRANSPORTATION ARTICLE (TOWING SERVICE 17 LICENSING ACT); THE COSTS OF THE TOWING SERVICE; 18 (3) 19 THE PRICE OF ANY STORAGE CHARGE OR OTHER CHARGE THAT (4) 20 MIGHT BE INCURRED DIRECTLY RELATED TO THE TOWING SERVICE; 21 (5) THE TIME PERIODS IN WHICH THE VEHICLE MAY BE RETRIEVED; 22 AND THE MANNER IN WHICH THE CHARGES MAY BE PAID. 23 (6) THE TOW TRUCK OPERATOR OR AN EMPLOYEE OF THE TOW TRUCK 24 (B) 25 OPERATOR SHALL: HAVE THE OWNER OF THE MOTOR VEHICLE OR THE DRIVER IN 26 (1) 27 POSSESSION OF THE VEHICLE SIGN THE STATEMENT; GIVE A COPY OF THE STATEMENT TO THE OWNER OR DRIVER IN 28 (2) 29 POSSESSION OF THE VEHICLE; AND 30 (3) RETAIN A COPY OF THE STATEMENT FOR THE TOW TRUCK 31 OPERATOR'S RECORDS. 32 IF THE OWNER OR DRIVER OF THE MOTOR VEHICLE WHO REQUESTS (C) (1) 33 THE TOWING SERVICE WILL NOT BE AVAILABLE AT THE TIME THE VEHICLE IS 34 TOWED, THE TOW TRUCK OPERATOR OR AN EMPLOYEE OF THE TOW TRUCK 35 OPERATOR SHALL:

	(I) ORALLY PROVIDE THE INFORMATION REQUIRED UNDER SUBSECTION (A) OF THIS SECTION TO THE INDIVIDUAL REQUESTING THE TOWING SERVICE; AND
6	(II) RECORD ON THE STATEMENT THE NAME OF THE INDIVIDUAL REQUESTING THE TOWING SERVICE AND THAT THE INDIVIDUAL WHO REQUESTED THE TOW WAS NOT AVAILABLE TO RECEIVE THE WRITTEN STATEMENT AT THE TIME THE VEHICLE WAS TOWED.
8	(2) THE TOW TRUCK OPERATOR SHALL:
	(I) GIVE A COPY OF THE WRITTEN STATEMENT AT THE TIME THE VEHICLE IS RETRIEVED TO THE OWNER OF THE VEHICLE OR TO THE INDIVIDUAL WHO RETRIEVES THE VEHICLE ON BEHALF OF THE OWNER; AND
12	(II) RETAIN A COPY FOR THE TOW TRUCK OPERATOR'S RECORDS.
13 14	(D) A TOW TRUCK OPERATOR SHALL KEEP RECORDS REQUIRED UNDER THIS SECTION FOR AT LEAST 3 YEARS.
15	14-1010.
	A violation of any provision of this subtitle is an unfair or deceptive practice within the meaning of Title 13 of this article and is subject to the enforcement and penalty provisions contained in Title 13.
19	16-207.
22 23 24 25	(c) If a motor vehicle or mobile home which is subject to a lien is delivered by the lienor to the possession of a third party for storage, and the charges for storage are due and unpaid for 30 days or more, the third party holder is deemed to hold a perfected security interest in the motor vehicle or mobile home notwithstanding § 13-202 of the Transportation Article and may sell the motor vehicle or mobile home in the same manner as the lienor under this section if he has first published and sent notice as required of the lienor under this subtitle.
27 28	(f) (1) If property is stored, storage fees of the third party holder may not exceed [\$5] \$10 per day or a total of [\$300] \$600.
29	Article - Transportation
30	1-102.
33	Before any license or permit may be issued under this article to an employer to engage in an activity in which the employer may employ a covered employee, as defined in § 9-101 of the Labor and Employment Article, the employer shall file with the issuing authority:
35 36	(1) A certificate of compliance with the Maryland Workers' Compensation Act; or

1	(2)	The nur	mber of a workers' compensation insurance policy or binder.
2	13-920.		
3	(a) (1)	In this s	section "tow truck" means a vehicle that:
4 5	a vehicle by a hoi	(i) st or mechan	Is a Class E (truck) vehicle that is designed to lift, pull, or carry ical apparatus;
6 7	pounds or more;	(ii) and	Has a manufacturer's gross vehicle weight rating of 10,000
8	in § 11-151.1 of t	(iii) his article.	Is equipped as a tow truck or designed as a rollback as defined
0	(2) in § 11-172 of th		section "tow truck" does not include a truck tractor as defined
2	(b) Wh this section is a G		with the Administration every tow truck as defined in le.
