By: Whitmire

S.B. No. 2153

A BILL TO BE ENTITLED

1	AN ACT
2	relating to the booting of vehicles by private entities in parking
3	facilities; providing penalties.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. The heading to Chapter 2308, Occupations Code,
6	is amended to read as follows:
7	CHAPTER 2308. VEHICLE TOWING AND BOOTING
8	SECTION 2. Section 2308.001, Occupations Code, is amended
9	to read as follows:
10	Sec. 2308.001. SHORT TITLE. This chapter may be cited as
11	the Texas Towing and Booting Act.
12	SECTION 3. Section 2308.002, Occupations Code, is amended
13	by amending Subdivision (1) and adding Subdivisions (1-a), (1-b),
14	and (1-c) to read as follows:
15	(1) "Advisory board" means the Towing <u>,</u> [and] Storage <u>,</u>
16	and Booting Advisory Board.
17	(1-a) "Boot" means a lockable road wheel clamp or
18	similar vehicle immobilization device that is designed to
19	immobilize a parked vehicle and prevent its movement until the
20	device is unlocked or removed.
21	(1-b) "Booting company" means a person that controls,
22	installs, or directs the installation and removal of one or more
23	boots.
24	(1-c) "Boot operator" means an individual who installs

or removes a boot on or from a vehicle. 1 2 SECTION 4. Subchapter A, Chapter 2308, Occupations Code, is amended by adding Section 2308.004 to read as follows: 3 4 Sec. 2308.004. EXEMPTION. (a) This chapter does not apply to a person who, while exercising a statutory or contractual lien 5 right with regard to a vehicle: 6 7 (1) installs or removes a boot; or (2) controls, installs, or directs the installation 8 9 and removal of one or more boots. 10 (b) This chapter does not apply to a commercial office building owner or manager who installs or removes a boot in the 11 building's parking facility. 12 SECTION 5. The heading to Section 2308.051, Occupations 13 Code, is amended to read as follows: 14 Sec. 2308.051. TOWING, [AND] STORAGE, AND BOOTING ADVISORY 15 16 BOARD. 17 SECTION 6. Subsection (a), Section 2308.051, Occupations Code, is amended to read as follows: 18 The advisory board consists of the following members 19 (a) appointed by the presiding officer of the commission with the 20 approval of the commission: 21 22 (1) one representative of a towing company operating in a county with a population of less than one million; 23 one representative of a towing company operating 24 (2) 25 in a county with a population of one million or more; 26 (3) one owner of a vehicle storage facility located in 27 a county with a population of less than one million;

S.B. No. 2153 1 (4) one owner of a vehicle storage facility located in 2 a county with a population of one million or more; (5) one parking facility owner; 3 one law enforcement officer from a county with a 4 (6) population of less than one million; 5 (7) one law enforcement officer from a county with a 6 7 population of one million or more; [and] (8) one representative of property and casualty 8 9 insurers who write automobile insurance in this state; and 10 (9) one representative of a booting company. SECTION 7. Subsection (a), Section 2308.057, Occupations 11 Code, is amended to read as follows: 12 The commission shall adopt rules for permitting tow 13 (a) trucks and licensing towing operators, [and] towing companies, 14 15 booting companies, and boot operators. 16 SECTION 8. Section 2308.151, Occupations Code, is amended 17 to read as follows: Sec. 2308.151. LICENSE REQUIRED. Unless the person holds 18 an appropriate license under this subchapter, a person may not: 19 20 (1) perform towing operations; [or] (2) operate a towing company; 21 22 (3) perform booting operations; or (4) operate a booting company. 23 SECTION 9. Subchapter D, Chapter 2308, Occupations Code, is 24 25 amended by adding Sections 2308.1555 and 2308.1556 to read as follows: 26 27 Sec. 2308.1555. BOOT OPERATOR'S LICENSE. (a) A boot

operator's license is required to install or remove a boot from a 1 2 vehicle. 3 (b) An applicant for a boot operator's license must be at 4 least 18 years of age. 5 Sec. 2308.1556. BOOTING COMPANY LICENSE. (a) A booting company license is required for a person to operate a booting 6 7 company. (b) To be eligible for a booting company license, an 8 9 applicant must submit evidence that the applicant is covered by: 10 (1) a general liability insurance policy on a broad 11 form with: (A) a combined single limit for bodily injury and 12 13 property damage for each occurrence of at least \$500,000; and (B) an aggregate limit for all occurrences for 14 15 each policy year of at least \$500,000; and 16 (2) an automobile liability insurance policy covering the applicant and the applicant's employees for vehicles owned, 17 hired, or otherwise used in the applicant's business, with a 18 combined single limit for each occurrence of at least \$500,000. 19 20 SECTION 10. The heading to Subchapter E, Chapter 2308, Occupations Code, is amended to read as follows: 21 22 SUBCHAPTER E. LOCAL REGULATION OF TOWING AND BOOTING SECTION 11. Subchapter E, Chapter 2308, Occupations Code, 23 24 is amended by adding Section 2308.2085 to read as follows: 25 Sec. 2308.2085. MUNICIPAL ORDINANCE REGULATING BOOTING COMPANIES AND OPERATORS. (a) A municipality may adopt an 26 27 ordinance that is identical to the booting provisions in this

