H-0373.1	

HOUSE BILL 1552

State of Washington 54th Legislature 1995 Regular Session

By Representatives Mitchell, Tokuda, Chopp, Horn and Backlund Read first time 01/30/95. Referred to Committee on Transportation.

- AN ACT Relating to authorizing impoundment and sale of motor vehicles for failure to pay amounts owed on accumulated parking ticket
- 3 violations; amending RCW 46.55.080, 46.55.110, 46.55.120, and
- 4 46.55.130; and adding a new section to chapter 46.55 RCW.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 6 **Sec. 1.** RCW 46.55.080 and 1989 c 111 s 8 are each amended to read 7 as follows:
- 8 (1) If a vehicle is in violation of the time restrictions of RCW
- 9 46.55.010(12), it may be impounded by a registered tow truck operator
- 10 at the direction of a law enforcement officer or other public official
- 11 with jurisdiction if the vehicle is on public property, or at the
- 12 direction of the property owner or an agent if it is on private
- 13 property. A law enforcement officer may also direct the impoundment of
- 14 a vehicle pursuant to a writ or court order. Within any city or town,
- 15 <u>a law enforcement officer or other public official with jurisdiction</u>
- 16 may also direct the impoundment of a vehicle upon which five hundred
- 17 dollars or more is owed on parking violations issued by the city or
- 18 <u>tow</u>n.

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- (2) The person requesting a private impound or a law enforcement 1 2 officer or public official requesting a public impound shall provide a signed authorization for the impound at the time and place of the 3 4 impound to the registered tow truck operator before the operator may proceed with the impound. A registered tow truck operator, employee, 5 or his or her agent may not serve as an agent of a property owner for 6 7 the purposes of signing an impound authorization or, independent of the 8 property owner, identify a vehicle for impound.
- 9 (3) In the case of a private impound, the impound authorization 10 shall include the following statement: "A person authorizing this 11 impound, if the impound is found in violation of chapter 46.55 RCW, may 12 be held liable for the costs incurred by the vehicle owner."
- (4) A registered tow truck operator shall record and keep in the operator's files the date and time that a vehicle is put in the operator's custody and released. The operator shall make an entry into a master log regarding transactions relating to impounded vehicles. The operator shall make this master log available, upon request, to representatives of the department or the state patrol.
- 19 (5) A person who engages in or offers to engage in the activities 20 of a registered tow truck operator may not be associated in any way 21 with a person or business whose main activity is authorizing the 22 impounding of vehicles.
- 23 **Sec. 2.** RCW 46.55.110 and 1989 c 111 s 10 are each amended to read 24 as follows:
- 25 (1) When an unauthorized vehicle is impounded or a vehicle is impounded as a result of unpaid parking violations, the impounding 26 27 towing operator shall notify the legal and registered owners of the impoundment of the ((unauthorized)) vehicle. The notification shall be 28 29 sent by first-class mail within twenty-four hours after the impoundment 30 to the last known registered and legal owners of the vehicle, as provided by the law enforcement agency, and shall inform the owners of 31 the identity of the person or agency authorizing the impound. 32 33 notification shall include the name of the impounding tow firm, its address, and telephone number. The notice shall also include the 34 location, time of the impound, and by whose authority the vehicle was 35 36 The notice shall also include the written notice of the 37 right of redemption and opportunity for a hearing to contest the 38 validity of the impoundment pursuant to RCW 46.55.120. If the vehicle

- is impounded as a result of unpaid parking violations, the notice shall include the total amount due and owing for unpaid violations that must be paid before the vehicle will be released.
- 4 (2) In the case of an abandoned vehicle, within twenty-four hours 5 after receiving information on the vehicle owners from the department 6 through the abandoned vehicle report, the tow truck operator shall send 7 by certified mail, with return receipt requested, a notice of custody 8 and sale to the legal and registered owners.
- 9 (3) No notices need be sent to the legal or registered owners of an 10 impounded vehicle if the vehicle has been redeemed.
- 11 **Sec. 3.** RCW 46.55.120 and 1993 c 121 s 3 are each amended to read 12 as follows:
- 13 (1) Vehicles impounded by registered tow truck operators pursuant 14 to RCW 46.55.080, 46.55.085, or 46.55.113 may be redeemed only under 15 the following circumstances:
- 16 (a) Only the legal owner, the registered owner, a person authorized 17 in writing by the registered owner or the vehicle's insurer, a person 18 who is determined and verified by the operator to have the permission 19 of the registered owner of the vehicle, or one who has purchased a 20 vehicle from the registered owner who produces proof of ownership or 21 written authorization and signs a receipt therefor, may redeem an 22 impounded vehicle.
- 23 (b) The vehicle shall be released upon the presentation to any 24 person having custody of the vehicle of commercially reasonable tender sufficient to cover the costs of towing, storage, or other services 25 rendered during the course of towing, removing, impounding, or storing 26 any such vehicle. Commercially reasonable tender shall include, 27 without limitation, cash, major bank credit cards, or personal checks 28 29 drawn on in-state banks if accompanied by two pieces of valid 30 identification, one of which may be required by the operator to have a If the towing firm can determine through the customer's 31 photograph. bank or a check verification service that the presented check would not 32 be paid by the bank or guaranteed by the service, the towing firm may 33 34 refuse to accept the check. Any person who stops payment on a personal check or credit card, or does not make restitution within ten days from 35 the date a check becomes insufficient due to lack of funds, to a towing 36 37 firm that has provided a service pursuant to this section or in any 38 other manner defrauds the towing firm in connection with services