	LICENSING AC	T), A tow tru	O TITLE 15, SUBTITLE 9 OF THIS ARTICLE (TOWING SERVICE ack registered under this section may be used to tow removal from the highway.
	vehicle registere	d under this s	to the provisions of paragraph (2) of this subsection, for each section, the annual registration fee is based on the weight rating as follows:
	Manufacturer's C Rating (in Pound		Fee
	10,000 (or less) t More than 26,00		\$100 \$300
26	section shall be o	letermined ur	The annual registration fee for a vehicle registered under this rpose other than that described in subsection (c) of this nder subparagraph (ii) of this paragraph if the vehicle or combination of vehicles:
28 29	manufacturer's g	ross weight r	1. Exceeds 18,000 pounds and the vehicle has a ating of 26,000 pounds or less; or
30 31	manufacturer's g	ross weight r	2. Exceeds 35,000 pounds and the vehicle has a ating of more than 26,000 pounds.
32		(ii)	The annual registration fee shall be the greater of:
33			1. The fees set forth in paragraph (1) of this subsection; or
34			2. The fees set forth in § 13-916(b) of this subtitle.





- 1 15-105.
- 2 (a) (1) A person who is licensed under this title may conduct the licensed 3 activity only from a fixed location, as specified in the application for the license.
- 4 (2) The books of account and records of, except as otherwise specified by 5 law, the licensee shall be kept at that location.
- 6 (3) A person, who holds multiple licenses at more than one location and
- 7 has established a computerized data processing record keeping system at one of his
- 8 locations, may keep certain records, as designated by the Administrator, of all his
- 9 licensed activities at the centralized location; provided prior approval of the
- 10 Administrator has been granted.
- 11 (b) A licensee may not remove or relocate the location specified for the licensed
- 12 activity, unless the licensee has applied for and obtained a supplemental license from
- 13 the Administration.
- 14 (c) A licensee may not open any additional location other than a location
- 15 specified for the licensed activity, unless the licensee has applied for and obtained a
- 16 supplemental license from the Administration.
- 17 (d) Each licensee under this title shall maintain and keep records required by
- 18 this article.
- 19 (e) The records shall be kept for 3 years after the transaction to which it
- 20 applies.
- 21 (f) During business hours, the records of the licensee shall be open to
- 22 inspection by the Administration or any police officer while discharging his official
- 23 duties.
- 24 15-106.
- 25 (a) If, during any license year, there is any change in the information that a
- 26 licensee gave the Administration in obtaining a license under this title, the licensee
- 27 shall report the change to the Administration within 30 days after the change occurs.
- 28 (b) If, during any license year, there is any change in the information that a
- 29 licensee gave the Administration in retaining a license under this title, the licensee
- 30 shall report the change to the Administration within 30 days after the change occurs.
- 31 (c) The report under this section shall be made on the form that the
- 32 Administration requires.
- 33 (d) The licensee shall sign the form and certify that the information given in it
- 34 is true.

- 1 15-107.
- If a license issued under this title is lost, stolen, mutilated, destroyed, or
- 3 becomes illegible, the Administration may issue a duplicate license on application and
- 4 payment of a fee established by the Administration. Before the Administration issues
- 5 a duplicate, it may require the licensee to furnish satisfactory proof of the loss, theft,
- 6 mutilation, destruction, or illegibility. When the Administration issues the duplicate,
- 7 the license previously issued is void.
- 8 15-108.
- 9 (a) Each license issued under this title expires on a staggered basis as 10 determined by the Administration.
- 11 (b) A license issued under this title may be renewed on application and 12 payment of the fee required by this title for that license.
- 13 15-109.