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1	chapter or that imposes additional requirements that exceed the
2	minimum standards of the booting provisions in this chapter but may
3	not adopt an ordinance that conflicts with the booting provisions
4	in this chapter.
5	(b) A municipality may regulate the fees that may be charged
6	in connection with the booting of a vehicle, including associated
7	parking fees.
8	(c) A municipality may require booting companies to obtain a
9	permit to operate in the municipality.
10	SECTION 12. Subchapter F, Chapter 2308, Occupations Code,
11	is amended by adding Section 2308.257 to read as follows:
12	Sec. 2308.257. BOOTING OF UNAUTHORIZED VEHICLE. (a) A
13	parking facility owner may, without the consent of the owner or
14	operator of an unauthorized vehicle, cause a boot to be installed on
15	the vehicle in the parking facility if signs that comply with
16	Subchapter G prohibiting unauthorized vehicles are located on the
17	parking facility at the time of the booting and for the preceding 24
18	hours and remain installed at the time of the booting.
19	(b) A boot operator that installs a boot on a vehicle must
20	affix a conspicuous notice to the vehicle's front windshield or
21	driver's side window stating:
22	(1) that the vehicle has been booted and damage may
23	occur if the vehicle is moved;
24	(2) the date and time the boot was installed;
25	(3) the name, address, and telephone number of the
26	booting company;
27	(4) a telephone number that is answered 24 hours a day

to enable the owner or operator of the vehicle to arrange for 1 2 removal of the boot; (5) the amount of the fee for removal of the boot and 3 4 any associated parking fees; and 5 (6) notice of the right of a vehicle owner or vehicle operator to a hearing under Subchapter J. 6 7 (c) On removal of a boot, the boot operator shall provide a receipt to the vehicle owner or <u>operator stating</u>: 8 9 (1) the name of the person who removed the boot; (2) the date and time the boot was removed; 10 11 (3) the name of the person to whom the vehicle was 12 released; 13 (4) the amount of fees paid for removal of the boot and 14 any associated parking fees; and 15 (5) the right of the vehicle owner or operator to a 16 hearing under Subchapter J. 17 (d) The booting company shall maintain a copy of the receipt at its place of business for a period of three years. A peace 18 officer has the right, on request, to inspect and copy the records 19 20 to determine compliance with the requirements of this section. (e) A booting company shall accept payment by an electronic 21 check, debit card, or credit card for any fee or charge associated 22 with the removal of a boot. A booting company may not collect a fee 23 for any charge associated with the removal of a boot from a person 24 25 who offers to pay the charge with an electronic check, debit card, or credit card form of payment that the booting company is not 26 27 equipped to accept.

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SECTION 13. Section 2308.301, Occupations Code, is amended
to read as follows:

3 Sec. 2308.301. GENERAL REQUIREMENTS FOR SIGN PROHIBITING 4 UNAUTHORIZED VEHICLES. (a) Except as provided by Subsection 5 (a)(2)(B) and Section 2308.304 or 2308.305, an unauthorized vehicle 6 may not be towed under Section 2308.252(a)(1) or booted under 7 <u>Section 2308.257</u> unless a sign prohibiting unauthorized vehicles on 8 a parking facility is:

9 (1) facing and conspicuously visible to the driver of 10 a vehicle that enters the facility;

(2) 11 located: on the right or left side of each driveway or 12 (A) 13 curb-cut through which a vehicle can enter the facility, including an entry from an alley abutting the facility; or 14 15 (B) at intervals along the entrance so that no 16 entrance is farther than 25 feet from a sign if: 17 (i) curbs, access barriers, landscaping, or driveways do not establish definite vehicle entrances onto a 18 parking facility from a public roadway other than an alley; and 19 20 (ii) the width of an entrance exceeds 35 feet; 21 22 permanently mounted on a pole, post, permanent (3) wall, or permanent barrier; 23 24 (4) installed on the parking facility; and

(5) installed so that the bottom edge of the sign is no
lower than five feet and no higher than eight feet above ground
level.

