MISSISSIPPI LEGISLATURE

By: Senator(s) Branning

REGULAR SESSION 2024

To: Highways and Transportation

SENATE BILL NO. 2635

1 AN ACT TO PROVIDE FOR THE REGULATION OF NONCONSENSUAL TOWING 2 AND CHARGES FOR COMMERCIAL MOTOR VEHICLES; TO CREATE THE 3 COMMERCIAL VEHICLE TOWING ADVISORY COMMITTEE; TO ESTABLISH 4 REGULATIONS FOR TOWING AND RECOVERY SERVICE PROVIDERS; TO 5 ESTABLISH A RESOLUTION PROCESS FOR COMMERCIAL MOTOR VEHICLE OWNERS 6 WHO DISPUTE THE AMOUNT OF TOWING AND RECOVERY FEES AND CHARGES; TO 7 REQUIRE THE COMMERCIAL VEHICLE TOWING ADVISORY COMMITTEE TO 8 PROVIDE TOWING RATES BASED ON CERTAIN STANDARDS; TO PROVIDE FOR 9 DISCIPLINARY ACTION AGAINST TOWING AND RECOVERY SERVICE PROVIDERS 10 FOR VIOLATIONS; AND FOR RELATED PURPOSES.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: **SECTION 1.** For the purposes of this act, the following terms shall have the following meanings, unless context clearly provides

14 otherwise:

(a) "Motor vehicle" means a vehicle which self-propels,and is intended primarily for use and operation on public roads

17 and highways.

18 (b) "Nonconsensual towing" means the moving,

19 transporting or recovery of a commercial vehicle by a towing and

20 recovery service without the prior consent or authorization of the

- 21 owner or operator of the motor vehicle from private property
- 22 and/or by police-initiated towing.

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(c) "Towing" means the moving, transporting or recovery from public or private property, or from a storage facility of a person's commercial motor vehicle, the moving or removing of an unclaimed commercial vehicle, or the immobilization of or preparation for moving or removing of the commercial motor vehicle, for which a fee is charged either directly or indirectly.

(i) Heavy-duty towing shall be the towing of a
vehicle, including trailers and semitrailers, with a gross vehicle
rating over twenty-six thousand (26,000) pounds.

(ii) Medium-duty towing shall be the towing of a vehicle, including trailers and semitrailers with a gross vehicle rating of over ten thousand (10,000) pounds to twenty-six thousand (26,000) pounds.

36 (d) "Towing and recovery service" means an individual 37 or business entity that provides towing and recovery services at 38 the direction of a law enforcement office or private property 39 owner in exchange for a fee or charge.

40 (e) "Law enforcement officer" means any law enforcement41 public servant and/or State Highway Patrol Officer.

(f) "Tow list" means a list of approved towing companies compiled, maintained and utilized by a law enforcement officer or his or her designee, and as authorized by the Department of Transportation to perform politics-initiated towing services of disabled or abandoned commercial motor vehicles.

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47 (g) "Police initiated towing" means towing of a
48 commercial motor vehicle which was authorized, requested or
49 dispatched by a law enforcement officer.

50 (h) "Vehicle immobilization device" means a mechanical 51 device that is designated or adapted to be attached to a wheel, 52 tire or other part of a parked commercial motor vehicle to 53 prohibit the vehicle's usual manner of movement or operation.

(i) "Per pound billing" means a method of calculating a fee for towing using a formula that considers the weight of the commercial motor vehicle, equipment or cargo that is the subject of the towing and multiplies the weight of the vehicle, equipment or cargo by a monetary amount.

(j) "Drop fee" means a fee that a towing and recovery
service charges to unhook a commercial motor vehicle from a tow
truck.

