By: Representative Moore

To: Transportation

## HOUSE BILL NO. 1214

AN ACT TO AMEND SECTION 85-7-251, MISSISSIPPI CODE OF 1972, 1 TO REVISE THE PROCEDURE THAT MUST BE FOLLOWED TO ALLOW A TOWING 2 3 COMPANY TO RETAIN POSSESSION OF A MOTOR VEHICLE AND TO ENFORCE A 4 LIEN UPON THE VEHICLE FOR THE PRICE OF TOWING AND STORAGE; TO REPEAL SECTIONS 63-23-1, 63-23-3, 63-23-5, 63-23-7, 63-23-9 AND 5 б 63-23-11, MISSISSIPPI CODE OF 1972, WHICH PROVIDE A PROCEDURE FOR 7 REMOVING ABANDONED MOTOR VEHICLES FROM THE RIGHT-OF-WAY OF PUBLIC STREETS, ROADS AND HIGHWAYS AND OTHER PUBLIC PROPERTY AND FOR SELLING AND DISPOSING OF SUCH MOTOR VEHICLES BY AUTOMOBILE 8 9 10 DEALERS, WRECKER SERVICES, REPAIR SERVICE OWNERS OR PERSONS UPON 11 WHOSE PROPERTY SUCH MOTOR VEHICLES HAVE BEEN LEFT OR LAWFULLY TOWED AT THE REQUEST OF A LAW ENFORCEMENT OFFICER; AND FOR RELATED 12 13 PURPOSES. 14 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 15 SECTION 1. Section 85-7-251, Mississippi Code of 1972, is 16 amended as follows: 17 85-7-251. (1) A towing company that tows a motor vehicle upon the request of the owner of the vehicle, upon the direction 18 of a law enforcement officer or upon the request of a real 19 property owner upon whose property the vehicle has been left 20 21 without permission of the real property owner, upon complying with 22 the provisions of subsection (2) of this section, shall have a 23 lien upon the vehicle for the reasonable price of towing and storage of the vehicle and shall be entit<u>led to retain possession</u> 24 25 of the motor vehicle until the price is paid. A towing company that fails to make a good faith effort to comply with the 26 27 provisions of subsection (2) of this section shall not be entitled to retain possession of the vehicle or to enforce a lien upon the 28 vehicle, but may commence an action in a court of competent 29 30 jurisdiction against the owner of the vehicle to recover the

31 reasonable price for towing and storage of the vehicle and such

32 <u>other charges to which the towing company deems itself to be</u> 33 lawfully entitled.

The following procedure must be followed in order to 34 (2) 35 enforce the lien created under subsection (1) of this section: Within twenty-four (24) hours after towing a vehicle, the towing 36 37 company shall report to the local law enforcement agency having 38 jurisdiction any vehicle that has been towed unless the vehicle 39 was towed at the request of the owner of the vehicle. If the 40 owner of a towed vehicle has not contacted the towing company 41 within five (5) business days of the initial tow, the towing company shall obtain from the appropriate authority the names and 42 addresses of the owner and any lienholder. If the information 43 from the appropriate authority fails to disclose the owner or 44 45 lienholder, a good faith effort shall be made by the towing 46 company to determine ownership, including a check for tag information, inspection sticker, or any papers in the vehicle that 47 48 may indicate ownership. Upon location of the owner and lienholder, the towing company shall notify them at their last 49 50 known addresses by certified mail, return receipt requested, 51 postmarked no later than the tenth day following the initial tow, 52 informing them of the amount due for towing and storage and that 53 the vehicle will be sold unless the charges due and owing are timely paid. \* \* \* If the vehicle has not been redeemed within 54 55 ten (10) days after the mailing of the certified letter, or within five (5) days after the mailing of the certified letter if the 56 value of the vehicle in its present condition is less than Two 57 58 Hundred Dollars (\$200.00), the towing company may commence sale of 59 the property at public auction after publishing for two (2) 60 consecutive weeks a notice of sale in the newspaper having circulation in the county where the vehicle was initially towed. 61 62 The proceeds of the sale of such property in excess of the amount needed to pay the towing, reasonable storage and necessary 63 64 expenses of the procedures required by this subsection shall be \*HR07/R1817\* H. B. No. 1214 06/HR07/R1817 PAGE 2 (JWB\HS)

held by the towing company for a period of six (6) months and, if not <u>claimed</u> by the owner **\* \* \*** within such time, shall become the property of the county and be paid to the chancery clerk of the county in which the sale was held to be deposited into the county general fund, subject, however, to any rights of the recorded lienholder.

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SECTION 2. Sections 63-23-1, 63-23-3, 63-23-5, 63-23-7, 72 63-23-9 and 63-23-11, Mississippi Code of 1972, which provide a 73 procedure for removing abandoned motor vehicles from the 74 75 right-of-way of public streets, roads and highways and other public property and for selling and disposing of such motor 76 77 vehicles by automobile dealers, wrecker services, repair service owners or persons upon whose property such motor vehicles have 78 79 been left or lawfully towed at the request of a law enforcement 80 officer, are repealed.

81 **SECTION 3.** This act shall take effect and be in force from 82 and after July 1, 2006.