SENATE BILL NO. 112

BY SENATOR HENRY

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Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

AN ACT

2	To amend and reenact R.S. 32:1720(A) and (B)(4) and (8), 1728(A) and (D)(1) through (3),
3	1728.2(D) and (G), 1728.3(A), (B), and (C), the introductory paragraph of (D)(1),
4	(D)(2), the introductory paragraph of $(F)(1)$ , $(F)(1)(f)$ and $(g)$ , and $(G)$ , and $1734(A)$ .
5	(B), and (D), and to enact R.S. 32:1734(F), relative to the Louisiana Towing and
6	Storage Act; to require certain notices be sent by certified mail, electronic return
7	receipt; to require the retention of certain records by the owner of a towing, storage,
8	or parking facility; to provide certain terms and procedures; to provide for fees; and
9	to provide for related matters.
10	Be it enacted by the Legislature of Louisiana:
11	Section 1. R.S. 32:1720(A) and (B)(4) and (8), 1728(A) and (D)(1) through (3),
12	1728.2(D) and (G), 1728.3(A), (B), and (C), the introductory paragraph of (D)(1), (D)(2),
13	the introductory paragraph of (F)(1), (F)(1)(f) and (g), and (G) and 1734(A), (B), and (D)
14	are hereby amended and reenacted and R.S. 32:1734(F) is hereby enacted to read as follows:
15	§1720. Owner notification of a stored vehicle; right to request administrative
16	hearing
17	A. Within ten business days from the date the department or its authorized
18	agent sends the owner information of the stored vehicle, which includes information
19	regarding the holder of any lien on the vehicle, to the owner of the towing, storage,

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1	or parking facility, to the owner of the towing, storage, or parking facility shall send
2	notice by with a certificate of mailing to the owner of the vehicle at the owner's last
3	known address and to the holder of any lien on the vehicle. If the department or its
4	authorized agent sends the owner information electronically, the owner of the
5	towing, storage, or parking facility shall send notice within five business days.
6	B. The notice required in Subsection A of this Section shall include the
7	following information:
8	* * *
9	(4) The name of the person or agency which that had the vehicle towed or
10	placed in storage.
11	* * *
12	(8) Notice of the right of the owner and holder of any lien on the vehicle to
13	an administrative hearing as required in R.S. 32:1727. The notice shall contain the
14	deadline for requesting an administrative hearing and shall also contain information
15	regarding the date by which the request for an administrative hearing must shall be
16	mailed by certified letter mail, return receipt requested.
17	* * *
18	§1728. Disposal of a stored motor vehicle
19	A.(1) After forty-five days from the original date of storage or adjusted
20	storage date, if applicable, the storage or parking facility owner shall send a final
21	notice by certified mail, electronic return receipt, which shall comply with the
22	notice requirements of R.S. 32:1720(B)(1) through (7) R.S. 32:1720 to the stored
23	vehicle's owner and to the holder of any lien on the stored vehicle. This notice
24	shall apply to any vehicle that is five years old or newer and shall apply only to
25	a vehicle that was a non-consensual tow or non-consensual storage as defined
26	in R.S. 32:1713. Any notice relating to a consensual tow or consensual storage
27	shall require a certificate of mailing as evidence the notice was sent.
28	(2) After forty-five days from the original date of storage or adjusted
29	storage date, if applicable, the storage or parking facility owner shall send a

final notice by mail with a certificate of mailing which shall comply with the

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notice requirements of R.S. 32:1720 to the stored vehicle's owner and to the holder of any lien on the stored vehicle. This notice shall apply to any vehicle that is over five years old.

(3) The final notice shall inform the stored vehicle's owner that unless he pays all outstanding charges and claims the vehicle or makes arrangements with the storage or parking facility owner for the continued storage of the vehicle, the storage or parking facility owner may apply for a permit to sell or permit to dismantle from the department after fifteen days from the date the final notice is mailed to the stored vehicle's owner. The notice shall also inform the stored vehicle's owner of the provisions in R.S. 32:1730 and that they may be turned over to collections for failure to pay outstanding charges and claims. The towing, storage, or parking facility shall not charge for storage past the ninetieth day from the original date of storage, or the adjusted storage date, if applicable. The storage or parking facility owner may continue to charge storage up to the ninetieth day, or until the permit to sell has been issued, if the application for the permit to sell was submitted prior to the ninetieth day from the original date of storage or the adjusted storage date, if applicable.