- In addition to any other grounds specified in this title for refusal, suspension, or
- 15 revocation of a license, the Administration may refuse to grant a license under this
- 16 title to any person and may suspend, revoke, or refuse to renew the license of any
- 17 person if it finds that:
- 18 (1) The person has violated or is attempting to violate any provision of
- 19 this title or any rule or regulation adopted under this title;
- 20 (2) The person has violated or is attempting to violate any of the other
- 21 provisions of the Maryland Vehicle Law that relate to the business or activity of that
- 22 person; or
- 23 (3) Any officer, manager, agent, or employee of the person has violated or
- 24 is attempting to violate any provision of this title, any rule or regulation adopted
- 25 under this title, or any of the other provisions of the Maryland Vehicle Law that relate
- 26 to the business or activity of the person, unless the Administration is satisfied that
- 27 the individuals engaged in the management of the business or activity:
- 28 (i) Had no knowledge of the wrongful conduct; or
- 29 (ii) Were unable to prevent the violation or attempted violation.
- 30 15-110.
- 31 (a) If the Administration refuses an application for a license or for the renewal
- 32 of a license under this title, the applicant may request a hearing under Title 12,
- 33 Subtitle 2 of this article.
- 34 (b) The Administration may suspend or revoke a license issued under this title
- 35 only after a hearing under Title 12, Subtitle 2 of this article.

- 1 15-111.
- 2 (a) If the Administration suspends the license of any person licensed under
- 3 this title, the licensee immediately shall return the license to the Administration.
- 4 (b) If the Administration revokes the license of any person licensed under this
- 5 title, the licensee immediately shall return the license to the Administration.
- 6 SUBTITLE 9. TOWING SERVICE LICENSING ACT.
- 7 15-901.
- 8 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS
- 9 INDICATED.
- 10 (B) "LICENSE" MEANS A LICENSE ISSUED BY THE ADMINISTRATION UNDER
- 11 THIS SUBTITLE TO PROVIDE TOWING SERVICES.
- 12 (C) "TOW TRUCK" HAS THE MEANING STATED IN § 13-920(A) OF THIS ARTICLE.
- 13 (D) "TOWING SERVICE" MEANS THE MOVING OR REMOVING OF A MOTOR
- 14 VEHICLE OR THE PREPARATION FOR MOVING OR REMOVING A MOTOR VEHICLE
- 15 USING A TOW TRUCK.
- 16 15-902.
- 17 THE PROVISIONS OF THIS SUBTITLE DO NOT APPLY TO:
- 18 (1) A PERSON TOWING A MOTOR VEHICLE INTO OR THROUGH THE STATE
- 19 FROM A POINT OUTSIDE OF THE STATE;
- 20 (2) A BUSINESS USING A TOW TRUCK SOLELY FOR THE PURPOSES OF
- 21 SERVICING THE BUSINESS'S OWN FLEET;
- 22 (3) A TOW TRUCK OPERATED BY A FEDERAL, STATE, OR LOCAL
- 23 GOVERNMENT AGENCY; OR
- 24 (4) A TOW TRUCK THAT IS:
- 25 (I) OPERATED BY A LICENSED DEALER, LICENSED AUTOMOTIVE
- 26 DISMANTLER AND RECYCLER, OR A LICENSED SCRAP PROCESSOR; AND
- 27 (II) DISPLAYING SPECIAL REGISTRATION PLATES ISSUED UNDER
- 28 TITLE 13. SUBTITLE 6. PART III OF THIS ARTICLE.
- 29 15-903.
- 30 A PERSON MAY NOT OPERATE OR OFFER A TOWING SERVICE WITHOUT A
- 31 LICENSE ISSUED UNDER THIS SUBTITLE.

- 1 15-904.
- 2 (A) THE ADMINISTRATOR SHALL ADOPT REGULATIONS GOVERNING THE
- 3 LICENSING OF TOWING SERVICES AND A VISUAL MEANS OF PROOF OF LICENSURE
- 4 WITH WHICH EACH LICENSEE SHALL COMPLY.