(b) Except as provided by Section 2308.305, an unauthorized
 vehicle may be towed under Section 2308.252(a)(1) or booted under
 <u>Section 2308.257</u> only if each sign prohibiting unauthorized
 vehicles:

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- is made of weather-resistant material;
- (2) is at least 18 inches wide and 24 inches tall;

7 (3) contains the international symbol for towing 8 vehicles;

9 (4) contains a statement describing who may park in 10 the parking facility and prohibiting all others;

11 (5) bears the words "Unauthorized Vehicles Will Be 12 Towed <u>or Booted</u> at Owner's or Operator's Expense";

13 (6) contains a statement of the days and hours of 14 towing <u>and booting</u> enforcement; and

(7) contains a number, including the area code, of a telephone that is answered 24 hours a day to enable an owner or operator of a vehicle to locate <u>a towed</u> [the] vehicle <u>or to arrange</u> for removal of a boot from a vehicle.

SECTION 14. Subsections (c) and (e), Section 2308.302,
Occupations Code, are amended to read as follows:

immediately below 21 (c) The portion of the sign the 22 international towing symbol must contain the words "Towing And Booting Enforced" [or the information provided by Section 23 2308.301(b)(4)] in lettering at least two inches in height. 24 The 25 lettering on this portion of the sign must consist of white letters on a bright red background. 26

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(e) The bottommost portion of the sign must contain the

telephone numbers [number] required by Section 2308.301(b), in 1 2 lettering at least one inch in height and may, if the facility owner chooses or if an applicable municipal ordinance requires, include 3 4 the name and address of the storage facility to which an unauthorized vehicle will be removed. The lettering on this 5 portion of the sign must consist of white letters on a bright red 6 7 background.

8 SECTION 15. The heading to Subchapter I, Chapter 2308, 9 Occupations Code, is amended to read as follows:

10 SUBCHAPTER I. REGULATION OF TOWING COMPANIES, BOOTING COMPANIES,

11 AND PARKING FACILITY OWNERS

SECTION 16. Section 2308.401, Occupations Code, is amended to read as follows:

Sec. 2308.401. PARKING FACILITY OWNER PROHIBITED FROM RECEIVING FINANCIAL GAIN FROM TOWING COMPANY <u>OR BOOTING COMPANY</u>.
(a) A parking facility owner may not directly or indirectly accept anything of value from:

18 (1) a towing company in connection with the removal of 19 a vehicle from a parking facility; or

20 (2) a booting company in connection with booting a
 21 vehicle in a parking facility.

(b) A parking facility owner may not have a direct or
 indirect monetary interest in:

24 <u>(1)</u> a towing company that for compensation removes 25 unauthorized vehicles from a parking facility in which the parking 26 facility owner has an interest; or

27 (2) a booting company that for compensation boots

vehicles in a parking facility in which the parking facility owner
 has an interest.

3 SECTION 17. Section 2308.402, Occupations Code, is amended 4 to read as follows:

5 Sec. 2308.402. TOWING COMPANY <u>AND BOOTING COMPANY</u> 6 PROHIBITED FROM FINANCIAL INVOLVEMENT WITH PARKING FACILITY OWNER. 7 (a) A towing company <u>or booting company</u> may not directly or 8 indirectly give anything of value to a parking facility owner in 9 connection with:

10 <u>(1)</u> the removal of a vehicle from a parking facility; 11 <u>or</u>

(2) the booting of a vehicle in a parking facility.

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(b) A towing company <u>or booting company</u> may not have a
 direct or indirect monetary interest in a parking facility:

15 <u>(1)</u> from which the towing company for compensation 16 removes unauthorized vehicles; or

17 (2) in which the booting company for compensation
 18 installs boots on unauthorized vehicles.

SECTION 18. The heading to Section 2308.404, Occupations Code, is amended to read as follows:

Sec. 2308.404. CIVIL LIABILITY OF TOWING COMPANY, BOOTING
 <u>COMPANY</u>, OR PARKING FACILITY OWNER FOR VIOLATION OF CHAPTER.

23 SECTION 19. Subsections (a), (b), and (c), Section 24 2308.404, Occupations Code, are amended to read as follows:

(a) A towing company, booting company, or parking facility
owner who violates this chapter is liable to the owner or operator
of the vehicle that is the subject of the violation for:

(1) damages arising from the removal, [or] storage, or
 2 booting of the vehicle; and

3 (2) towing, [or] storage, or booting fees assessed in
4 connection with the vehicle's removal, [or] storage, or booting.

(b) A vehicle's owner or operator is not required to prove
negligence of a parking facility owner, [or] towing company, or
<u>booting company</u> to recover under Subsection (a).