(k) "Cargo" means goods and materials transported by a
commercial motor vehicle as defined in 49 CFR Section 390.5,
including, without limitation:

- 65 (i) Pallets;
- 66 (ii) Containers;
- 67 (iii) Bracing;
- 68 (iv) Air pillows;

69 (v) Tie-down assemblies and other securement70 systems;

71 (vi) Cradles;

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72 (vii) Chocks; and

73 (viii) All other dunnage and packaging. 74 The Department of Transportation shall SECTION 2. (1)75 create within the department a "Commercial Vehicle Towing Advisory 76 Committee." The Commercial Vehicle Towing Advisory Committee 77 shall consist of the following members: 78 The Director of the Department of Transportation or (a) 79 his or her designee; 80 The Director of the State Highway Patrol or his or (b) 81 her designee; 82 (C) Two (2) members, appointed by the Governor, to represent the towing and recovery services within the state; 83 84 Two (2) members, appointed by the Governor, to (d) 85 represent the commercial motor carriers within the state; and One (1) member, appointed by the Governor, to 86 (e) 87 represent the local police jurisdictions. 88 (2)Members of the Commercial Vehicle Towing Advisory Committee shall serve for a term of two (2) years. Members may 89 90 serve consecutive terms. Members shall serve without compensation 91 but shall be reimbursed for travel and other expenses actually and 92 necessarily incurred in the performance of their duties. 93 (3) At the first meeting, the Commercial Vehicle Towing 94 Advisory Committee shall elect a chairperson from its membership 95 to serve for a term of two (2) years. A chairperson may serve

96 consecutive terms.

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97 (4) The Commercial Vehicle Towing Advisory Committee shall 98 hold its first meeting no later than September 1, 2024, at a time and location within the state to be determined by the Director of 99 the Department of Transportation. Thereafter, meetings shall be 100 101 held on dates and at times and locations within the state and 102 selected by the chairperson in consultation with the other members 103 or by the Director of the Department of Transportation if the most 104 recent chairperson's term has expired.

105 (5) The Commercial Vehicle Towing Advisory Committee shall 106 keep and maintain a record of all proceedings of the Commercial 107 Vehicle Towing Advisory Committee, and copies of all orders and/or 108 recommendations issued by the Commercial Vehicle Towing Advisory 109 Committee.

110 <u>SECTION 3.</u> (1) The Commercial Vehicle Towing Advisory 111 Committee shall:

(a) Establish and maintain a towing list, by county, of qualified towing and recovery services for use by law enforcement officers in this state and make the towing list available to the public on request.

(b) Establish regulations and standards for the inclusion of a towing and recovery service on the tow list, including application procedures and minimum qualification requirements.

120 (c) Establish statewide maximum towing and storage121 rates for nonconsensual tows, including those for private

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122 property. The established maximum rates shall include maximum 123 rates for administrative fees, as well as hazardous materials and 124 cargo clean-up rates.

125 (i) A towing and recovery service may charge less126 than, but may not charge more than the approved statewide rates.

127 (ii) The governing authority of a municipality may
128 require a towing and recovery service charge that is lower than
129 the maximum rates on towing between points within such
130 municipality than those provided by the committee's maximum rates.
131 The governing authority of a municipality shall not provide for
132 higher maximum rates than are provided by the committee.

(iii) The towing and recovery service shall not charge or retain any fees not indicated by the committee for the maximum rates for towing and storage of a commercial motor vehicle after the nonconsensual tow from private property.

(iv) The statewide maximum towing and storage rates for nonconsensual tows shall be reviewed annually. Market fluctuations within the towing industry may be considered along with current consensual towing market rates and their relationship to nonconsensual towing rates.

142 (d) Require the towing and recovery service to ban the143 use of per-pound billing for nonconsensual towing.