- 5 (B) THE REGULATIONS ADOPTED UNDER SUBSECTION (A) OF THIS SECTION:
- 6 (1) SHALL REQUIRE EVIDENCE OF COMPLIANCE WITH § 13-920 OF THIS 7 ARTICLE:
- 8 (2) SHALL REQUIRE A CERTIFICATE OF INSURANCE AS EVIDENCE THAT 9 THE APPLICANT OR LICENSEE IS IN COMPLIANCE WITH INSURANCE REQUIREMENTS 10 UNDER STATE LAW;
- 11 (3) SHALL REQUIRE THAT AN APPLICANT'S OR LICENSEE'S BUSINESS 12 LOCATION COMPLIES WITH LOCAL ZONING REQUIREMENTS;
- 13 (4) MAY ESTABLISH ADDITIONAL EQUIPMENT OR BUSINESS LOCATION 14 REQUIREMENTS;
- 15 (5) MAY ESTABLISH REQUIREMENTS PERTAINING TO RECORDS THAT A 16 LICENSEE IS REQUIRED TO KEEP;
- 17 (6) SHALL REQUIRE THAT A LICENSEE ACCEPT FOR PAYMENT OF 18 TOWING CHARGES AT LEAST TWO MAJOR CREDIT CARDS, CASH, AND MONEY 19 ORDERS;
- 20 (7) SHALL ESTABLISH LICENSE APPLICATION AND RENEWAL 21 REQUIREMENTS, INCLUDING AN ANNUAL LICENSE FEE;
- 22 (8) MAY ESTABLISH GROUNDS FOR REFUSAL, SUSPENSION, OR 23 REVOCATION OF A LICENSE IN ADDITION TO GROUNDS SPECIFIED IN SUBTITLE 1 OF
- 24 THIS TITLE OR THIS SUBTITLE: AND
- 25 (9) MAY REQUIRE ANY ADDITIONAL INFORMATION FROM AN APPLICANT
- 26 OR LICENSEE THAT THE ADMINISTRATION CONSIDERS NECESSARY FOR THE
- 27 ADMINISTRATION OF THIS SUBTITLE.
- 28 15-905.
- 29 A PERSON THAT OPERATES A TOWING SERVICE MAY NOT:
- 30 (1) HAVE A POLICE RADIO IN A TOW TRUCK UNLESS THE RADIO IS
- 31 REOUIRED UNDER A CONTRACT TO PROVIDE TOWING SERVICES WITH A LAW
- 32 ENFORCEMENT AGENCY;
- 33 (2) HAVE A SCANNER IN A TOW TRUCK;
- 34 (3) EMPLOY OR USE INDIVIDUALS COMMONLY REFERRED TO AS
- 35 SPOTTERS, WHOSE PRIMARY TASK IS TO REPORT MOTOR VEHICLES PARKED IN AN

- 1 UNAUTHORIZED LOCATION SO THAT THE VEHICLES MAY BE TOWED OR REMOVED
- 2 AND IMPOUNDED; OR
- 3 (4) PAY ANY REMUNERATION TO THE OWNER, EMPLOYEE, OR AGENT OF
- 4 THE OWNER OF A PRIVATE PARKING FACILITY BASED ON THE REMOVAL OF A MOTOR
- 5 VEHICLE FROM THE PARKING FACILITY.
- 6 15-906.
- 7 (A) IN ADDITION TO GROUNDS SPECIFIED IN SUBTITLE 1 OF THIS TITLE. THE
- 8 ADMINISTRATION MAY REFUSE TO ISSUE A LICENSE OR MAY SUSPEND OR REVOKE
- 9 THE LICENSE OF ANY PERSON IF IT FINDS THAT THE PERSON VIOLATED A
- 10 PROVISION OF THIS SUBTITLE OR A REGULATION ADOPTED UNDER THIS SUBTITLE.
- 11 (B) A PERSON THAT HAS A LICENSE REVOKED UNDER THIS SUBTITLE IS NOT
- 12 ENTITLED TO A NEW LICENSE FOR AT LEAST 2 YEARS AFTER THE LATER OF:
- 13 (1) THE REVOCATION OF THE LICENSE; OR
- 14 (2) THE RETURN OF THE LICENSE TO THE ADMINISTRATION.
- 15 15-907.
- 16 (A) SUBJECT TO SUBSECTION (B) OF THIS SECTION, THIS SUBTITLE DOES NOT
- 17 PREEMPT THE REGULATION OF TOWING PRACTICES BY A COUNTY OR MUNICIPAL
- 18 CORPORATION.
- 19 (B) A COUNTY OR MUNICIPAL CORPORATION MAY NOT USE THE SERVICES OF
- 20 A PERSON TO PROVIDE TOWING SERVICES UNLESS THE PERSON IS LICENSED AND IN
- 21 COMPLIANCE WITH THE PROVISIONS OF THIS SUBTITLE AND REGULATIONS
- 22 ADOPTED UNDER IT.
- 23 15-908.
- 24 A PERSON THAT, ON OR AFTER OCTOBER 1, 1999, VIOLATES ANY PROVISION OF
- 25 THIS SUBTITLE OR ANY REGULATION ADOPTED UNDER IT IS GUILTY OF A
- 26 MISDEMEANOR AND ON CONVICTION IS SUBJECT TO A FINE NOT EXCEEDING \$10,000
- 27 OR IMPRISONMENT NOT EXCEEDING 1 YEAR OR BOTH.
