By: Representatives Holloway (76th), Gibbs (72nd), Bell (65th), Mickens, Thompson

To: Judiciary B

HOUSE BILL NO. 1085

- AN ACT TO AMEND SECTION 85-7-251, MISSISSIPPI CODE OF 1972, TO CREATE A PROCEDURE FOR RECLAIMING MOTOR VEHICLES OR VESSELS WHILE THEY ARE IN THE PROCESS OF BEING TOWED; AND FOR RELATED
- 4 PURPOSES.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- 6 **SECTION 1.** Section 85-7-251, Mississippi Code of 1972, is
- 7 amended as follows:
- 85-7-251. (1) The owner of a motor vehicle that has been
- 9 towed at his request or at the direction of a law enforcement
- 10 officer, or towed upon request of a real property owner upon whose
- 11 property a vehicle has been left without permission of the real
- 12 property owner, shall be liable for the reasonable price of towing
- 13 and storage of such vehicle; and the towing company to whom the
- 14 price of such labor and storage costs may be due shall have the
- 15 right to retain possession of such motor vehicle until the price
- 16 is paid.
- 17 (2) Within twenty-four (24) hours, the towing company shall
- 18 report to the local law enforcement agency having jurisdiction any
- 19 vehicle that has been towed unless the vehicle was towed at the

20	request of the owner of the vehicle. If the owner of a towed
21	vehicle has not contacted the towing company within five (5)
22	business days of the initial tow, the towing company shall obtain
23	from the appropriate authority the names and addresses of any
24	owner and lienholder. If the information from the appropriate
25	authority fails to disclose the owner or lienholder, a good faith
26	effort shall be made by the towing company to locate ownership,
27	including a check for tag information, inspection sticker, or any
28	papers in the vehicle that may indicate ownership. Upon location
29	of the owner and lienholder, the towing company shall notify them
30	by registered mail of the amount due for towing, postmarked no
31	later than the tenth day following the initial tow. If such
32	amount shall not be paid within thirty (30) days from the initial
33	tow, the towing company to whom such charges are payable shall
34	notify by certified mail any legal owner and holder of any lien,
35	as disclosed by the motor vehicle title records or other
36	investigation, of notice of sale of the property. If such
37	property has not been redeemed within ten (10) days after the
38	mailing of the certified letter, the towing company may commence
39	sale of the property at public auction. The towing company shall
40	publish for two (2) consecutive weeks a notice of sale in the
41	newspaper having circulation in the county where the vehicle was
42	initially towed. The proceeds of the sale of such property in
43	excess of the amount needed to pay the towing, reasonable storage
44	and necessary expenses of the procedures required by this section

45	shall be held by the towing company for a period of six (6)
46	months, and, if not reclaimed by the owner thereof within such
47	time, shall become the property of the county and be paid to the
48	chancery clerk of the county in which the sale was held to be
49	deposited into the county general fund, subject, however, to any
50	rights of the recorded lienholder.
51	(3) (a) Any person who is in the process of towing or
52	removing a vehicle or vessel from property as authorized by this
53	section shall stop such towing or removing if the owner or
54	person in control of the vehicle or vessel seeks return of the
55	vehicle or vessel and pays a reasonable service fee of not more
56	than one-half (1/2) of the posted rate for the towing or removal
57	service at the time the vehicle is being towed or removed. If
58	the owner or person in control of the vehicle does not pay the
59	required fee, the person may continue to tow or remove the
60	vehicle or vessel. If the owner or person in control of the
61	vehicle does pay the required fee, a signed, detailed receipt
62	must be given to the person redeeming the vehicle or vessel.
63	(b) A person may not pay or accept money or other
64	valuable consideration for the privilege of towing or removing a
65	vehicle.
66	(c) Except as otherwise provided for property
67	appurtenant to and a part of a single-family residence, and except
68	for instances when notice is personally given to the owner or

other legally authorized person in control of the vehicle or

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70	vessel that the area in which that vehicle or vessel is parked is
71	reserved or otherwise unavailable for unauthorized vehicles or
72	vessels and that the vehicle or vessel is subject to being removed
73	at the owner's or operator's expense, any property owner or
74	lessee, or person authorized by the property owner or lessee,
75	prior to towing or removing any vehicle or vessel from private
76	property without the consent of the owner or other legally
77	authorized person in control of that vehicle or vessel, must post
78	a notice that meets the following requirements:
79	(i) The notice must be prominently placed at each
80	driveway access or curb cut that allows vehicular access to the
81	property, within five (5) feet from the public right-of-way line.
82	If there are no curbs or access barriers, the signs must be
83	posted not less than one (1) sign for each twenty-five (25) feet
84	of lot frontage.
85	(ii) The notice must clearly indicate, in not
86	less than two (2) inch high, light-reflective letters on a
87	contrasting background, that "unauthorized vehicles will be towed
88	away at the owner's expense". The words "tow-away zone" must be
89	included on the sign in not less than four (4) inch high letters.
90	(iii) The notice must also provide the name and
91	current telephone number of the person or firm towing or removing
92	the vehicles or vessels.
93	(iv) The sign structure containing the required
94	notices must be permanently installed with the words "tow-away

