HOUSE BILL 1240

State of Washington 69th Legislature 2025 Regular Session

By Representatives Peterson and Donaghy

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AN ACT Relating to vehicle impounds; amending RCW 46.55.090, 46.55.120, 46.55.130, 46.55.140, 46.55.230, and 46.53.010; reenacting and amending RCW 46.55.010; adding a new section to chapter 46.55 RCW; and creating a new section.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

6 <u>NEW SECTION.</u> Sec. 1. (1) Because of rapidly rising rents, 7 insufficient wages, and high costs of living, there is a significant 8 and growing number of people in Washington for whom the loss of their 9 car means the loss of their livelihood. A vehicle is often the only 10 means through which families in poverty can travel for work, medical 11 care, and other necessities of daily life.

12 (2) When high costs of living force people out of their housing, 13 some have no choice but to live in their vehicles. For people in this 14 situation, a vehicle can provide a modicum of safety, privacy, 15 ability to store belongings, and freedom of movement not available to 16 those forced to live on the street.

17 (3) The number of people sheltering in their vehicles in 18 Washington vastly exceeds the number of designated safe parking areas 19 where they can stay without fear of committing a parking infraction. 20 As a result, many people who live in their vehicles face the constant 21 risk of having their only shelter impounded.

1 (4) When people lose their only shelter to impound, the consequences are devastating. They may be forced to sleep on the 2 3 street or in congregate shelters; they may lose access to belongings like identification, medication, and legal documents; and they may 4 lose their only means to make money to pay the fines and fees imposed 5 6 on them. If a person is unable to pay impound fines and fees, the person's vehicle can be auctioned off, leaving the person with no 7 8 shelter permanently.

9 (5) The Washington supreme court affirmed in the case of *City of* 10 *Seattle v. Steven Long* that vehicular homes are protected from forced 11 sale under the homestead act. The supreme court further ruled that 12 courts presiding over impound hearings must determine whether impound 13 fines and fees, as levied against people who cannot pay them, violate 14 the excessive fines clauses of the state and federal Constitutions. 15 Fines found to be constitutionally excessive must be reduced.

16 (6) Current processes for obtaining an impound hearing can be 17 lengthy and are often inaccessible to people attempting to retrieve 18 their vehicle residences from impound. Storage costs increase every 19 day that a vehicle remains in impound, meaning that people who cannot 20 pay the costs face a greater financial obstacle to retrieving their 21 vehicles the longer it takes to resolve their case through the 22 courts.

23 legislature finds that the statutes as currently (7) The constructed are in conflict with the law as clarified by the courts. 24 25 The legislature further finds that making an expedited court process 26 accessible to people whose vehicle shelters are impounded can prevent them from being forced to live on the street and reduce their burden 27 28 of debt for fines and fees they cannot pay. An expedited court process will also reduce the amount of time vehicle residences remain 29 in impound, which will minimize the financial burden on the state 30 31 resulting from the constitutional mandate to reduce fines and impound 32 fees when those costs would deprive a person of the person's livelihood. 33

34 (8) Therefore, the legislature intends to resolve the existing 35 conflict between statute and case law, and to create an expedited 36 process through which those in deep poverty can more quickly retrieve 37 their only shelter from impound and avoid unconstitutionally 38 excessive fines.

1 NEW SECTION. Sec. 2. A new section is added to chapter 46.55 2 RCW to read as follows:

(1) An impounded vehicle that is used as a vehicle residence is 3 subject to additional procedures and protections including, but not 4 limited to, those outlined in this section. 5

6 (2) If a state or its agents or a local government or its agents receives information or observes an indication that a vehicle is a 7 vehicle residence, the state or its agents or local government or its 8 agents must notify the registered tow truck operator when requesting 9 an impound or within 24 hours of receiving such information that the 10 11 vehicle may be a vehicle residence and may be subject to additional 12 protections.

(3) (a) If at any point before public auction, an operator or any 13 14 its agents or employees receives information pursuant to of subsection (2) of this section, or if any individual tells an 15 16 operator or any of its agents or employees that the impounded vehicle 17 is a vehicle residence, any public auction procedures under RCW 46.55.130 must be stopped. The operator must provide to 18 any individual claiming to live in the vehicle: 19

(i) Written notice of the right of redemption and opportunity for 20 21 a hearing;

22 (ii) A form to be used for requesting a hearing;

23 (iii) The name of the person or agency authorizing the impound; 24 and

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(iv) A copy of the current towing and storage invoice.

26 (b) The information in (a)(i) through (iv) of this subsection must be provided again, even if it has already been previously mailed 27 or provided under the procedures described in RCW 46.55.110. 28

29 (4) A vehicle residence may be considered an abandoned vehicle if: 30

31 (a) Ninety days have passed since notice from a state or its 32 agents or local government or its agents under subsection (2) of this 33 section;

(b) Ninety days have passed since providing or reproviding the 34 notice under subsection (3) of this section; and 35

36 (c) No individual claiming to reside in the vehicle or any other individual authorized to redeem the vehicle under RCW 46.55.120 has 37 requested a hearing, redeemed the vehicle by payment, or communicated 38 39 with the operator to arrange redemption of the vehicle.

1 (5) An operator may proceed forward with the public auction procedures under RCW 46.55.130 after expiration of the 90-day period, 2 by providing a mailing of notice of custody and sale to the 3 registered and legal owners, and by providing the notice to any 4 individuals that previously came forward to say they lived in the 5 6 vehicle. The vehicle may then proceed to auction 15 days after expiration of the notice of custody and sale, pursuant to the general 7 procedures of RCW 46.55.130, or 15 days after a court has ordered the 8 9 vehicle released.