- 28 15-909.
- 29 THIS SUBTITLE MAY BE CITED AS THE "TOWING SERVICE LICENSING ACT".
- 30 21-10A-04.
- A person who undertakes the towing or removal of a vehicle from a parking lot:
- 32 (1) May not charge the owner of the vehicle or the owner's agent:
- 33 (i) More than twice the amount of the total fees normally charged
- 34 or authorized by the political subdivision for the impound towing of vehicles; and

1 2	Article, more	e than [\$8	(ii) 3] \$15 per	Except as provided in § 16-207(f)(1) of the Commercial Law day OR A TOTAL OF \$450 for storage;
3	25-201.			
4	(a)	In this s	ubtitle the	e following words have the meanings indicated.
5	(b)	"Abando	oned vehi	cle" means any motor vehicle, trailer, or semitrailer:
6 7	than 48 hour	(1) s;	That is i	noperable and left unattended on public property for more
8 9	hours;	(2)	That has	s remained illegally on public property for more than 48
10 11	without the	(3) consent o		s remained on private property for more than 48 hours her or person in control of the property;
14		ested, bea	en the ov	s remained in a garage for more than 10 days after the wner of the vehicle notice by certified mail, return ostmark from the United States Postal Service, to
16 17	when, by co	(5) ntract, th		s remained in a garage for more than 10 days after the period was to remain in the garage;
18		(6)	That wa	s left for more than 10 days in a garage by:
19			(i)	Someone other than its registered owner; or
20 21	contract of u	ise, servi	(ii) ce, storag	A person authorized to have possession of the vehicle under a ge, or repair;
22		(7)	That has	s remained on public property for more than 48 hours; and
23			(i)	Is not displaying currently valid registration plates; or
24			(ii)	Is displaying registration plates of another vehicle;
25 26	highway" as	(8) defined		s been left unattended on any portion of a "controlled access 1(f) of this article for more than 24 hours;
			r controll	s been left unattended on any portion of a primary or led access highway, as defined in § 8-101 of this article, e provisions of § 22-408 of this article; [or]
30		(10)	THAT I	S IN THE CUSTODY OF A LICENSED TOW TRUCK OPERATOR:
31			(I)	AS THE RESULT OF:

1 A POLICE ORDERED TOW, WITHOUT THE CONSENT OF THE 2 OWNER OR DRIVER OF THE VEHICLE; OR 3 LAWFUL REMOVAL OF THE VEHICLE FROM PRIVATE 4 PROPERTY AT THE REQUEST OF THE OWNER OR PERSON IN CONTROL OF THE 5 PROPERTY, WITHOUT CONSENT OF THE OWNER OR DRIVER OF THE VEHICLE; AND HAS REMAINED UNCLAIMED AFTER THE TOW TRUCK 6 (II)7 OPERATOR HAS GIVEN NOTICE TO THE OWNER OF THE VEHICLE, EACH SECURED 8 PARTY, AND THE INSURER OF THE VEHICLE IN ACCORDANCE WITH § 25-208.1 OF THIS 9 SUBTITLE; OR 10 (11)That is not reclaimed as provided under § 27-111 of this article. 11 "LICENSED TOW TRUCK OPERATOR" MEANS A PERSON LICENSED UNDER 12 TITLE 15, SUBTITLE 9 OF THIS ARTICLE (TOWING SERVICE LICENSING ACT) TO 13 PROVIDE TOWING SERVICES. 14 25-203. 15 A police department may take any abandoned vehicle into custody. For this (a) 16 purpose, the police department may use its own personnel, equipment, and facilities 17 or, subject to the provisions of subsection (b) of this section, use other persons, equipment, and facilities for removing, preserving, and storing abandoned vehicles. 