By: Hill H.B. No. 1808

Substitute the following for H.B. No. 1808:

By: Hill C.S.H.B. No. 1808

## A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to the regulation of tow trucks and to the authority of a
- 3 political subdivision of this state to regulate tow trucks;
- 4 providing penalties.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 6 SECTION 1. Section 643.053, Transportation Code, is amended
- 7 to read as follows:
- 8 Sec. 643.053. FILING OF APPLICATION. An application under
- 9 Section 643.052 must be filed with the department and accompanied
- 10 by:
- 11 (1) an application fee of \$100 plus a \$10 fee for each
- 12 vehicle requiring registration other than a tow truck or a \$25 fee
- 13 <u>for each tow truck</u> the motor carrier proposes to operate;
- 14 (2) evidence of insurance or financial responsibility
- as required by Section 643.103(a); and
- 16 (3) any insurance filing fee required under Section
- 17 643.103(c).
- 18 SECTION 2. Sections 643.057(a), (b), and (d),
- 19 Transportation Code, are amended to read as follows:
- 20 (a) A motor carrier may not operate an additional vehicle
- 21 requiring registration unless the carrier pays a registration fee
- of \$10 for each additional vehicle other than a tow truck or \$25 or
- 23 each tow truck and shows the department evidence of insurance or
- 24 financial responsibility for the vehicle in an amount at least

- equal to the amount set by the department under Section 643.101.
- 2 (b) A motor carrier is not required to pay the applicable
- 3 [\$10] registration fee under Subsection (a) for a vehicle for which
- 4 the same fee is required and that replaces a vehicle for which the
- 5 fee has been paid.
- 6 (d) The department may not collect more than \$10 in
- 7 equipment registration fees for a vehicle other than a tow truck
- 8 registered under both this subchapter and Chapter 645 or more than
- 9 \$25 if the vehicle is a tow truck.
- SECTION 3. Section 643.058(c), Transportation Code, is
- 11 amended to read as follows:
- 12 (c) A motor carrier may renew a registration under this
- 13 subchapter by:
- 14 (1) supplementing the application with any new
- information required under Section 643.056;
- 16 (2) paying a \$10 fee for each vehicle requiring
- 17 registration other than a tow truck or a fee of \$25 for each tow
- 18 truck the carrier operates; and
- 19 (3) providing the department evidence of continuing
- 20 insurance or financial responsibility in an amount at least equal
- 21 to the amount set by the department under Section 643.101.
- SECTION 4. Section 643.061, Transportation Code, is amended
- 23 by amending subsection (b) to read as follows:
- 24 (b) A motor carrier applying for registration under this
- 25 section must pay:
- 26 (1) a \$20 fee for each vehicle registered other than a
- 27 tow truck or a fee of \$50 for each tow truck under Subsection

- 1 (a)(1); and
- 2 (2) a \$10 fee for each vehicle registered other than a
- 3 tow truck or a fee of \$25 for each tow truck under Subsection
- 4 (a)(2).
- 5 SECTION 5. Section 643.101, Transportation Code, is amended
- 6 by adding Subsection (d) to read as follows:
- 7 (d) The owner of a tow truck that is used to perform
- 8 nonconsent tows, as defined by Section 643.201, shall maintain
- 9 on-hook cargo insurance in the amount of at least \$50,000 per truck.
- SECTION 5. Subchapter E, Chapter 643, Transportation Code,
- is amended by adding Sections 643.203, 643.204, 643.205, 643.206
- 12 and 643.207 to read as follows:
- Sec. 643.203. REGULATION BY POLITICAL SUBDIVISIONS OF FEES
- 14 FOR NONCONSENT TOWS. The governing body of a political subdivision
- may regulate the fees that may be charged or collected in connection
- with a nonconsent tow originating in the territory of the political
- 17 subdivision.
- Sec. 643.204. TOWING FEE STUDIES. (a) The governing body
- of a political subdivision that regulates nonconsent tow fees shall
- 20 establish procedures by which a towing company may request that a
- 21 towing fee study be performed.
- (b) The governing body of the political subdivision shall
- 23 <u>establish or amend the allowable fees for nonconsent tows at</u>
- 24 amounts that represent the fair value of the services of a towing
- 25 company and are reasonably related to any financial or accounting
- 26 information provided to the governing body.
- 27 <u>Sec. 643.205. FEES FOR NONCONSENT TOWS IN OTHER AREAS. In</u>