10 (6) If an impounded vehicle is subject to the provisions of this 11 section, personal belongings shall be kept intact and shall be 12 returned to the vehicle's owner or agent during normal business hours 13 upon request and presentation of a driver's license or other 14 sufficient identification, and may not be considered abandoned or 15 disposed of at the operator's discretion until the date of auction. 16 No personal belongings request form is required under RCW 46.55.090.

17 (7) If the impound was carried out at the direction of the state 18 or its agents or a local government or its agents, they are 19 responsible for paying any storage costs to the operator. If the 20 impound was private and without governmental involvement, no 21 additional storage costs may accrue once either an individual has 22 notified the operator the individual resides in the vehicle or after 23 a hearing has been requested.

24 Sec. 3. RCW 46.55.010 and 2023 c 326 s 1 are each reenacted and 25 amended to read as follows:

The definitions ((set forth)) in this section apply throughout this chapter((:)) unless the context clearly requires otherwise.

(1) "Abandoned vehicle" means a vehicle that a registered tow truck operator has impounded and held in the operator's possession for 120 consecutive hours.

31 (2) "Abandoned vehicle report" means the document prescribed by 32 the state that the towing operator forwards to the department after a 33 vehicle has become abandoned.

34 (3) "Immobilize" means the use of a locking wheel boot that, when 35 attached to the wheel of a vehicle, prevents the vehicle from moving 36 without damage to the tire to which the locking wheel boot is 37 attached.

(4) "Impound" means to take and hold a vehicle in legal custody.There are two types of impounds—public and private.

1 (a) "Public impound" means that the vehicle has been impounded at 2 the direction of a law enforcement officer or by a public official 3 having jurisdiction over the public property upon which the vehicle 4 was located.

5 (b) "Private impound" means that the vehicle has been impounded 6 at the direction of a person having control or possession of the 7 private property upon which the vehicle was located.

8 (5) "Junk vehicle" means a vehicle certified under RCW 46.55.230
9 as meeting at least three of the following requirements:

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(a) Is three years old or older;

(b) Is extensively damaged, such damage including but not limited to any of the following: A broken window or windshield, or missing wheels, tires, motor, or transmission;

14 (c) Is apparently inoperable;

15 (d) Has an approximate fair market value equal only to the 16 approximate value of the scrap in it.

17 (6) "Master log" means the document or an electronic facsimile 18 prescribed by the department and the Washington state patrol in which 19 an operator records transactions involving impounded vehicles.

20 (7) "Registered tow truck operator" or "operator" means any 21 person who engages in the impounding, transporting, or storage of 22 unauthorized vehicles or the disposal of abandoned vehicles.

(8) "Residential property" means property that has no more thanfour living units located on it.

(9) "Suspended license impound" means an impound ordered under
 RCW 46.55.113 because the operator was arrested for a violation of
 RCW 46.20.342 or 46.20.345.

(10) "Tow truck" means a motor vehicle that is equipped for and used in the business of towing vehicles with equipment as approved by the state patrol.

31 (11) "Tow truck number" means the number issued by the department 32 to tow trucks used by a registered tow truck operator in the state of 33 Washington.

34 (12) "Tow truck permit" means the permit issued annually by the 35 department that has the classification of service the tow truck may 36 provide stamped upon it.

37 (13) "Tow truck service" means the transporting upon the public 38 streets and highways of this state of vehicles, together with 39 personal effects and cargo, by a tow truck of a registered operator.

1 (14) "Unauthorized vehicle" means a vehicle that is subject to 2 impoundment after being left unattended in one of the following 3 public or private locations for the indicated period of time:

Subject to removal after: 4 5 (a) Public locations: (i) Constituting an accident or a traffic hazard as 6 7 defined in RCW 46.55.113 Immediately On a highway and tagged as described in RCW 8 (ii) 9 10 (iii) In a publicly owned or controlled parking 11 facility, properly posted under RCW 12 46.55.070 Immediately Within the right-of-way used by a regional transit (iv) 13 authority for high capacity transportation where 14 15 the vehicle constitutes an obstruction to the 16 operation of high capacity transportation vehicles 17 or jeopardizes public safety. Immediately 18 19 (b) Private locations: 20 On residential property Immediately (i) 21 (ii) On private, nonresidential property, 22 properly posted under RCW 46.55.070 Immediately 23 On private, nonresidential property, 24 (iii) 25 not posted 24 hours 26 (15) "Vehicle residence" means a vehicle that is used as a home, residence, shelter, and/or homestead pursuant to chapter 6.13 RCW. 27 28 Vehicle residences are not considered abandoned and are instead 29 subject to additional protections and procedures, as outlined in this

30 <u>chapter</u>.

31 Sec. 4. RCW 46.55.090 and 2019 c 401 s 1 are each amended to 32 read as follows:

(1) All vehicles impounded shall be taken to the nearest storage location that has been inspected and is listed on the application filed with the department. 1 (2) All vehicles and stored personal belongings shall be handled 2 and returned in substantially the same condition as they existed 3 before being towed.