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rendered pursuant to this section shall be liable for damages in the amount of twice the towing and storage fees, plus costs and reasonable attorney's fees.

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- (c) If the vehicle has been impounded as a result of unpaid parking violations, the vehicle shall be released upon presentation to any person having custody of the vehicle of proof that all such unpaid parking violations are paid or that satisfactory arrangements have been made with the impounding authority for their payment or discharge, together with payment of any parking violation, towing, storage, and any other costs resulting from impoundment.
- (2)(a) The registered tow truck operator shall give to each person who seeks to redeem an impounded vehicle written notice of the right of redemption and opportunity for a hearing, which notice shall be accompanied by a form to be used for requesting a hearing, the name of the person or agency authorizing the impound, and a copy of the towing and storage invoice. The registered tow truck operator shall maintain a record evidenced by the redeeming person's signature that such notification was provided.
- 19 (b) Any person seeking to redeem an impounded vehicle under this section has a right to a hearing in the district court for the 20 jurisdiction in which the vehicle was impounded to contest the validity 21 of the impoundment or the amount of towing and storage charges. 22 district court has jurisdiction to determine the issues involving all 23 24 impoundments including those authorized by the state or its agents. 25 Any request for a hearing shall be made in writing on the form provided for that purpose and must be received by the district court within ten 26 27 days of the date the opportunity was provided for in subsection (2)(a) of this section. If the hearing request is not received by the 28 29 district court within the ten-day period, the right to a hearing is 30 waived and the registered owner is liable for any towing, storage, or other impoundment charges permitted under this chapter. Upon receipt 31 of a timely hearing request, the district court shall proceed to hear 32 and determine the validity of the impoundment. 33
- (3)(a) The district court, within five days after the request for a hearing, shall notify the registered tow truck operator, the person requesting the hearing if not the owner, the registered and legal owners of the vehicle, and the person or agency authorizing the impound in writing of the hearing date and time.

- 1 (b) At the hearing, the person or persons requesting the hearing 2 may produce any relevant evidence to show that the impoundment, towing, 3 or storage fees charged were not proper.
 - (c) At the conclusion of the hearing, the district court shall determine whether the impoundment was proper, whether the towing or storage fees charged were in compliance with the posted rates, and who is responsible for payment of the fees. The court may not adjust fees or charges that are in compliance with the posted or contracted rates.
- 9 (d) If the impoundment is found proper, the impoundment, towing, 10 and storage fees as permitted under this chapter together with court 11 costs shall be assessed against the person or persons requesting the 12 hearing, unless the operator did not have a signed and valid 13 impoundment authorization from a private property owner or an 14 authorized agent.
- 15 (e) If the impoundment is determined to be in violation of this chapter, then the registered and legal owners of the vehicle shall bear 16 no impoundment, towing, or storage fees, and any security shall be 17 returned or discharged as appropriate, and the person or agency who 18 19 authorized the impoundment shall be liable for any towing, storage, or 20 other impoundment fees permitted under this chapter. The court shall enter judgment in favor of the registered tow truck operator against 21 the person or agency authorizing the impound for the impoundment, 22 towing, and storage fees paid. In addition, the court shall enter 23 24 judgment in favor of the registered and legal owners of the vehicle for 25 reasonable damages for loss of the use of the vehicle during the time 26 the same was impounded, for not less than fifty dollars per day, against the person or agency authorizing the impound. If any judgment 27 entered is not paid within fifteen days of notice in writing of its 28 29 entry, the court shall award reasonable attorneys' fees and costs 30 against the defendant in any action to enforce the judgment. Notice of 31 entry of judgment may be made by registered or certified mail, and proof of mailing may be made by affidavit of the party mailing the 32 notice. Notice of the entry of the judgment shall read essentially as 33 34 follows:
- 35 TO:

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- 36 YOU ARE HEREBY NOTIFIED JUDGMENT was entered against you in the
- 37 Court located at in the sum of
- \$..., in an action entitled ..., Case No.
- 39 . . . YOU ARE FURTHER NOTIFIED that attorneys fees and costs

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- 7 (4) Any impounded abandoned vehicle not redeemed within fifteen 8 days of mailing of the notice of custody and sale as required by RCW 9 46.55.110(2) shall be sold at public auction in accordance with all the provisions and subject to all the conditions of RCW 46.55.130. 10 vehicle may be redeemed at any time before the start of the auction 11 12 upon payment of towing and storage fees, and presentation of proof that all unpaid parking violations are paid or another satisfactory 13 arrangement is made with the impounding authority for their payment or 14 15 discharge.
- 16 **Sec. 4.** RCW 46.55.130 and 1989 c 111 s 12 are each amended to read 17 as follows:
- (1) If, after the expiration of fifteen days from the date of 18 19 mailing of notice of custody and sale required in RCW 46.55.110(2) to 20 the registered and legal owners, the vehicle remains unclaimed and has 21 not been listed as a stolen vehicle, then the registered tow truck 22 operator having custody of the vehicle shall conduct a sale of the vehicle at public auction after having first published a notice of the 23 date, place, and time of the auction in a newspaper of general 24 circulation in the county in which the vehicle is located not less than 25 26 three days and no more than ten days before the date of the auction. The notice shall contain a description of the vehicle including the 27 make, model, year, and license number and a notification that a three-28 29 hour public viewing period will be available before the auction. auction shall be held during daylight hours of a normal business day. 30
- 31 (2) The following procedures are required in any public auction of 32 such abandoned vehicles:
- 33 (a) The auction shall be held in such a manner that all persons 34 present are given an equal time and opportunity to bid;
- 35 (b) All bidders must be present at the time of auction unless they 36 have submitted to the registered tow truck operator, who may or may not 37 choose to use the preauction bid method, a written bid on a specific 38 vehicle. Written bids may be submitted up to five days before the

- 1 auction and shall clearly state which vehicle is being bid upon, the 2 amount of the bid, and who is submitting the bid;
- 3 (c) The open bid process, including all written bids, shall be used 4 so that everyone knows the dollar value that must be exceeded;
- 5 (d) The highest two bids received shall be recorded in written form 6 and shall include the name, address, and telephone number of each such 7 bidder;
- 8 (e) In case the high bidder defaults, the next bidder has the right 9 to purchase the vehicle for the amount of his or her bid;
- 10 (f) The successful bidder shall apply for title within fifteen 11 days;
- (g) The registered tow truck operator shall post a copy of the auction procedure at the bidding site. If the bidding site is different from the licensed office location, the operator shall post a clearly visible sign at the office location that describes in detail where the auction will be held. At the bidding site a copy of the newspaper advertisement that lists the vehicles for sale shall be posted;

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- (h) All surplus moneys derived from the auction ((after)) shall be used first for satisfaction of the registered tow truck operator's lien; and second, to satisfy all unpaid parking violations of the impounding authority. The balance shall be remitted within thirty days to the department for deposit in the state motor vehicle fund. A report identifying the vehicles resulting in any surplus shall accompany the remitted funds. If the director subsequently receives a valid claim from the registered vehicle owner of record as determined by the department within one year from the date of the auction, the surplus moneys shall be remitted to such owner;
- (i) If an operator receives no bid, or if the operator is the successful bidder at auction, the operator shall, within thirty days sell the vehicle to a licensed vehicle wrecker, hulk hauler, or scrap processor by use of the abandoned vehicle report-affidavit of sale, or the operator shall apply for title to the vehicle.
- 34 (3) In no case may an operator hold a vehicle for longer than 35 ninety days without holding an auction on the vehicle, except for 36 vehicles that are under a police or judicial hold.
- 37 (4) (a) In no case may the accumulation of storage charges exceed 38 fifteen days from the date of receipt of the information by the 39 operator from the department as provided by RCW 46.55.110(2).

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- 1 (b) The failure of the registered tow truck operator to comply with 2 the time limits provided in this chapter limits the accumulation of 3 storage charges to five days except where delay is unavoidable. 4 Providing incorrect or incomplete identifying information to the 5 department in the abandoned vehicle report shall be considered a 6 failure to comply with these time limits if correct information is 7 available.
- 8 <u>NEW SECTION.</u> **Sec. 5.** A new section is added to chapter 46.55 RCW 9 to read as follows:
- 10 Records maintained by a municipal or district court as of the close 11 of business of the previous court day, Saturdays, Sundays, and holidays 12 excluded, may be relied upon in ordering an impound on account of an 13 aggregate amount of unpaid parking violations upon a motor vehicle.

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