(e) Publish a Towing Service Standard Manual, with
rules governing the use of towing and recovery services for
nonconsensually towing of commercial vehicles no later than

S. B. No. 2635 ~ OFFICIAL ~ 24/SS26/R1034 PAGE 6 (ab\tb) 147 January 1, 2025. At a minimum, the rules shall include the 148 following provisions:

(i) Establish the information required to be included on any invoice associated with the towing of a commercial motor vehicle, including, but not limited to, requiring that the invoice be itemized;

(ii) Establish factors that shall be considered in determining whether a charge levied by a towing and recovery service is fair, equitable and reasonable;

(iii) Establish a process the committee shall use to receive, investigate and adjudicate complaints against a towing and recovery service;

159 (iv) Establish a service charge dispute resolution 160 process that includes, at minimum, provisions requiring completion of a written complaint form, deadlines for initiating a complaint 161 162 after receiving an itemized invoice, deadlines for responding to a 163 complaint, cessation of storage fees during the complaint 164 resolution process, a hearing on the complaint and deadlines for 165 issuing a formal decision adjudicating the service charge dispute; 166 Establish an appeals process for the appeal of (V) 167 any determination of order of the committee under this subsection; 168 (vi) Establish a disciplinary procedure for 169 violations of the rules by the towing and recovery service, 170 including the assessment of fines for violations and/on criminal

S. B. No. 2635 **~ OFFICIAL ~** 24/SS26/R1034 PAGE 7 (ab\tb) 171 misdemeanor or felony penalties and the suspension or removal of a 172 towing and recovery service from the tow list; and

(vii) Establish a process the Department of Transportation may use to suspend or remove a towing and recovery service from any tow list.

176 SECTION 3. (1) Upon nonconsensual towing and recovery of a commercial towing vehicle and movement of the commercial motor 177 178 vehicle to a storage facility, a towing and recovery service shall 179 allow an owner of a commercial motor vehicle or a designee of the owner of the commercial motor vehicle to access the vehicle in a 180 181 reasonable manner as established by rules adopted by the 182 Commercial Vehicle Towing Advisory Committee and retrieve any 183 cargo or contents in or on the commercial motor vehicle, including 184 a trailer, tractor and any items necessary to carry out the 185 interrupted job. Cargo and contents in or on the commercial motor 186 vehicle may not be held by the towing and recovery service to 187 secure towing and recovery charges.

188 (2) The towing and recovery services shall provide a 189 commercial vehicle owner or operator or owner's designee with 190 reasonable access to the vehicle so that the vehicle owner and 191 operator or the owner's designee may access and collect any 192 personal property or cargo contained in the vehicle, regardless of 193 whether any payment has been made for the towing and recovery 194 service charges.

S. B. No. 2635 24/SS26/R1034 PAGE 8 (ab\tb) (3) If there is no dispute as to the charges assessed by the towing and recovery service for the nonconsensual towing of the commercial motor vehicle the vehicle owner or operator or the owner's designee shall pay the towing service invoice and the towing and recovery service shall release the vehicle and any cargo immediately.

(4) If there is a dispute as to the reasonableness or amount of the fees assessed by the towing and recovery service, the towing and recovery service shall release the cargo immediately to the owner or owner's agent on submission of:

205 (a) Proof of ownership if the cargo does not belong to206 the commercial motor carrier; or

207 (b) If the cargo belongs to the commercial motor 208 carrier:

(i) A letter from the insurance company stating that there is coverage for the relevant claim or accident and including at a minimum, a claim number, policy number and policy limit; or

(ii) If an insurance policy required under subparagraph (i) of this paragraph is not high enough to cover the cost of the cargo clean-up, a signed letter of guarantee from the commercial motor carrier; and

(iii) The towing and recovery service shallrelease the vehicle to the owner or the owner's designee on

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(5) A payment under subsection (4) (b) (iii) of this section does not eliminate the remainder of the financial obligation to the towing and recovery service.

224 <u>SECTION 4.</u> In authorizing a towing and recovery service to 225 perform towing services, any law enforcement officer may utilize 226 the services of a tow list, provided:

(a) They are under no obligation to include or retain
the services of any towing and recovery service in any contract or
agreement with respect to any tow list established pursuant to
this subsection. A towing and recovery service is subject to
removal from a towing list at any time; and

(b) An owner or operator of a commercial motor vehicle may request a specific towing and recovery service and that request shall be honored by the law enforcement officer unless the requested towing and recovery service cannot do or does not respond in a reasonable time, as determined by the law enforcement officer.