(3) For purposes of this ((subsection [section])) section, 4 "personal belongings" means personal property and contents in a 5 6 vehicle, with the exception of those items of personal property that are registered or titled with the department. For a period of 7 ((twenty)) 20 days from impound, personal belongings shall be kept 8 intact, and shall be returned to the vehicle's owner or agent during 9 normal business hours upon request and presentation of a driver's 10 license or other sufficient identification. A vehicle's owner or 11 12 agent may retrieve personal belongings from the vehicle and request that the registered tow truck operator store the personal belongings 13 for a period of ((thirty)) 30 days from the date of signing a 14 personal belongings storage request form. If a personal belongings 15 16 storage request form is not submitted, personal belongings not 17 claimed within ((twenty)) 20 days from the date of the impound are considered abandoned and may be disposed of at the registered tow 18 19 truck operator's discretion. If a personal belongings storage request form is submitted to the registered tow truck operator, personal 20 belongings not claimed within ((thirty)) 30 days of the date the 21 personal belongings storage request form is submitted are considered 22 23 abandoned and may be disposed of at the registered tow truck operator's discretion. Abandoned personal belongings may be sold at 24 25 auction with the vehicle to fulfill a lien against the vehicle. The 26 department shall adopt rules prescribing the content and format of the personal belongings storage request form. If an impounded vehicle 27 is subject to section 2 of this act, the treatment of personal 28 belongings is subject to section 2(6) of this act. 29

30 (4) Tow truck drivers shall have a Washington state driver's
 31 license endorsed for the appropriate classification under chapter
 32 46.25 RCW or the equivalent issued by another state.

33 (5) Any person who shows proof of ownership or written 34 authorization from the impounded vehicle's registered or legal owner 35 or the vehicle's insurer may view the vehicle without charge during 36 normal business hours.

37 Sec. 5. RCW 46.55.120 and 2017 c 152 s 1 are each amended to 38 read as follows: (1) (a) Vehicles or other items of personal property registered or
 titled with the department that are impounded by registered tow truck
 operators pursuant to RCW 46.55.080, 46.55.085, 46.55.113, or
 9A.88.140 may be redeemed only by the following persons or entities:

5 (i) The legal owner;

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(ii) The registered owner;

(iii) A person authorized in writing by the registered owner;

8 (iv) The vehicle's insurer or a vendor working on behalf of the 9 vehicle's insurer;

(v) A third-party insurer that has a duty to repair or replace 10 11 the vehicle, has obtained consent from the registered owner or the 12 owner's agent to move the vehicle, and has documented that consent in the insurer's claim file, or a vendor working on behalf of a third-13 party insurer that has received such consent; provided, however, that 14 at all times the registered owner must be granted access to and may 15 16 reclaim possession of the vehicle. For the purposes of this 17 subsection, "owner's agent" means the legal owner of the vehicle, a 18 driver in possession of the vehicle with the registered owner's permission, or an adult member of the registered owner's family; 19

(vi) A person who is determined and verified by the operator to have the permission of the registered owner of the vehicle or other item of personal property registered or titled with the department;

(vii) A person who has purchased a vehicle or item of personal property registered or titled with the department from the registered owner who produces proof of ownership or written authorization and signs a receipt therefor; ((or))

(viii) If (a)(i) through (vii) of this subsection do not apply, a person, who is known to the registered or legal owner of a motorcycle or moped, as each are defined in chapter 46.04 RCW, that was towed from the scene of an accident, may redeem the motorcycle or moped as a bailment in accordance with RCW 46.55.125 while the registered or legal owner is admitted as a patient in a hospital due to the accident; or

34 (ix) A person who is authorized by a court, after an impound 35 hearing or other procedure, to redeem the vehicle.

36 <u>(A) A court or administrative hearing officer, for the</u> 37 jurisdiction in which the vehicle was impounded, may order release of 38 <u>the vehicle to any person meeting the criteria in (a)(i) through</u> 39 <u>(viii) of this subsection after a hearing or legal proceeding.</u>

(B) If ownership of the vehicle or authorization from the legal 1 or registered owner to use, reside in, or retrieve the vehicle is 2 disputed, a court or hearing officer may review any additionally 3 presented information and evidence to determine ownership or 4 authorization to the vehicle. If a person establishes at a hearing or 5 6 other legal proceeding, by a preponderance of the evidence, that they 7 own the vehicle, have authorization to retrieve or reside in the vehicle, or otherwise meet the criteria in (a)(i) through (viii) of 8 this subsection, the court may order release of the vehicle to the 9 10 requesting person.

11 <u>(C) A court may also order release and retrieval of any personal</u> 12 property inside a vehicle, if a requesting person establishes 13 ownership to that personal property, by a preponderance of the 14 evidence.

15 <u>(D) A court or administrative hearing officer, for the</u> 16 jurisdiction in which the vehicle was impounded, may continue a 17 hearing for up to 30 days to clarify ownership or authorization to a 18 vehicle. If a claimant files a claim to quiet title to the vehicle 19 under RCW 46.12.680 during the 30-day period, a court shall grant an 20 additional continuance until that claim has ended.

(b) In addition, a vehicle impounded because the operator is in 21 violation of RCW 46.20.342(1)(c) shall not be released until a person 22 23 eligible to redeem it under (a) of this subsection satisfies the requirements of (f) of this subsection((, including paying all 24 25 towing, removal, and storage fees)) or if a court has ordered release, notwithstanding the fact that the hold was ordered by a 26 27 government agency. If the department's records show that the operator has been convicted of a violation of RCW 46.20.342 or a similar local 28 ordinance within the past five years, the vehicle may be held for up 29 to ((thirty)) 30 days at the written direction of the agency ordering 30 31 the vehicle impounded. A vehicle impounded because the operator is 32 arrested for a violation of RCW 46.20.342 may be released only pursuant to a written order from the agency that ordered the vehicle 33 impounded or from the court having jurisdiction. An agency shall 34 issue a written order to release pursuant to a provision of an 35 applicable state agency rule or local ordinance authorizing release 36 on the basis of the following: 37

38 (i) Economic or personal hardship to the <u>family</u>, spouse, or
 39 <u>domestic partner</u> of the operator, taking into consideration public

1 safety factors, including the operator's criminal history and driving 2 record; ((or))

3 (ii) The owner of the vehicle was not the driver, the owner did 4 not know that the driver's license was suspended or revoked, and the 5 owner has not received a prior release under this subsection or RCW 6 46.55.113(3); or

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(iii) The vehicle is a vehicle residence.