8 (c) A towing company, booting company, or parking facility 9 owner who intentionally, knowingly, or recklessly violates this 10 chapter is liable to the owner or operator of the vehicle that is 11 the subject of the violation for \$300 plus three times the amount of 12 fees assessed in the vehicle's removal, towing, [or] storage, or 13 booting.

SECTION 20. The heading to Subchapter J, Chapter 2308, Occupations Code, is amended to read as follows:

SUBCHAPTER J. RIGHTS OF OWNERS AND OPERATORS OF STORED <u>OR BOOTED</u> VEHICLES

SECTION 21. The heading to Section 2308.451, Occupations
Code, is amended to read as follows:

20 Sec. 2308.451. PAYMENT OF COST OF REMOVAL, [AND] STORAGE, 21 AND BOOTING OF VEHICLE.

22 SECTION 22. Section 2308.451, Occupations Code, is amended 23 by adding Subsections (c) and (d) to read as follows:

24 (c) If in a hearing held under this chapter the court finds
25 that a person authorized, with probable cause, the booting of a
26 vehicle in a parking facility, the person who requested the hearing
27 shall pay the costs of the booting.

1	(d) If in a hearing held under this chapter the court does
2	not find that a person authorized, with probable cause, the booting
3	of a vehicle, the person that authorized the booting shall:
4	(1) pay the costs of the booting and any related
5	parking fees; or
6	(2) reimburse the owner or operator for the cost of the
7	booting and any related parking fees paid by the owner or operator.
8	SECTION 23. Section 2308.452, Occupations Code, is amended
9	to read as follows:
10	Sec. 2308.452. RIGHT OF OWNER OR OPERATOR OF VEHICLE TO
11	HEARING. The owner or operator of a vehicle that has been removed
12	and placed in a vehicle storage facility <u>or booted</u> without the
13	consent of the owner or operator of the vehicle is entitled to a
14	hearing on whether probable cause existed for the removal and
15	placement or booting.
16	SECTION 24. Section 2308.453, Occupations Code, is amended
17	to read as follows:
18	Sec. 2308.453. JURISDICTION. A hearing under this chapter
19	shall be in the justice court having jurisdiction in <u>:</u>
20	(1) the precinct in which the vehicle storage facility
21	is located; or
22	(2) for booted vehicles, the precinct in which the
23	parking facility is located.
24	SECTION 25. Section 2308.454, Occupations Code, is amended
25	by adding Subsections (c) and (d) to read as follows:
26	(c) If before a hearing held under this chapter the owner or
27	operator of a vehicle pays the costs for removal of a boot, the

booting company shall at the time of payment give the owner or 1 2 operator written notice of the person's rights under this chapter. 3 (d) The booting operator that places a notice on a booted vehicle under Section 2308.257 shall include with that notice a 4 notice of the person's rights under this chapter. 5 6 SECTION 26. Section 2308.455, Occupations Code, is amended 7 to read as follows: Sec. 2308.455. CONTENTS OF NOTICE. The 8 notice under 9 Section 2308.454 must include: 10 (1)a statement of: 11 (A) the person's right to submit a request within 14 days for a court hearing to determine whether probable cause 12 13 existed to remove, or install a boot on, the vehicle; (B) the information that a request for a hearing 14 15 must contain; and 16 (C) any filing fee for the hearing; 17 the name, address, and telephone number of the (2) towing company that removed the vehicle or the booting company that 18 booted the vehicle; 19 the name, address, and telephone number of the 20 (3) vehicle storage facility in which the vehicle was placed; 21 22 (4) the name, address, and telephone number of the person, property owner, or law enforcement agency that authorized 23 the removal of the vehicle; and 24 25 (5) the name, address, and telephone number of the justice court having jurisdiction in the precinct in which the 26 27 vehicle storage facility is located or, for booted vehicles, the

name, address, and telephone number of the justice court having 1 jurisdiction in the precinct in which the parking facility is 2 3 located. SECTION 27. Subsections (a) and (b), Section 2308.456, 4 Occupations Code, are amended to read as follows: 5 6 (a) Except as provided by Subsection (c), a person entitled 7 to a hearing under this chapter must deliver a written request for the hearing to the court before the 14th day after the date the 8 9 vehicle was removed and placed in the vehicle storage facility or booted, excluding Saturdays, Sundays, and legal holidays. 10 11 (b) A request for a hearing must contain: the name, address, and telephone number of the 12 (1)13 owner or operator of the vehicle; (2) the location from which the vehicle was removed or 14 15 in which the vehicle was booted; 16 (3) the date when the vehicle was removed or booted; 17 (4) the name, address, and telephone number of the person or law enforcement agency that authorized the removal or 18 19 booting; (5) the name, address, and telephone number of the 20 vehicle storage facility in which the vehicle was placed; 21 (6) the name, address, and telephone number of the 22 towing company that removed the vehicle or of the booting company 23 that installed a boot on the vehicle; 24 25 (7) a copy of any receipt or notification that the owner or operator received from the towing company, the booting 26 27 company, or the vehicle storage facility; and