19 A police department may not authorize the use of a tow truck under 20 subsection (a) of this section unless [the]: 21 (1) THE tow truck is registered under § 13-920 of this article; AND 22 (2) THE TOW TRUCK OPERATOR IS LICENSED UNDER TITLE 15, SUBTITLE 23 9 OF THIS ARTICLE (TOWING SERVICE LICENSING ACT). 24 25-208.1. (A) SUBJECT TO PARAGRAPH (5) OF THIS SUBSECTION, WITHIN 7 25 (1) 26 BUSINESS DAYS OF OBTAINING CUSTODY OF A VEHICLE UNDER CIRCUMSTANCES 27 DESCRIBED IN § 25-201(B)(10)(I) OF THIS SUBTITLE, A LICENSED TOW TRUCK 28 OPERATOR SHALL GIVE NOTICE TO: 29 THE OWNER OF THE VEHICLE, EACH SECURED PARTY, AND THE (I) 30 INSURER OF THE VEHICLE, AS SHOWN ON THE RECORDS OF THE ADMINISTRATION, 31 BY CERTIFIED MAIL, RETURN RECEIPT REQUESTED; AND THE APPROPRIATE POLICE DEPARTMENT. 32 (II)33 (2) THE NOTICE UNDER PARAGRAPH (1)(I) OF THIS SUBSECTION SHALL: STATE THAT THE VEHICLE HAS BECOME ABANDONED AS (I) 35 DESCRIBED UNDER § 25-201(B)(10)(I) OF THIS SUBTITLE;

1 (II)INCLUDE THE YEAR, MAKE, MODEL, AND VEHICLE 2 IDENTIFICATION NUMBER OF THE VEHICLE; 3 (III)GIVE THE LOCATION WHERE THE VEHICLE IS HELD; INFORM THE OWNER, EACH SECURED PARTY, AND THE (IV) 5 INSURER OF THE VEHICLE OF THE RIGHT TO RECLAIM THE VEHICLE WITHIN 30 DAYS 6 AFTER THE DATE OF THE NOTICE ON PAYMENT OF TOWING AND STORAGE CHARGES; 7 AND 8 (V) STATE THAT FAILURE OF THE OWNER, SECURED PARTY, OR 9 INSURER TO RECLAIM THE VEHICLE WITHIN 30 DAYS CONSTITUTES: 10 1. A WAIVER OF ALL RIGHTS, TITLE, AND INTEREST IN THE 11 VEHICLE; AND 12 2. CONSENT TO DISPOSAL OF THE VEHICLE. IF STATE OR LOCAL LAW REQUIRES A LICENSED TOW TRUCK 13 (3) 14 OPERATOR TO PROVIDE NOTICE TO THE POLICE DEPARTMENT IN A TIME PERIOD 15 SHORTER THAN THE 7-DAY PERIOD UNDER PARAGRAPH (1)(II) OF THIS SECTION, THE 16 NOTICE REOUIREMENT ESTABLISHED UNDER THAT LAW SHALL APPLY. IF A VEHICLE IS NOT RECLAIMED WITHIN 15 DAYS AFTER 17 (I) 18 NOTICE IS GIVEN UNDER PARAGRAPH (1) OF THIS SUBSECTION, THE LICENSED TOW 19 TRUCK OPERATOR SHALL AGAIN GIVE NOTICE BY CERTIFIED MAIL, RETURN RECEIPT 20 REQUESTED, TO THE OWNER OF THE VEHICLE, EACH SECURED PARTY, AND THE 21 INSURER OF THE VEHICLE AS SHOWN ON THE RECORDS OF THE ADMINISTRATION. 22 (II)THE NOTICE UNDER THIS PARAGRAPH SHALL: CONTAIN THE INFORMATION REQUIRED UNDER 23 1. 24 PARAGRAPH (2)(I) THROUGH (III) OF THIS SUBSECTION: STATE THAT THE NOTICE CONSTITUTES A SECOND 26 NOTICE CONCERNING THE VEHICLE; AND 3. GIVE THE DATE BY WHICH THE VEHICLE SHALL BE 28 RECLAIMED TO AVOID DISPOSITION OF THE VEHICLE UNDER THIS SECTION. THE NOTICE REQUIREMENTS UNDER THIS SUBSECTION DO NOT 29 (5) 30 APPLY IF: 31 (I) WITHIN THE 7 BUSINESS DAYS UNDER PARAGRAPH (1) OF THIS 32 SUBSECTION, A POLICE DEPARTMENT TAKES CUSTODY OF THE VEHICLE; OR IN THE CASE OF A POLICE ORDERED TOW, THE CONTRACT 33 (II)34 BETWEEN THE POLICE DEPARTMENT AND THE LICENSED TOW TRUCK OPERATOR 35 PROVIDES AN ALTERNATIVE NOTICE PROCEDURE. THIS SUBSECTION DOES NOT APPLY: 36 (B) (1)

- 1 (I) TO A VEHICLE WITH A MANUFACTURER'S GROSS VEHICLE 2 RATING OF 10,000 POUNDS OR MORE; OR
- 3 (II) IN A POLITICAL SUBDIVISION WHERE HIGHER CHARGES ARE
- 4 ALLOWED FOR STORAGE OF AN ABANDONED VEHICLE UNDER LOCAL LAW.