8 In order to avoid discriminatory application, other than for the 9 reasons for release set forth in (b)(i) ((and (ii))) through (iii) of 10 this subsection, an agency shall, under a provision of an applicable 11 state agency rule or local ordinance, deny release in all other 12 circumstances without discretion.

If a vehicle is impounded because the operator is in violation of 13 RCW 46.20.342(1) (a) or (b), the vehicle may be held for up to 14 15 ((thirty)) 30 days at the written direction of the agency ordering 16 the vehicle impounded. However, if the department's records show that 17 the operator has been convicted of a violation of RCW 46.20.342(1) (a) or (b) or a similar local ordinance within the past five years, 18 the vehicle may be held at the written direction of the agency 19 ordering the vehicle impounded for up to ((sixty)) 60 days, and for 20 21 up to ((ninety)) 90 days if the operator has two or more such prior 22 offenses. If a vehicle is impounded because the operator is arrested for a violation of RCW 46.20.342, the vehicle may not be released 23 until a person eligible to redeem it under (a) of this subsection 24 25 satisfies the requirements of (f) of this subsection, including paying all towing, removal, and storage fees, notwithstanding the 26 fact that the hold was ordered by a government agency. 27

28 (c) If the vehicle is directed to be held for a suspended license impound, a person who desires to redeem the vehicle at the end of the 29 period of impound shall within five days of the impound at the 30 31 request of the tow truck operator pay a security deposit to the tow 32 truck operator of not more than one-half of the applicable impound 33 storage rate for each day of the proposed suspended license impound. The tow truck operator shall credit this amount against the final 34 bill for removal, towing, and storage upon redemption. The tow truck 35 operator may accept other sufficient security in lieu of the security 36 deposit. If the person desiring to redeem the vehicle does not pay 37 the security deposit or provide other security acceptable to the tow 38 39 truck operator, the tow truck operator may process and sell at 40 auction the vehicle as an abandoned vehicle within the normal time

limits set out in RCW 46.55.130(1). The security deposit required by this section may be paid and must be accepted at any time up to ((twenty-four)) 24 hours before the beginning of the auction to sell the vehicle as abandoned. The registered owner is not eligible to purchase the vehicle at the auction, and the tow truck operator shall sell the vehicle to the highest bidder who is not the registered owner.

8 (d) Notwithstanding (c) of this subsection, a rental car business 9 may immediately redeem a rental vehicle it owns by payment of the 10 costs of removal, towing, and storage, whereupon the vehicle will not 11 be held for a suspended license impound.

(e) Notwithstanding (c) of this subsection, a motor vehicle 12 dealer or lender with a perfected security interest in the vehicle 13 may redeem or lawfully repossess a vehicle immediately by payment of 14 the costs of removal, towing, and storage, whereupon the vehicle will 15 16 not be held for a suspended license impound. A motor vehicle dealer 17 or lender with a perfected security interest in the vehicle may not knowingly and intentionally engage in collusion with a registered 18 owner to repossess and then return or resell a vehicle to the 19 registered owner in an attempt to avoid a suspended license impound. 20 However, this provision does not preclude a vehicle dealer or a 21 lender with a perfected security interest in the vehicle from 22 repossessing the vehicle and then selling, leasing, or otherwise 23 disposing of it in accordance with chapter 62A.9A RCW, 24 including 25 providing redemption rights to the debtor under RCW 62A.9A-623. If the debtor is the registered owner of the vehicle, the debtor's right 26 27 to redeem the vehicle under chapter 62A.9A RCW is conditioned upon 28 the debtor obtaining and providing proof from the impounding authority or court having jurisdiction that any fines, penalties, and 29 forfeitures owed by the registered owner, as a result of the 30 31 suspended license impound, have been paid, and proof of the payment 32 must be tendered to the vehicle dealer or lender at the time the debtor tenders all other obligations required to redeem the vehicle. 33 Vehicle dealers or lenders are not liable for damages if they rely in 34 good faith on an order from the impounding agency or a court in 35 releasing a vehicle held under a suspended license impound. 36

(f) The vehicle or other item of personal property registered or titled with the department shall be released upon the presentation to any person having custody of the vehicle of commercially reasonable tender sufficient to cover the costs of towing, storage, or other

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1 services rendered during the course of towing, removing, impounding, or storing any such vehicle, with credit being given for the amount 2 of any security deposit paid under (c) of this subsection. 3 In addition, if a vehicle is impounded because the operator was arrested 4 for a violation of RCW 46.20.342 or 46.20.345 and was being operated 5 6 by the registered owner when it was impounded under local ordinance or agency rule, it must not be released to any person until the 7 registered owner establishes with the agency that ordered the vehicle 8 impounded or the court having jurisdiction that any penalties, fines, 9 or forfeitures owed by him or her have been satisfied. Registered tow 10 11 truck operators are not liable for damages if they rely in good faith 12 on an order from the impounding agency or a court in releasing a vehicle held under a suspended license impound. Commercially 13 reasonable tender shall include, without limitation, cash, major bank 14 15 credit cards issued by financial institutions, or personal checks 16 drawn on Washington state branches of financial institutions if 17 accompanied by two pieces of valid identification, one of which may 18 be required by the operator to have a photograph. If the towing firm 19 cannot determine through the customer's bank or a check verification service that the presented check would be paid by the bank or 20 21 guaranteed by the service, the towing firm may refuse to accept the 22 check. Any person who stops payment on a personal check or credit 23 card, or does not make restitution within ten days from the date a check becomes insufficient due to lack of funds, to a towing firm 24 25 that has provided a service pursuant to this section or in any other 26 manner defrauds the towing firm in connection with services rendered pursuant to this section shall be liable for damages in the amount of 27 28 twice the towing and storage fees, plus costs and reasonable 29 ((attorney's)) attorneys' fees.