238 **SECTION 5.** (1) It shall be unlawful for:

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(a) A law enforcement officer to:

(i) Receive compensation or receive any other incentive, monetary or otherwise, to select a particular towing and recovery service from the list;

S. B. No. 2635 **~ OFFICIAL ~** 24/SS26/R1034 PAGE 10 (ab\tb) 243 (ii) Hold any financial interest in a towing and 244 recovery service; and

245 (iii) Recommend any towing and recovery service in 246 the performance of his or her duties.

(2) Any member of the Commercial Vehicle Towing Advisory
Committee or Department of Transportation to receive compensation
from a towing and recovery service for the privilege of being
included on the tow list.

(3) A towing and recovery service to pay money or other valuable consideration for the privilege of nonconsensual towing commercial motor vehicles.

(4) A towing and recovery service to employ or otherwise compensate individuals, commonly referred to as "spotters," whose primary task is to report the presence of unauthorized, improperly or illegally parked commercial motor vehicles for the purpose of towing or removal and storage.

(5) A towing and recovery service to travel to the scene of a commercial motor vehicle accident or a disabled commercial motor vehicle on public property or property open to the public to solicit business for the purposes of towing or removal and storage.

264 <u>SECTION 6.</u> (1) Before a towing and recovery service 265 connects a commercial motor vehicle to a tow truck for a 266 nonconsensual tow, the towing and recovery service shall:

S. B. No. 2635 **~ OFFICIAL ~** 24/SS26/R1034 PAGE 11 (ab\tb) 267 (a) Document the vehicle's condition and the reason for268 the tow by:

(i) Taking at least four (4) photographs of the vehicle, with at least one (1) photograph taken from the front, one (1) photograph taken from the rear, one (1) photograph taken from the driver's side and one (1) taken from the passenger's side. These photographs must:

274 1. Show the entire vehicle from the required275 angle; and

276 2. Have the vehicle fill at least 277 three-fourths (3/4) of the photograph, measured from side to side. 278 (ii) Take a photograph that shows the reason the 279 vehicle is being towed nonconsensually. The photograph must show 280 the portion of the vehicle in relation to the reason, including 281 any sign that the vehicle was towed.

(c) Upon demand of the owner or operator of the
commercial motor vehicle or the owner's designee, the Department
of Transportation or the Commercial Vehicle Towing Advisory
Committee, the towing and recovery service shall provide copies of
the photographs.

(d) A towing and recovery service's failure to produce the photographs shall create a rebuttable presumption that the towing and recovery service did not have the authority to tow a vehicle from either a private property owner or operator or a law enforcement officer.

S. B. No. 2635 **~ OFFICIAL ~** 24/SS26/R1034 PAGE 12 (ab\tb) (2) Have authorization to nonconsensually tow a commercialmotor vehicle. Authorization shall be found if:

(a) A law enforcement officer requests a
police-initiated tow and requests that a towing and recovery
service from the tow list provide towing.

(b) The towing and recovery service has received permission to tow the commercial motor vehicle within twenty-four (24) hours immediately preceding the towing, from the owner of the private property.

(i) A towing and recovery service shall not nonconsensually tow a commercial motor vehicle from private property without the owner or operator of the private property giving the vehicle owner or operatory twenty-four (24) hours written notice by placing the written notice on the windshield of the vehicle.

307 (ii) The notice must state clearly: 308 That the commercial motor vehicle will be 1. 309 towed without consent if the vehicle remains parked 310 inappropriately or illegally; 311 2. A description of the inappropriate or 312 illegal parking that has caused the notice to be given; 313 3. The time the vehicle will be towed if it is not moved to an appropriate parking location or the 314 315 inappropriate parking has not been corrected; and

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316 4. That continuing to park inappropriately in 317 the same manner may lead to the vehicle being towed without 318 notice.