95	zone" not less than three (3) feet and not more than six (6) feet
96	above ground level and must be continuously maintained on the
97	property for not less than twenty-four (24) hours before the
98	vehicle or vessel is towed or removed.
99	(v) The local government may require permitting
100	and inspection of these signs before any vehicle or vessel is
101	towed or removed.
102	(vi) A business with twenty (20) or fewer parking
103	spaces satisfies the notice requirements of this subparagraph by
104	prominently displaying a sign stating "Reserved Parking for
105	Customers Only, Unauthorized Vehicles or Vessels Will be Towed
106	Away at the Owner's Expense" in not less than four (4) inch high,
107	light-reflective letters on a contrasting background.
108	(vii) A property owner towing or removing vessels
109	from real property must post notice, consistent with the
110	requirements in subparagraphs (i) through (vii), which apply to
111	vehicles or vessels, that unauthorized vehicles or vessels will
112	be towed away at the owner's expense.
113	(d) A business owner or lessee may authorize the
114	removal of a vehicle or vessel by a towing company when the
115	vehicle or vessel is parked in such a manner that restricts the
116	normal operation of business; and if a vehicle or vessel parked or
117	a public right-of-way obstructs access to a private driveway, the
118	owner, lessee or agent may have the vehicle or vessel removed by a

119	towing	company	upon	signing	gan	order	that	the	vehicle	or	vessel	be
120	removed	d without	t a po	osted to	w-av	vay zor	ne si	gn.				

- 121 Any person or firm towing or removing any vehicles 122 or vessels from private property without the consent of the owner 123 or other legally authorized person in control of the vehicles or 124 vessels shall, on any trucks, wreckers as defined in current law, or other vehicles used in the towing or removal, have the name, 125 126 address, and telephone number of the company performing such 127 service clearly printed in contrasting colors on the driver and 128 passenger sides of the vehicle. The name shall be in at least 129 three (3) inch permanently affixed letters, and the address and 130 telephone number shall be in at least one (1) inch permanently 131 affixed letters.
 - Vehicle entry for the purpose of removing the vehicle or vessel shall be allowed with reasonable care on the part of the person or firm towing the vehicle or vessel. Such person or firm shall be liable for any damage occasioned to the vehicle or vessel if such entry is not in accordance with the standard of reasonable care.
 - (g) When a vehicle or vessel has been towed or removed pursuant to this section, it must be released to its owner or custodian during regular business hours. Any vehicle or vessel owner or agent shall have the right to inspect the vehicle or vessel before accepting its return, and no release or waiver of any kind which would release the person or firm towing the

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144	vehicle or vessel from liability for damages noted by the owner
145	or other legally authorized person at the time of the redemption
146	may be required from any vehicle or vessel owner, custodian, or
147	agent as a condition of release of the vehicle or vessel to its
148	owner. A detailed, signed receipt showing the legal name of the
149	company or person towing or removing the vehicle or vessel must
150	be given to the person paying towing or storage charges at the
151	time of payment, whether requested or not. All charges paid by
152	the vehicle owner shall not exceed the reasonable posted rates of
153	the towing company.
154	(h) These requirements are minimum standards and do
155	not preclude enactment of additional regulations by any
156	municipality or county including the right to regulate rates when
157	vehicles or vessels are towed from private property.
158	(i) All towing companies engaging in towing vehicles or
159	vessels from private property must also meet the following
160	<pre>conditions:</pre>
161	(i) Maintain a minimum One Million Dollars
162	(\$1,000,000.00) in general liability insurance coverage;
163	(ii) Attend annual certified training;
164	(iii) Carry a valid business license; and
165	(iv) Must be owned by an individual or individuals
166	who are not convicted felons.
167	(4) The provisions of this section shall not apply to law
168	enforcement, firefighters, rescue squad, ambulance, or other

169	emergency vehicles or vessels that are marked as such or to
170	property owned by any governmental entity.
171	(5) When a person improperly causes a vehicle or vessel to
172	be removed, such person shall be liable to the owner or lessee of
173	the vehicle or vessel for the cost of removal, transportation,
174	and storage, any damages resulting from the removal,
175	transportation, or storage of the vehicle or vessel, attorney's
176	fees and court costs.

- (* * *6) The failure to make a good faith effort to comply
 with the requirements of this section shall preclude the
 imposition of any storage charges or towing charges against the
 towed vehicle.
- (* * * *7) Every towing company shall maintain accurate records for a period of three (3) years, which records shall identify the vehicles it has towed and stored and all procedures that it has taken to comply with the provisions of this chapter.

 SECTION 2. This act shall take effect and be in force from and after July 1, 2024.