\* \* \*

- D. Prior to issuance of the permit to sell or permit to dismantle, the storage or parking facility owner shall provide the department with the following evidence:
- (1) A copy of the original report of the stored vehicle including owner <u>and</u>

  <u>lienholder</u> information furnished by the department or its authorized agent.
- (2) A copy of the first and final notices sent to the owner of the stored vehicle and to the holder of any lien on the stored vehicle.
- (3) The original certificate of mailing for both the first <u>notice</u> and <u>the</u> certified mail, electronic return receipt, if applicable, for the final notices <u>notice</u> sent to the stored vehicle's owner <u>and to the holder of any lien on the stored</u> vehicle and the returned unopened envelope, if applicable, for the first or <u>and</u> final notices with postal markings indicating the post office's attempt to deliver such <u>the</u> notice <u>notices</u>. If these items cannot be furnished, other documented proof that the storage or parking facility owner sent notice to the stored vehicle's owner shall be

1	submitted to the department.
2	* * *
3	§1728.2. Procedure for disposal of junk vehicles
4	* * *
5	D. Each owner-operator who possesses a vehicle which meets the criteria set
6	forth in Paragraph (C)(2) of this Section may make application for crushing of the
7	vehicle at the expiration of thirty days or make application for dismantling of the
8	vehicle at the expiration of thirty days from mailing of the notice. The application
9	shall be made in a format authorized by the department upon satisfaction and
10	submission of each of the following requirements:
11	(1) The owner-operator has complied with the provisions of R.S. 32:1719 and
12	1720.
13	(2) The owner-operator has the vehicle physically inspected by a Peace
14	Officer Standards and Training (P.O.S.T.) certified law enforcement officer, who has
15	been trained and certified by the Department of Public Safety and Corrections, office
16	of state police, to inspect vehicles to be crushed or dismantled.
17	(4)(2) The owner-operator obtains an appraisal showing the vehicle has a fair
18	market value of five hundred dollars or less. The appraisal shall be based on the
19	rough trade-in value of the vehicle as determined by the most recent National
20	Automobile Dealers Association Guide. An original appraisal prepared by an
21	independent appraiser, which shall contain the year, make, model, and vehicle
22	identification number, shall be acceptable for vehicles not valued by the National
23	Automobile Dealers Association Guide.
24	(5)(3) The owner-operator shall take photographs of all four sides of the
25	vehicle prior to making application for permission to crush or dismantle.
26	* * *
27	G.(1) The owner-operator shall maintain copies of the following records on
28	all vehicles crushed or dismantled under pursuant to the provisions of this Section:
29	(1) Completed physical inspection form as prepared by a Peace Officer
30	Standards and Training (P.O.S.T.) certified law enforcement officer who has been

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trained and certified by the Department of Public Safety and Corrections, office of

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2	state police, to inspect vehicles to be crushed or dismantled.
3	(2)(a) One appraisal showing the vehicle has a fair market value of five
4	hundred dollars or less. The appraisal shall be based on the rough trade-in value of
5	the vehicle as determined by the most recent National Automobile Dealers
6	Association Guide. An original appraisal prepared by an independent appraiser,
7	which shall contain the year, make, model, and vehicle identification number, shall
8	be acceptable for vehicles not valued by the National Automobile Dealers
9	Association Guide.
10	(3)(b) A photograph of all four sides of the vehicle prior to crushing or
11	dismantling.
12	(4)(c) A copy of the original report of a stored vehicle as required in R.S.
13	32:1719.
14	(5)(d) A copy of the notice required by R.S. 32:1720 which was sent to the
15	registered owner of the vehicle, the holder of any lien on the vehicle, and any other
16	person with an ownership interest in the vehicle.
17	(6)(e) The original certificate of mailing for the notice sent to the stored
18	vehicle's owner and the returned unopened envelope, if applicable, with the postal
19	marking indicating attempt to deliver the letter notice required by this Section R.S.
20	32:1720. If these items could not be furnished, other documented proof that the
21	storage or parking facility owner sent notice to the stored vehicle owner shall be
22	retained by the owner-operator.
23	(2) These records shall be open to inspection by any peace officer any time
24	the business is open. All records required by this Section shall be maintained for a
25	period of at least three years.
26	* * *
27	§1728.3. Procedure for disposal of certain vehicles deemed abandoned by
28	municipality or parish
29	A. This Section provides a procedure for disposing of certain vehicles. The
30	procedure provided for in this Section shall be an alternative to the procedures set