- an area in which no political subdivision regulates the fees that
  may be charged or collected for a nonconsent tow from private
  property, a towing company may charge and collect a fee for the tow
  of a motor vehicle from private property in an amount not to exceed
  an amount equal to 150 percent of the fee that the towing company
- 6 would have been authorized to charge for a nonconsent tow made at
- 7 the request of a peace officer of the political subdivision in which
- 8 <u>the private property is located.</u>
- 9 Sec. 643.206. STORAGE OF TOWED VEHICLES. (a) A towing
- 10 company that makes a nonconsent tow shall tow the vehicle to a
- 11 vehicle storage facility that is operated by a person who holds a
- 12 license to operate the facility under the Vehicle Storage Facility
- 13 Act (Chapter 2303, Occupations Code).
- 14 (b) A storage or notification fee imposed in connection with
- 15 <u>a motor vehicle towed to a vehicle storage facility is governed by</u>
- the Vehicle Storage Facility Act (Chapter 2303, Occupations Code).
- 17 Section 253.207. REQUIRED FILING. (a) Before January 31 of
- each year a towing company shall file with the department a schedule
- 19 showing each towing fee that the towing company charges or collects
- in connection with a nonconsent tow.
- 21 (b) If a political subdivision begins regulating nonconsent
- tow fees the fees shall be reported to the department by the towing
- 23 company before the 30th day after the regulation goes into
- 24 effective.
- 25 (c) Any changes in nonconsent fees regulated by a political
- 26 subdivision shall be reported to the department by the towing
- company before the 30th day after the effective date of the change.

- 1 (d) The department shall make towing fee schedules
- 2 available on the department's Internet website. The department
- 3 shall make no determination as to the reasonableness of a towing fee
- 4 schedule.
- 5 SECTION Section 643.252, Transportation Code is amended by
- 6 amending Subsection (a)(1) to read as follows:
- 7 (a) The department may suspend or revoke a registration
- 8 issued under this chapter or place on probation a motor carrier
- 9 whose registration is suspended if a motor carrier:
- 10 (1) fails to maintain insurance or evidence of
- 11 financial responsibility as required by Section 643.101(a), (b),
- 12 [or] (c), or (d) or 643.153(b);
- 13 SECTION 6. The heading to Section 643.253, Transportation
- 14 Code, is amended to read as follows:
- 15 Sec. 643.253. OFFENSES AND PENALTIES [CRIMINAL PENALTY].
- SECTION 7. Section 643.253, Transportation Code, is amended
- 17 by amending Subsection (c) and adding Subsections (d)-(e) to read
- 18 as follows:
- 19 (c) Except as provided by Subsection (e), an An offense
- 20 under this section is a Class C misdemeanor.
- 21 (d) A person commits an offense if the person:
- 22 (1) violates an ordinance, resolution, order, rule, or
- 23 regulation of a political subdivision adopted under Section 643.201
- or 643.203, for which the political subdivision does not prescribe
- 25 the penalty;
- 26 (2) charges or collects a fee in a political
- 27 subdivision that regulates the operation of tow trucks under

- 1 Section 643.201 or 643.203 that is not authorized or is greater than
- 2 the authorized amount of the fee;
- 3 (3) charges or collects a fee greater that the amount
- 4 authorized under 643.205.
- 5 (4) charges or collects a fee in excess of the amount
- 6 filed with the department under Section 643.207.
- 7 <u>(4) violates Section 643.206;</u>
- 8 (5) violates a rule of the department applicable to a
- 9 tow truck and towing company; or
- 10 (e) An offense under Subsection (d) is a misdemeanor
- 11 punishable by a fine of not less than \$200 or more than \$1,000 per
- 12 violation.
- SECTION 8. Sections 685.009(c) and (e), Transportation
- 14 Code, are amended to read as follows:
- 15 (c) The [sole] issues in a hearing under this chapter are
- 16 [<del>is:</del>]
- 17 (1) whether probable cause existed for the removal and
- 18 placement of the vehicle;
- 19 (2) whether a towing charge imposed or collected in
- 20 connection with the removal or placement of the vehicle was greater
- 21 than the amount authorized by the political subdivision under
- 22 <u>Section 643.201 or 643.203; or</u>
- 23 (3) whether a towing charge imposed or collected in
- 24 connection with the removal or placement of the vehicle was greater
- 25 than the amount authorized under Section 643.204 or Section
- 26 643.205; or
- 27 (4) whether a towing charge imposed or collected in

- 1 connection with the removal or placement of the vehicle was greater
- than the amount filed with the department under Section 643.207.
- 3 (e) The court may award:
- 4 (1) court costs to the prevailing party; [and]
- 5 (2) the reasonable cost of photographs submitted under
- 6 Section 685.007(b)(8) to a vehicle owner or operator who is the
- 7 prevailing party; [and]
- 8 (3) an amount equal to the amount that the towing
- 9 charge exceeded fees regulated by a political subdivision or
- 10 <u>authorized under this chapter.</u>
- 11 SECTION 9. (a) This Act takes effect September 1, 2003.
- 12 (b) The change in law made by this Act applies only to an offense committed on or after September 1, 2003.
- 14 (c) An offense committed before September 1, 2003, is
- 15 covered by the law in effect when the offense was committed, and the
- 16 former law is continued in effect for that purpose. For purposes of
- this section, an offense was committed before September 1, 2003, if
- any element of the offense was committed before that date.