(2) (a) The registered tow truck operator shall give to each and 30 31 any person who seeks to redeem an impounded vehicle, or item of personal property registered or titled with the department, written 32 33 notice of the right of redemption and opportunity for a hearing, which notice shall be accompanied by a form to be used for requesting 34 a hearing, the name of the person or agency authorizing the impound, 35 and a copy of the towing and storage invoice. The registered tow 36 truck operator shall maintain a record evidenced by the redeeming 37 person's signature that such notification was provided. The form to 38 39 request a hearing shall be given to any person who seeks to redeem an 40 impounded vehicle, even if the person does not appear on record as the registered or legal owner. The form to request a hearing must also be made available in all languages spoken by more than 10 percent of the population in the county where the operator is registered. The department shall adopt rules prescribing the content and format of the hearing form to ensure that individuals have adequate notice of the hearing procedures and rights outlined in this section.

(b) Any person seeking to redeem an impounded vehicle under this 8 section has a right to a hearing in the district or municipal court 9 10 for the jurisdiction in which the vehicle was impounded to contest the validity of the impoundment, an operator's retention of an 11 12 impounded vehicle, or the amount of towing and storage charges. The 13 district court has jurisdiction to determine the issues involving all impoundments including those authorized by the state or its agents or 14 15 impoundments involving tows from private property. The municipal 16 court has jurisdiction to determine the issues involving impoundments 17 authorized by agents of the municipality. Any request for a hearing shall be made in writing on the form provided for that purpose and 18 19 must be received by the appropriate court within ((ten)) 10 days of the date the opportunity was provided for in (a) of this subsection 20 21 and more than five days before the date of the auction. ((At the time of the filing of the hearing request, the petitioner shall pay to the 22 23 court clerk a filing fee in the same amount required for the filing 24 of a suit in district court.)) If an individual wishes to request a 25 hearing but has misplaced or claims to have not received the hearing request form from the operator, courts shall ensure that an 26 27 additional copy of the form is provided to anyone who requests it. 28 Courts may require filing fees for hearing requests, but courts shall waive these fees for individuals who cannot pay due to financial 29 30 hardship or if they are requesting a hearing to redeem a vehicle they 31 claim is a vehicle residence. If the hearing request is not received by the court within the ((ten-day)) <u>10-day</u> period, the right to a 32 hearing ((is)) may be waived and the registered owner is liable for 33 34 any towing, storage, or other impoundment charges permitted under this chapter, unless the court has received information that the 35 36 vehicle is lived in and comes under the alternate provisions of this 37 section, which allow for additional time to request a hearing. Courts may consider late hearing requests, prior to auction of the vehicle, 38 39 upon good cause. Good cause shall be freely granted where an 1 <u>individual claims financial hardship due to loss of the vehicle or</u> 2 where the vehicle is a vehicle residence.

(c) If an impounded vehicle is still held by the operator and has 3 not been redeemed, courts shall develop procedures to ensure that a 4 hearing is conducted within two business days after the request for a 5 6 hearing. If extraordinary circumstances delay the hearing beyond two 7 business days and the impounded vehicle is claimed to be used as a vehicle residence, courts shall order the release of the vehicle to 8 the claimed occupant and hearing requester if they qualify to redeem 9 10 the vehicle under subsection (1)(a)(i) through (viii) of this section, pending final determination at the hearing. Upon receipt of 11 a timely hearing request, the court shall proceed to hear and 12 determine the validity of the impoundment. 13

14 (d) If an impounded vehicle has already been redeemed by the 15 hearing requester and is not in the operator's possession, courts 16 shall schedule hearings within 30 days of the request for hearing. 17 Upon receipt of a request, the court shall proceed to hear and 18 determine the validity of the impoundment. Upon receipt of a timely 19 hearing request, the court shall proceed to hear and determine the 20 validity of the impoundment.

(3) (a) The court, ((within five days)) immediately after receiving 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 or other item of personal property registered or titled with the department, and the person or agency authorizing the impound in writing of the hearing date and time.

(b) At the hearing, the person or persons requesting the hearing may produce any relevant evidence to show that the impoundment, towing, or storage fees charged were not proper. The court may consider a written report made under oath by the officer who authorized the impoundment in lieu of the officer's personal appearance at the hearing.

(c) At the conclusion of the hearing, the court shall determine whether the impoundment was proper <u>and in accord with applicable law</u> <u>and constitutional standards</u>, 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.)) If the impoundment is found proper, the court shall determine whether those fees are proper in light of the responsible individual's financial circumstances. If the vehicle is still within the operator's possession, the court shall also determine whether the vehicle shall be released to the individual requesting the hearing.

5 (d) ((If the impoundment is found proper, the impoundment, 6 towing, and storage fees as permitted under this chapter together 7 with court costs shall be assessed against the person or persons 8 requesting the hearing, unless the operator did not have a signed and 9 valid impoundment authorization from a private property owner or an 10 authorized agent.

11 (e)) If the impoundment was authorized at the direction or request of the state or its agents or a local government or its 12 13 agents, the court must determine whether the impound fees, storage 14 fees, or any other impound related charges are excessive, taking into 15 consideration the individual's ability to pay, the effect of the impound and fees on the individual's livelihood, and any other 16 17 applicable factors. The court shall lower fees and charges if they 18 are excessive. In addition to lowering the fees and charges, the court may also allow payment of any reduced imposed towing and 19 20 storage fees on an affordable monthly or other term payment plan. If 21 the court lowers impound or storage fees, the state or its agents or 22 local government or its agents must pay the remaining costs of the 23 impoundment or storage to the operator, or as otherwise determined by 24 the contract with the operator.

