## **HOUSE BILL 487**

E4, I4 (2lr1772)

## ENROLLED BILL

— Environment and Transportation/Judicial Proceedings —

Introduced by Delegates Foley and Fraser-Hidalgo

Read and E	Examined by Proofreaders:
	Proofreader
	Proofreader
Sealed with the Great Seal and p	presented to the Governor, for his approval this
day of	at o'clock,M
	Speaker
$\mathbf{C}$	HAPTER
AN ACT concerning	
Commercial Vehicles – <del>Nonconse</del>	<del>nsual</del> <u>Police-Initiated</u> Towing – Requirements
regarding certain businesses a establishing certain require police—initiated towing of cer	epartment of State Police to make a certain tow list and certain rates available to the public on request ments and procedures for the nonconsensual ration commercial vehicles at the direction of the ating to the nonconsensual police—initiated towing of
BY repealing and reenacting, with an Article – Public Safety Section 2–314 Annotated Code of Maryland (2018 Replacement Volume and	

## EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

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Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.

Italics indicate opposite chamber/conference committee amendments.



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	2 HOUSE BILL 487
1 2 3 4 5 6	BY adding to  Article – Commercial Law Section 16A–101 to be under the new title "Title 16A. Nonconsensual  Police–Initiated Towing Services" Annotated Code of Maryland (2013 Replacement Volume and 2021 Supplement)
7 8	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
9	Article – Public Safety
10	2–314.
11 12	(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
13 14 15 16	(2) "APPROVED RATES" MEANS THE RATES FOR TOWING AND RECOVERY SERVICE OPERATIONS APPROVED BY THE DEPARTMENT THAT APPLY TO NONCONSENSUAL TOWING AND RECOVERY SERVICE OPERATIONS PERFORMED AT THE DIRECTION OF THE DEPARTMENT.  (3) (2) "AUTHORIZED TOW COMPANY" MEANS A COMPANY
18 19	PROVIDING TOWING AND RECOVERY SERVICES AT THE REQUEST OF THE DEPARTMENT AND DESIGNATED ON THE TOW LIST.
20 21 22	(4) (3) "Heavy-duty towing" means towing and recovery of a vehicle including trailers and semitrailers with a gross vehicle weight rating over $\frac{20,000}{26,000}$ pounds.
23 24 25 26	(5) (4) "MEDIUM-DUTY TOWING" MEANS TOWING AND RECOVERY OF A VEHICLE INCLUDING TRAILERS OR SEMITRAILERS WITH A GROSS VEHICLE WEIGHT RATING BETWEEN 10,001 POUNDS AND 20,000 POUNDS FROM OVER 10,000 POUNDS TO 26,000 POUNDS.
27 28 29 30	(6) "Nonconsensual towing" means the towing or recovery of a commercial motor vehicle which was authorized, requested, or dispatched by the Department including a request by an owner or operator of a commercial motor vehicle.
31 32	(7) (5) "PER POUND BILLING" MEANS A METHOD OF CALCULATING A FEE FOR TOWING AND RECOVERY SERVICES USING A FORMULA THAT CONSIDERS

THE WEIGHT OF THE VEHICLE, EQUIPMENT, OR CARGO THAT IS THE SUBJECT OF

THE TOWING AND RECOVERY AND MULTIPLIES THE WEIGHT OF THE VEHICLE,

EQUIPMENT, OR CARGO BY A MONETARY AMOUNT.