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1	forth in R.S. 32:1728, 1728.2, and 1728.4. When a vehicle is eligible for disposal
2	under pursuant to the provisions of this Section, the provisions of R.S. 32:1728,
3	1728.2, and 1728.4 shall not apply to the disposal of that vehicle.
4	B. As used in this Section, "owner-operator" means a person or legal entity
5	who owns or operates a business engaged in the towing or storage of vehicles, and
6	has a vehicle licensed as a towing vehicle under pursuant to R.S. 32:1716.
7	C. In order to utilize the provisions of this Section, the owner-operator must
8	shall have taken take possession of the vehicle at the request of a municipality or
9	parish acting under pursuant to R.S. 32:473.1 and the vehicle shall have an
10	appraisal with a fair market value of five hundred dollars or less. The appraisal shall
11	be based on the rough trade-in value of the vehicle as determined by the most recent
12	National Automobile Dealers Association Guide.
13	D.(1) Each owner-operator who possesses a vehicle which that meets the
14	criteria set forth in Subsection C of this Section may crush or dismantle the vehicle
15	provided the owner-operator satisfies each of the following requirements:
16	* * *
17	(2) At the expiration of thirty days after mailing the notice, by certificate of
18	mailing, required by R.S. 32:1720, the owner-operator may crush or dismantle the
19	vehicle.
20	* * *
21	F.(1) The owner-operator shall maintain the following records on all vehicles
22	crushed or dismantled under pursuant to the provisions of this Section:
23	* * *
24	(f) A copy of the notice required by R.S. 32:1720 which that was sent to the
25	registered owner of the vehicle, the holder of any lien on the vehicle, and any other
26	person with an ownership interest in the vehicle.
27	(g) The original signed post office receipt of delivery if the letter notice
28	required to be sent by this Section has been delivered; or the returned unopened
29	envelope with the postal marking indicating attempt to deliver the letter notice
30	required by this Section R.S. 32:1720. If either of these items could not be furnished,

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1	other documented proof that the storage or parking facility owner sent notice to the
2	stored vehicle owner shall be retained by the owner-operator.
3	* * *
4	G. The municipality or parish shall not incur any liability as a result of the
5	disposal of a vehicle under pursuant to these provisions.
6	* * *
7	§1734. Gate fees; other fees; excessive charges; prohibitions; cause of action
8	A. A towing or storage company that assesses gate fees shall not assess such
9	fee in an amount in excess of forty-five dollars assess a fixed fee in an amount
10	determined by the Public Service Commission.
11	B. If the towing or storage company charges a gate fee in excess of forty-five
12	dollars the amount fixed by the Public Service Commission, the owner of the
13	vehicle shall have a right and cause of action to recover the amount of the excess fee,
14	plus reasonable attorney fees, and all costs of court.
15	* * *
16	D. No towing or storage company shall charge a fee for the retrieval of
17	contents from a stored or towed vehicle during normal business hours. However, a
18	towing or storage company may charge a fee, not to exceed forty-five dollars, in an
19	amount determined by the Public Service Commission for the retrieval of
20	contents from a stored or towed vehicle at a time other than during normal business
21	hours. If the towing or storage company charges a fee in violation of this Subsection,
22	the owner of the vehicle shall have a right and cause of action to recover the amount
23	of the excess fee, plus reasonable attorney fees and all costs of court.
24	* * *
25	F. The administrative and mailing fees for filing the Official Report of
26	Stored Vehicles for in-state and out-of-state notifications shall be determined
27	by the Public Service Commission.
28	Section 2. This Act shall become effective upon signature by the governor
29	or, if not signed by the governor, upon expiration of the time for bills to become law
30	without signature by the governor, as provided by Article III, Section 18 of the

Constitution of Louisiana. If vetoed by the governor and subsequently approved by
the legislature, this Act shall become effective on the day following such approval.

PRESIDENT OF THE SENATE

SPEAKER OF THE HOUSE OF REPRESENTATIVES

GOVERNOR OF THE STATE OF LOUISIANA

APPROVED:

**ENROLLED** 

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