25 (e) If the impoundment was not authorized at the direction or 26 request of a state or its agents or a local government or its agents 27 such as during a privately requested impound from private property, 28 the court may determine whether the fees or charges and impound were 29 proper, but the court may not adjust fees or charges that are in 30 compliance with posted or contracted rates. However, the court shall take into consideration the individual's ability to pay and financial 31 32 hardship, and must order payment of any imposed towing and storage fees on an affordable monthly or other term payment plan. 33

34 (f) If the impounded vehicle is a vehicle residence, regardless 35 of whether the impound was authorized by the state or its agents or a 36 local government or its agents or at the request of a private 37 citizen, the vehicle may not be sold under the public auction 38 procedures under RCW 46.55.130 and may not be retained by the 39 operator for unpaid charges. If the person or persons who requested 40 the hearing provide any information, evidence, or statements to the

1 court that they reside in the vehicle or if they provide any information to the court that the vehicle is a vehicle residence, the 2 court must order release of the vehicle to the person requesting the 3 hearing after determining that any other person was authorized or 4 deemed eligible by the court under this section. A statement on the 5 6 record in court that someone resided in the vehicle before impound is 7 sufficient information that the vehicle gualifies as a vehicle residence, and any vehicle claimed as a vehicle residence is presumed 8 9 valid. A state or its agents or a local government or its agents who 10 authorized an impound may contest the fact that a vehicle is not a vehicle residence at an impound hearing, but must provide clear and 11 12 convincing evidence that the vehicle is not used as a residence. The 13 court may additionally lower imposed towing and storage fees, but the court may not condition release of the vehicle upon any immediate 14 payment of any of those fees. If the person at the hearing does not 15 meet the requirements of a person authorized to redeem the vehicle 16 17 under this section, the court may reschedule the hearing to allow the requester time to gather additional information to show authorization 18 to redeem the vehicle, such as a written statement from the 19 registered owner, and/or proof of pending title or registration 20 21 change.

22 (q) If the impoundment is determined to be in violation of this 23 chapter or if the operator did not have a signed and valid 24 impoundment authorization from a private property owner or an 25 authorized agent, then the registered and legal owners of the vehicle 26 or other item of personal property registered or titled with the 27 department shall bear no impoundment, towing, or storage fees, and 28 any security shall be returned or discharged as appropriate, and the 29 person or agency who authorized the impoundment shall be liable for 30 any towing, storage, or other impoundment fees permitted under this 31 chapter. The court shall enter judgment in favor of the registered 32 tow truck operator against the person or agency authorizing the impound for the impoundment, towing, and storage fees paid. 33 In 34 addition, the court shall enter judgment in favor of the registered and legal owners of the vehicle, or other item of personal property 35 registered or titled with the department, for the amount of the 36 37 filing fee <u>if</u> required ((by law)) for the impound hearing petition as well as reasonable damages for loss of the use of the vehicle during 38 39 time the same was impounded against the person or agency the 40 authorizing the impound. However, if an impoundment arising from an

1 alleged violation of RCW 46.20.342 or 46.20.345 is determined to be in violation of this chapter, then the law enforcement officer 2 3 directing the impoundment and the government employing the officer are not liable for damages if the officer relied in good faith and 4 without gross negligence on the records of the department 5 in 6 ascertaining that the operator of the vehicle had a suspended or 7 revoked driver's license. If any judgment entered is not paid within ((fifteen)) 15 days of notice in writing of its entry, the court 8 9 shall award reasonable attorneys' fees and costs against the defendant in any action to enforce the judgment. Notice of entry of 10 11 judgment may be made by registered or certified mail, and proof of 12 mailing may be made by affidavit of the party mailing the notice. 13 Notice of the entry of the judgment shall read essentially as 14 follows:

15 TO:

16 YOU ARE HEREBY NOTIFIED JUDGMENT was entered against you in 17 the Court located at in the sum of 18 \$. , in an action entitled , Case 19 No. . . . YOU ARE FURTHER NOTIFIED that attorneys fees and 20 costs will be awarded against you under RCW . . . if the 21 judgment is not paid within 15 days of the date of this 22 notice.

DATED this . . . day of , (year) . . .
Signature
Typed name and address
of party mailing notice

27 (4) ((Any)) An impounded abandoned vehicle or item of personal 28 property registered or titled with the department that is not 29 redeemed within ((fifteen)) 15 days of mailing of the notice of custody and sale as required by RCW 46.55.110(3) shall be sold at 30 31 public auction in accordance with all the provisions and subject to all the conditions of RCW 46.55.130. If the impounded vehicle is a 32 vehicle residence it is subject to additional procedures under 33 section 2 of this act. A vehicle or item of personal property 34 35 registered or titled with the department may be redeemed at any time 36 before the start of the auction upon payment of the applicable towing 37 and storage fees.