1	(6) "POLICE-INITIATED TOWING" MEANS THE TOWING OR RECOVERY
2	OF A COMMERCIAL MOTOR VEHICLE WHICH WAS AUTHORIZED, REQUESTED, OR
3	DISPATCHED BY THE DEPARTMENT INCLUDING A REQUEST BY AN OWNER OR
4	OPERATOR OF A COMMERCIAL MOTOR VEHICLE.
_	(0) (7) (There are the state of
5	(8) (7) "TOW LIST" MEANS THE LIST OF TOWING BUSINESSES
6	AUTHORIZED BY THE DEPARTMENT TO PERFORM NONCONSENSUAL
7	POLICE-INITIATED TOWING SERVICES OF DISABLED OR ABANDONED COMMERCIAL
8	VEHICLES WITHIN THE DEPARTMENT'S JURISDICTION.
9	[(a)] (B) The Department shall:
3	[(a)] (b) The Department shan.
10	(1) establish and maintain a TOW list, by county, of qualifying tow
11	companies for use by the Department in carrying out the duties of this subtitle; AND
	companies for the 2 oparoment in our fing one the discovery 12.2
12	(2) MAKE THE TOW LIST AVAILABLE TO THE PUBLIC ON REQUEST.
13	[(b)] (C) The Department may adopt regulations to establish standards for tow
14	companies, including application procedures and minimum qualification requirements, and
15	must include on the list all qualifying tow companies.
1.0	
16	(D) THE DEPARTMENT SHALL:
17	(1) ADOPT REGULATIONS ESTABLISHING THE APPROVED RATES THAT
18	MAY BE CHARGED FOR NONCONSENSUAL MEDIUM AND HEAVY DUTY TOWING
19	BASED ON HOURLY RATES FOR TOWING AND RECOVERY SERVICES AND NOT ANY
20	OTHER METHOD OF CALCULATION INCLUDING PER POUND BILLING:
20	office Method of Checolation incleding Leaf octob bicking,
21	(2) ESTABLISH INFORMATION REQUIRED TO BE INCLUDED ON AN
22	INVOICE ASSOCIATED WITH THE NONCONSENSUAL TOWING OF A COMMERCIAL
23	MOTOR VEHICLE;
24	(3) REQUIRE A TOW COMPANY APPLYING TO THE DEPARTMENT'S TOW
25	LIST FOR MEDIUM- AND HEAVY-DUTY TOWING TO SUBMIT A RATE SHEET THAT DOES
26	NOT INCLUDE PER POUND BILLING;
0.5	(9)
27	(2) REQUIRE A TOW COMPANY THAT MAKES AN APPLICATION UNDER
28	PARAGRAPH (1) OF THIS SUBSECTION TO BAN THE USE OF PER POUND BILLING BY
29	OCTOBER 1, 2023;

30 (3) REQUIRE THE DEPARTMENT TO MAKE EACH TOW COMPANY'S
31 RATE SHEET REQUIRED UNDER ITEM (1) OF THIS SUBSECTION AVAILABLE ON
32 REQUEST; AND