- 5 (2) IF THE OWNER OF THE VEHICLE, A SECURED PARTY, OR INSURER OF
- 6 THE VEHICLE RECLAIMS THE VEHICLE WITHIN 30 DAYS OF THE NOTICE UNDER
- 7 SUBSECTION (A) OF THIS SECTION:
- 8 (I) STORAGE CHARGES MAY NOT EXCEED \$15 PER DAY, STARTING
- 9 AS OF THE DATE THE NOTICE UNDER SUBSECTION (A)(1) OF THIS SECTION WAS
- 10 GIVEN, OR A TOTAL OF \$450; AND
- 11 (II) TOWING CHARGES MAY NOT EXCEED \$100.
- 12 (C) (1) THE LICENSED TOW TRUCK OPERATOR MAY APPLY TO THE
- 13 ADMINISTRATION FOR A CERTIFICATE OF DISPOSAL IF:
- 14 (I) THE POLICE DEPARTMENT FAILS TO TAKE CUSTODY OF THE
- 15 ABANDONED VEHICLE WITHIN 10 DAYS OF BEING NOTIFIED BY THE LICENSED TOW
- 16 TRUCK OPERATOR: AND
- 17 (II) THE OWNER, SECURED PARTY, OR INSURER OF THE VEHICLE
- 18 FAILS TO TAKE CUSTODY OF THE VEHICLE BY PAYING THE LICENSED TOW TRUCK
- 19 OPERATOR THE REQUIRED TOWING AND STORAGE CHARGES.
- 20 (2) THE ADMINISTRATION MAY NOT ISSUE A CERTIFICATE OF DISPOSAL
- 21 IF IT IS NOT SATISFIED THAT THE REQUIRED NOTICE REQUIREMENTS UNDER THIS
- 22 SECTION HAVE BEEN MET.
- 23 (3) SUBJECT TO PARAGRAPH (4) OF THIS SUBSECTION, ON REQUEST OF A
- 24 LICENSED TOW TRUCK OPERATOR, THE ADMINISTRATION MAY SUBSTITUTE A
- 25 SALVAGE CERTIFICATE FOR A CERTIFICATE OF DISPOSAL.
- 26 (4) A LICENSED TOW TRUCK OPERATOR MAY NOT OBTAIN MORE THAN 5
- 27 SALVAGE CERTIFICATES UNDER THIS SUBSECTION WITHIN A 12-MONTH PERIOD.
- 28 SECTION 2. AND BE IT FURTHER ENACTED, That it is the intent of the
- 29 General Assembly that the Motor Vehicle Administration shall stagger the issuance of
- 30 business licenses under the Towing Service Licensing Act enacted under Section 1 of
- 31 this Act in order that a license be issued at the time that the applicant first requests
- 32 or renews a registration on or after October 1, 1998 under § 13-920 of the
- 33 Transportation Article and that the licensing scheme be fully implemented by October
- 34 1, 1999. This section may not be construed as prohibiting a person from obtaining a
- 35 license under the Towing Service Licensing Act on or after October 1, 1998, but before
- 36 renewal of a registration, if the person is otherwise entitled to a license under the Act.
- 37 SECTION 3. AND BE IT FURTHER ENACTED, That, notwithstanding §
- 38 14-1009(b)(2) of the Commercial Law Article, as enacted by Section 1 of this Act, a

- 1 tow truck operator shall not be subject to any sanction for failure to provide a
- 2 business license number prior to the operator's licensure under the Towing Service
- 3 Licensing Act as intended under Section 2 of this Act.
- 4 SECTION 4. AND BE IT FURTHER ENACTED, That the Motor Vehicle
- 5 Administration, in promulgating regulations for the implementation of the Towing
- 6 Service Licensing Act, shall consult with representatives of the towing industry and
- 7 with other parties with an interest in the licensing of tow truck operators to ensure
- 8 implementation of the Act in a timely and cost effective manner.
- 9 SECTION 5. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 10 October 1, 1998.