1 Sec. 6. RCW 46.55.130 and 2017 c 152 s 2 are each amended to 2 read as follows:

(1) If, after the expiration of $((\frac{\text{fifteen}}{)})$ 15 days from the date 3 of mailing of notice of custody and sale required in RCW 46.55.110(3) 4 to the registered and legal owners, the vehicle remains unclaimed and 5 6 has not been listed as a stolen vehicle, a suspended license impound has been directed but no commercially reasonable tender has been paid 7 under RCW 46.55.120, ((or)) a person eligible to redeem under RCW 8 46.55.120(1)(a)(viii) has not come forth providing information that 9 the registered or legal owner of a motorcycle or moped is an admitted 10 patient in a hospital, or no individual or agency has come forth 11 providing any information to the operator that the vehicle is a 12 vehicle residence pursuant to section 2 of this act, the registered 13 tow truck operator having custody of the vehicle shall conduct a sale 14 of the vehicle at public auction after having first published a 15 16 notice of the date, place, and time of the auction, and a method to 17 contact the tow truck operator conducting the auction such as a 18 telephone number, email address, or website, in a newspaper of 19 general circulation in the county in which the vehicle is located not less than three days and no more than ((ten)) <u>10</u> days before the date 20 21 of the auction. For the purposes of this section, a newspaper of 22 general circulation may be a commercial, widely circulated, free, 23 classified advertisement circular not affiliated with the registered tow truck operator and the notice may be listed in a classification 24 25 delineating "auctions" or similar language designed to attract potential bidders to the auction. The notice shall contain a 26 notification that a public viewing period will be available before 27 the auction and the length of the viewing period. The auction shall 28 29 be held during daylight hours of a normal business day. The viewing period must be one hour if ((twenty-five)) 25 or fewer vehicles are 30 31 to be auctioned, two hours if more than ((twenty-five)) 25 and fewer 32 than ((fifty)) 50 vehicles are to be auctioned, and three hours if ((fifty)) 50 or more vehicles are to be auctioned. If the registered 33 tow truck operator is notified that the registered or legal owner of 34 the moped or motorcycle is an admitted patient in the hospital as 35 evidenced by a declaration on a form authorized by the department, 36 the registered tow truck operator may delay the auction of the moped 37 or motorcycle for a reasonable time in a good faith effort to provide 38 39 additional time for the redemption of the vehicle.

1 (2) <u>Vehicles used as a vehicle residence are subject to the</u> 2 <u>procedures of section 2 of this act.</u>

3 (3) The following procedures are required in any public auction 4 of such abandoned vehicles:

5 (a) The auction shall be held in such a manner that all persons 6 present are given an equal time and opportunity to bid;

7 (b) All bidders must be present at the time of auction unless 8 they have submitted to the registered tow truck operator, who may or 9 may not choose to use the preauction bid method, a written bid on a 10 specific vehicle. Written bids may be submitted up to five days 11 before the auction and shall clearly state which vehicle is being bid 12 upon, the amount of the bid, and who is submitting the bid;

13 (c) The open bid process, including all written bids, shall be 14 used so that everyone knows the dollar value that must be exceeded;

(d) The highest two bids received shall be recorded in written form and shall include the name, address, and telephone number of each such bidder;

(e) In case the high bidder defaults, the next bidder has theright to purchase the vehicle for the amount of his or her bid;

20 (f) The successful bidder shall apply for title within 21 ((fifteen)) 15 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;

29 surplus moneys derived from the auction (h) All after satisfaction of the registered tow truck operator's lien shall be 30 31 remitted within ((thirty)) 30 days to the department for deposit in 32 the state motor vehicle fund. A report identifying the vehicles resulting in any surplus shall accompany the remitted funds. If the 33 director subsequently receives a valid claim from the registered 34 vehicle owner of record as determined by the department within one 35 year from the date of the auction, the surplus moneys shall be 36 remitted to such owner; 37

(i) If an operator receives no bid, or if the operator is the
 successful bidder at auction, the operator shall, within ((forty five)) 45 days, sell the vehicle to a licensed vehicle wrecker, hulk

1 hauler, or scrap processor by use of the abandoned vehicle report-2 affidavit of sale, or the operator shall apply for title to the 3 vehicle.

((-(3))) (4) A tow truck operator may refuse to accept a bid at an 4 abandoned vehicle auction under this section for any reason in the 5 6 operator's posted operating procedures and for any of the following reasons: (a) The bidder is currently indebted to the operator; (b) 7 the operator has knowledge that the bidder has previously abandoned 8 vehicles purchased at auction; or (c) the bidder has purchased, at 9 10 auction, more than four vehicles in the last calendar year without obtaining title to any or all of the vehicles. In no case may an 11 12 operator hold a vehicle for longer than ((ninety)) 90 days without holding an auction on the vehicle, except for vehicles that are under 13 a police or judicial hold or vehicle residences. 14

15 (((-4))) (5) (a) The accumulation of storage charges applied to the 16 lien at auction under RCW 46.55.140 may not exceed ((fifteen)) 15 17 additional days from the date of receipt of the information by the operator from the department as provided by RCW 46.55.110(3) plus the 18 storage charges accumulated prior to the receipt of the information. 19 However, vehicles redeemed pursuant to RCW 46.55.120 prior to their 20 21 sale at auction are subject to payment of all accumulated storage charges from the time of impoundment up to the time of redemption. 22

23 (b) The failure of the registered tow truck operator to comply with the time limits provided in this chapter limits the accumulation 24 25 of storage charges to five days except where delay is unavoidable. 26 Providing incorrect or incomplete identifying information to the department in the abandoned vehicle report shall be considered a 27 28 failure to comply with these time limits if correct information is 29 available. However, storage charges begin to accrue again on the date 30 the correct and complete information is provided to the department by 31 the registered tow truck operator.