- 1 (4) DEVELOP A PROCESS TO RECEIVE, INVESTIGATE, AND
- 2 ADJUDICATE COMPLAINTS FROM A VEHICLE OWNER OR OPERATOR OR THE OWNER'S
- 3 DESIGNEE AGAINST AN AUTHORIZED TOW COMPANY REGARDING THE
- 4 NONCONSENSUAL POLICE-INITIATED TOWING OF A COMMERCIAL MOTOR VEHICLE,
- 5 INCLUDING A PROCESS TO SUSPEND OR REMOVE AN AUTHORIZED TOW COMPANY
- 6 FROM THE TOW LIST: AND
- 7 (4) MAKE THE APPROVED RATES AVAILABLE TO THE PUBLIC ON
- 8 REQUEST.
- 9 (E) AN AUTHORIZED TOW COMPANY MAY CHARGE LESS THAN BUT MAY NOT
- 10 CHARGE MORE THAN THE APPROVED RATES ON THE RATE SHEET SUBMITTED TO
- 11 THE DEPARTMENT FOR A NONCONSENSUAL POLICE-INITIATED TOWING.
- 12 (F) IF A VEHICLE OWNER OR THE OWNER'S DESIGNEE REQUESTS THE USE
- 13 OF A SPECIFIC TOWING COMPANY, THE DEPARTMENT SHALL HONOR THAT REQUEST
- 14 AND ALLOW THE VEHICLE OWNER TO ENGAGE THE SERVICES OF THE REQUESTED
- 15 TOWING COMPANY EXCEPT WHEN:
- 16 (1) THE REQUESTED TOWING COMPANY CANNOT ARRIVE AT THE
- 17 LOCATION OF THE VEHICLE WITHIN A REASONABLE TIME PERIOD;
- 18 (2) A TRAFFIC SAFETY PROBLEM EXISTS AND THE REQUESTED
- 19 TOWING COMPANY CANNOT ARRIVE AT THE LOCATION WITHIN 30 MINUTES OF A
- 20 POLICE EMPLOYEE'S ARRIVAL AT THE LOCATION OF THE VEHICLE; OR
- 21 (3) THE VEHICLE IS DISABLED IN THE ROADWAY AS A RESULT OF A
- 22 COLLISION OR VEHICLE FIRE AND THE REQUESTED TOWING COMPANY CANNOT
- 23 ARRIVE WITHIN 30 MINUTES OF A POLICE EMPLOYEE'S ARRIVAL AT THE LOCATION
- 24 OF THE VEHICLE.
- 25 Article Commercial Law
- 26 TITLE 16A. Nonconsensual Police-Initiated Towing Services.
- 27 **16A-101.**
- 28 (A) (1) IN THIS TITLE THE FOLLOWING WORDS HAVE THE MEANINGS
- 29 INDICATED.
- 30 (2) "APPROVED RATES" HAS THE MEANING STATED IN § 2-314 OF THE
- 31 Public Safety Article.

- 1 (3) (2) "AUTHORIZED TOW COMPANY" HAS THE MEANING STATED 2 IN § 2–314 OF THE PUBLIC SAFETY ARTICLE.
- 3 (4) (3) "HEAVY-DUTY TOWING" HAS THE MEANING STATED IN § 4 2–314 OF THE PUBLIC SAFETY ARTICLE.
- 5 (5) (4) "MEDIUM-DUTY TOWING" HAS THE MEANING STATED IN § 6 2-314 OF THE PUBLIC SAFETY ARTICLE.
- 7 (6) (5) "Nonconsensual Police-Initiated Towing" has the 8 Meaning stated in § 2–314 of the Public Safety Article.
- 9 (7) (6) "TOW LIST" HAS THE MEANING STATED IN § 2–314 OF THE 10 PUBLIC SAFETY ARTICLE.
- 11 (B) (1) TITLE 16 OF THIS ARTICLE DOES NOT APPLY TO NONCONSENSUAL
  12 POLICE-INITIATED TOWING SERVICES BY AN AUTHORIZED TOW COMPANY.
- 13 (2) Nonconsensual Police-Initiated Towing does not create 14 A LIEN OR SECURITY INTEREST FOR THE AUTHORIZED TOW COMPANY IN ANY 15 EQUIPMENT, VEHICLE, OR CARGO.
- 16 (C) AN AUTHORIZED TOW COMPANY SHALL PROVIDE A VEHICLE OWNER OR
  17 OPERATOR OR THE OWNER'S DESIGNEE WITH REASONABLE ACCESS TO A VEHICLE
  18 THAT IS THE SUBJECT OF A NONCONSENSUAL POLICE—INITIATED TOWING SO THAT
  19 THE VEHICLE OWNER OR OPERATOR OR THE OWNER'S DESIGNEE MAY ACCESS AND
  20 COLLECT ANY PERSONAL PROPERTY OR CARGO CONTAINED IN THE VEHICLE,
  21 REGARDLESS OF WHETHER ANY PAYMENT HAS BEEN MADE FOR THE AUTHORIZED
  22 TOW COMPANY'S SERVICES.
- (D) (1) If there is no dispute as to the fees assessed by the Authorized tow company for the nonconsensual police-initiated
- 25 TOWING OF A VEHICLE:
- 26 (I) THE VEHICLE OWNER OR OPERATOR OR THE OWNER'S DESIGNEE SHALL PAY THE AUTHORIZED TOW COMPANY'S INVOICE; AND
- 28 (II) THE AUTHORIZED TOW COMPANY SHALL RELEASE A 29 VEHICLE AND ANY CARGO THAT WAS THE SUBJECT OF A NONCONSENSUAL 30 POLICE—INITIATED TOWING IMMEDIATELY.
- 31 (2) IF THERE IS A GENUINE DISPUTE AS TO THE REASONABLENESS OR 32 AMOUNT OF THE FEES ASSESSED BY AN AUTHORIZED TOW COMPANY:

1	(I) THERE IS NO REQUIREMENT THAT THE VEHICLE OWNER
2	PAY ANY PORTION OF THE AUTHORIZED TOW COMPANY'S INVOICE; AND
3	(H) THE AUTHORIZED TOW COMPANY SHALL RELEASE THE
4	<del>VEHICLE AND</del> CARGO <u>IMMEDIATELY TO THE OWNER OR THE OWNER'S AUTHORIZED</u>
5	AGENT IN ACCORDANCE WITH THIS SUBSECTION ON SUBMISSION OF:
6	1. Proof of ownership if the cargo does not
7	1. PROOF OF OWNERSHIP IF THE CARGO DOES NOT BELONG TO THE TRANSPORTATION COMPANY; OR
•	DELONG TO THE TRANSPORTATION COMPANT, OR
8	2. If the cargo belongs to the transportation
9	COMPANY:
10	A. A LETTER FROM THE INSURANCE COMPANY STATING
11	THERE IS COVERAGE FOR THE RELEVANT CLAIM OR ACCIDENT AND INCLUDING, AT
12	MINIMUM, A CLAIM NUMBER, POLICY NUMBER, AND POLICY LIMIT; OR
13	B. If an insurance policy required under item 2
13 14	OF THIS ITEM IS NOT HIGH ENOUGH TO COVER THE COST OF THE CARGO CLEAN-UP
1 <del>4</del> 15	A SIGNED LETTER OF GUARANTEE FROM THE TRANSPORTATION COMPANY; AND
10	A SIGNED LETTER OF GCARANTEE FROM THE TRANSFORTATION COMPANY, AND
16	(II) THE BEGINNING OCTOBER 1, 2023, THE AUTHORIZED TOW
17	COMPANY SHALL RELEASE THE VEHICLE TO THE OWNER OR THE OWNER'S
18	AUTHORIZED AGENT ON PAYMENT OF 20% OF THE INVOICE BY THE VEHICLE OWNER
19	OR OPERATOR OR THE OWNER'S DESIGNEE.
20	(3) A PAYMENT UNDER PARAGRAPH (2)(II) OF THIS SUBSECTION
21	DOES NOT ELIMINATE THE REMAINDER OF THE FINANCIAL OBLIGATION TO THE
22	AUTHORIZED TOW COMPANY.
23	(E) THIS SUBSECTION MAY NOT BE CONSTRUED TO CONFER THE RIGHT OF
$\frac{24}{24}$	AN AUTHORIZED TOW COMPANY TO RETAIN POSSESSION OF A VEHICLE OR CARGO
25	OR TO ASSERT A LIEN ON A VEHICLE OR CARGO IF THE VEHICLE OWNER DOES NOT
26	PAY THE INVOICE AT THE TIME THE AUTHORIZED TOW COMPANY RELEASES THE
27	<del>VEHICLE OR CARGO.</del>
28	(F) ON RECEIVING FROM A VEHICLE OWNER OR OPERATOR OR THE
29	OWNER'S DESIGNEE A DEMAND FOR RETURN OF A VEHICLE OR CARGO THAT WAS
30	THE SUBJECT OF A NONCONSENSUAL TOWING, ALL STORAGE FEES IMMEDIATELY
31	CEASE TO ACCRUE AND AN AUTHORIZED TOW COMPANY MAY NOT CHARGE FEES
32	BEYOND THE DATE OF THE DEMAND FOR RETURN.

33 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 34 October 1, 2022.