319 In order for the towing and recovery service to (C) 320 conduct a nonconsensual tow, the private property owner must have 321 posted signage visible and facing the driver at each entryway into 322 the property stating that vehicles parked on the property without authorization or inappropriately or illegally parked are subject 323 324 to being towed. The sign must also contain the international towing symbol no smaller than four (4) inches by four (4) inches 325 326 and be permanently mounted in a position that is no lower than 327 five (5) feet and no higher than eight (8) feet.

328 (3) Not assess a drop fee to release the commercial motor 329 vehicle after the vehicle is hooked up to the tow truck but before 330 the vehicle is removed from the private property.

331 <u>SECTION 7.</u> (1) A towing and recovery service in the 332 business of installing vehicle immobilization devices shall:

(a) Accept credit cards and debit cards as methods of
payment for the removal of a vehicle immobilization device from a
commercial motor vehicle.

336 (b) A fee to accept payment for credit or debit cards337 shall not be charged; and

338 (c) An optional, alternative, online payment service
339 may be offered as an optional payment method. If the person makes
340 payment for the removal of the vehicle immobilization device and

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341 elects to use the optional payment method, then the provider of 342 the online payment service may charge a three percent (3%) 343 convenience fee.

344 If the operator or owner of the commercial motor vehicle (2)345 who is requesting the removal of the vehicle immobilization device 346 elects to make the payment by credit or debit card, and the 347 payment cannot be completed by the card without undue delay at the location where the commercial motor vehicle to which the vehicle 348 349 immobilization device is attached is located, and an optional 350 online payment method as described in subsection (1) (b) of this 351 section is either unavailable or has been refused by the towing 352 and recovery service, removal of the vehicle immobilization device 353 shall occur, and the towing and removal company shall issue a 354 billing invoice for payment due to the operator who is requesting 355 the removal of the vehicle immobilization device, if such operator 356 provides a valid form of identification, or by mail to the 357 registered owner of the commercial motor vehicle.

(3) The towing and recovery service engaged in the business of installing vehicle immobilization devices shall not compensate employees on a commission basis or contract for or engage the services of an independent contractor to install or remove vehicle immobilization devices.

363 (4) If a vehicle immobilization device is placed on a 364 commercial motor vehicle that is parked on private property due to 365 the vehicle operator or owner's failure to pay the required

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366 parking charge, then the owner and operator of the private 367 property may require the vehicle operator or owner to pay the 368 applicable immobilization device removal fee and all unpaid 369 parking fines and fees to have the immobilization device removed.

(5) An owner or operator of private property for which an enforceable agreement exists with a towing and recovery service to provide enforcement services by installing vehicle immobilization devices on commercial motor vehicles on such property shall post signage in a conspicuous location on the property bearing notice that:

376 (a) The parking policy for the property is strictly377 enforced;

378 (b) The violator's vehicle will be immobilized with a 379 vehicle immobilization device with the owner or operator of the 380 vehicle having to pay to have the device removed;

381 (c) The name and phone number of the authorized towing 382 and recovery service;

383 (d) The operators and owners of commercial motor 384 vehicles are protected from violations of this subsection and that 385 violations may be reported to the Commercial Vehicle Towing 386 Advisory Committee;

387 (e) The signs required by this section must be no less 388 than twenty-four (24) inches in height and eighteen (18) inches in 389 width and contain lettering that is no less than two (2) inches in 390 height and be located at each designated entrance to the property,

S. B. No. 2635 **~ OFFICIAL ~** 24/SS26/R1034 PAGE 16 (ab\tb) 391 be erected in a place that is clearly visible from each parking 392 space; and

(f) A towing and recovery service engaged in the business of installing vehicle immobilization devices shall not install a vehicle immobilization device on a commercial motor vehicle if the vehicle is located on property that does not comply with the signage requirements under this subsection.

398 **SECTION 8.** This act shall take effect and be in force from 399 and after July 1, 2024.