32 Sec. 7. RCW 46.55.140 and 2010 c 161 s 1121 are each amended to 33 read as follows:

(1) A registered tow truck operator who has a valid and signed impoundment authorization has a lien upon the impounded vehicle for services provided in the towing and storage of the vehicle, unless the impoundment is determined to have been invalid <u>or is discharged</u> <u>or adjusted by the court under RCW 46.55.130</u>. The lien does not apply to personal property in or upon the vehicle that is not permanently

attached to or is not an integral part of the vehicle except for 1 items of personal property registered or titled with the department. 2 The registered tow truck operator also has a deficiency claim against 3 the registered owner of the vehicle for services provided in the 4 towing and storage of the vehicle not to exceed the sum of ((five 5 6 hundred dollars)) \$500 after deduction of the amount bid at auction, 7 and for vehicles of over ten thousand pounds gross vehicle weight, the operator has a deficiency claim of ((one thousand dollars)) 8 \$1,000 after deduction of the amount bid at auction, unless the 9 impound is determined to be invalid or is discharged or adjusted by 10 the court under RCW 46.55.130. The limitation on towing and storage 11 12 deficiency claims does not apply to an impound directed by a law enforcement officer. In no case may the cost of the auction or a 13 buyer's fee be added to the amount charged for the vehicle at the 14 auction, the vehicle's lien, or the overage due. A registered owner 15 16 who has completed and filed with the department the report of sale as 17 provided for in RCW 46.12.650 and has timely and properly filed the 18 report of sale is relieved of liability under this section. The person named as the new owner of the vehicle on the timely and 19 properly filed report of sale shall assume liability under this 20 21 section.

(2) Any person who tows, removes, or otherwise disturbs any vehicle parked, stalled, or otherwise left on privately owned or controlled property, and any person owning or controlling the private property, or either of them, are liable to the owner or operator of a vehicle, or each of them, for consequential and incidental damages arising from any interference with the ownership or use of the vehicle which does not comply with the requirements of this chapter.

29 Sec. 8. RCW 46.55.230 and 2021 c 65 s 52 are each amended to 30 read as follows:

31 (1) (a) Notwithstanding any other provision of law, any law enforcement officer having jurisdiction, or any employee or officer 32 a jurisdictional health department acting pursuant to RCW 33 of 70A.205.195, or any person authorized by the director shall inspect 34 35 and may authorize the disposal of an abandoned junk vehicle if that abandoned junk vehicle is not a vehicle residence. The person making 36 inspection shall record the make and vehicle identification 37 the 38 number or license number of the vehicle if available, and shall also

verify that the approximate value of the junk vehicle is equivalent
 only to the approximate value of the parts.

3 (b) A tow truck operator may authorize the disposal of an 4 abandoned junk vehicle if the vehicle has been abandoned two or more 5 times, the registered ownership information has not changed since the 6 first abandonment, and the registered owner is also the legal owner.

7 (2) The law enforcement officer or department representative 8 shall provide information on the vehicle's registered and legal owner 9 to the landowner.

10 (3) Upon receiving information on the vehicle's registered and 11 legal owner, the landowner shall mail a notice to the registered and 12 legal owners shown on the records of the department. The notification 13 shall describe the redemption procedure and the right to arrange for 14 the removal of the vehicle. <u>This notification shall also be posted</u> 15 <u>directly on the vehicle.</u>

16 (4) If the vehicle remains unclaimed more than ((fifteen)) <u>15</u> 17 days after the landowner has mailed notification to the registered 18 and legal owner, <u>posted notification on the vehicle</u>, and if no one 19 <u>has come forward claiming the vehicle as a residence or home</u>, the 20 landowner may dispose of the vehicle or sign an affidavit of sale to 21 be used as a title document.

(5) ((If no information on the vehicle's registered and legal owner is found in the records of the department, the landowner may immediately dispose of the vehicle or sign an affidavit of sale to be used as a title document.

26 (6)) It is a gross misdemeanor for a person to abandon a junk vehicle on property. If a junk vehicle is abandoned, the vehicle's 27 28 registered owner shall also pay a cleanup restitution payment equal to twice the costs incurred in the removal of the junk vehicle. The 29 court shall distribute one-half of the restitution payment to the 30 31 landowner of the property upon which the junk vehicle is located, and 32 one-half of the restitution payment to the law enforcement agency or jurisdictional health department investigating the incident. 33

34 (((7))) <u>(6)</u> For the purposes of this section, the term 35 "landowner" includes a legal owner of private property, a person with 36 possession or control of private property, or a public official 37 having jurisdiction over public property.

38 (((8))) <u>(7)</u> A person complying in good faith with the 39 requirements of this section is immune from any liability arising out 40 of an action taken or omission made in the compliance. 1 Sec. 9. RCW 46.53.010 and 2018 c 287 s 5 are each amended to 2 read as follows:

(1) A registered tow truck operator, as defined in RCW 46.55.010, vehicle wrecker, as defined in RCW 46.80.010, or scrap processor, as defined in RCW 46.79.010, and scrap metal businesses, as defined in RCW 19.290.010, may apply to the department on a form prescribed by the department for cost reimbursement for the towing, transport, storage, dismantling, and disposal of abandoned recreational vehicles from public property.

10 (2) The department may only use funds under RCW 46.68.175 for 11 cost reimbursement for the towing, transport, storage, dismantling, 12 and disposal of abandoned recreational vehicles. The department may 13 not authorize reimbursements that total more than ((ten thousand 14 dollars)) <u>\$10,000</u> per vehicle for which cost reimbursements are 15 requested.

16 (3) After consulting with the 2017 stakeholder group, the 17 department may develop rules including, but not limited to, towing, 18 transport, storage, dismantling, and disposal rates, application form 19 and contents, and cost reimbursement and the reimbursement process, 20 to implement this section.

(4) The department shall convene a stakeholder work group every
 two years, with the first meeting to be held within ((twelve)) <u>12</u>
 months of rule adoption, to make recommendations on rule amendments.

(5) For the purposes of this section, an "abandoned recreational vehicle" means a camper, motor home, or travel trailer <u>not claimed as</u> <u>a vehicle residence under section 2 of this act</u> that has been impounded from public property, abandoned pursuant to chapter 46.55 RCW, and received no bids at auction, or declared an abandoned junk vehicle by a law enforcement officer, pursuant to chapter 46.55 RCW, while on public property.

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