(8) if the vehicle was removed from <u>or booted in</u> a
 parking facility:

3 (A) one or more photographs that show the
4 location and text of any sign posted at the facility restricting
5 parking of vehicles; or

6 (B) a statement that no sign restricting parking7 was posted at the parking facility.

8 SECTION 28. Section 2308.458, Occupations Code, is amended 9 by amending Subsections (b), (c), and (e) and adding Subsections 10 (b-2) and (c-1) to read as follows:

11 (b) The court shall notify the person who requested the hearing for a towed vehicle, the person or law enforcement agency 12 that authorized the removal of the vehicle, and the vehicle storage 13 facility in which the vehicle was placed of the date, time, and 14 place of the hearing in a manner provided by Rule 21a, Texas Rules 15 16 of Civil Procedure. The notice of the hearing to the person or law enforcement agency that authorized the removal of the vehicle must 17 [shall] include a copy of the request for hearing. 18

19 (b-2) The court shall notify the person who requested the 20 hearing for a booted vehicle, the parking facility in which the 21 vehicle was booted, and the booting company of the date, time, and 22 place of the hearing in a manner provided by Rule 21a, Texas Rules 23 of Civil Procedure. The notice of hearing to the person that 24 authorized the booting of the vehicle must include a copy of the 25 request for hearing.

(c) The issues in a hearing <u>regarding a towed vehicle</u> under
 this chapter are:

(1) whether probable cause existed for the removal and
 placement of the vehicle;

3 (2) whether a towing charge imposed or collected in 4 connection with the removal or placement of the vehicle was greater 5 than the amount authorized by the political subdivision under 6 Section 2308.201 or 2308.202;

(3) whether a towing charge imposed or collected in
connection with the removal or placement of the vehicle was greater
than the amount authorized under Section 2308.203 or 2308.204; or

10 (4) whether a towing charge imposed or collected in 11 connection with the removal or placement of the vehicle was greater 12 than the amount filed with the department under Section 2308.206.

13 (c-1) The issues in a hearing regarding a booted vehicle 14 under this chapter are:

15 (1) whether probable cause existed for the booting of 16 the vehicle; and

17 (2) whether a boot removal charge imposed or collected 18 in connection with the removal of the boot from the vehicle was 19 greater than the amount authorized by the political subdivision 20 under Section 2308.2085.

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(e) The court may award:

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(1) court costs to the prevailing party;

(2) the reasonable cost of photographs submitted under
Section 2308.456(b)(8) to a vehicle owner or operator who is the
prevailing party;

26 (3) an amount equal to the amount that the towing 27 charge <u>or booting removal charge and associated parking fees</u>

exceeded fees regulated by a political subdivision or authorized by
 this code or by Chapter 2303; and

3 (4) reimbursement of fees paid for vehicle towing,
4 [and] storage, or removal of a boot.

5 SECTION 29. Subsection (a), Section 2308.505, Occupations
6 Code, is amended to read as follows:

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(a) A person commits an offense if the person:

8 (1) violates an ordinance, resolution, order, rule, or 9 regulation of a political subdivision adopted under Section 10 2308.201<u>,</u> [or] 2308.202, <u>or 2308.2085</u> for which the political 11 subdivision does not prescribe the penalty;

12 (2) charges or collects a fee in a political 13 subdivision that regulates the operation of tow trucks under 14 Section 2308.201 or 2308.202 <u>or booting under Section 2308.2085</u> 15 that is not authorized or is greater than the authorized amount of 16 the fee;

17 (3) charges or collects a fee greater than the amount18 authorized under Section 2308.204;

(4) charges or collects a fee in excess of the amount
filed with the department under Section 2308.206;

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(5) violates Section 2308.205; or

(6) violates a rule of the department applicable to a
tow truck, [and] towing company, or booting company.

24 SECTION 30. Section 2303.058, Occupations Code, is amended 25 to read as follows:

26 Sec. 2303.058. ADVISORY BOARD. The Towing, [and] Storage, 27 <u>and Booting</u> Advisory Board under Chapter 2308 shall advise the

commission in adopting vehicle storage rules under this chapter.
SECTION 31. Promptly after this Act takes effect, the
presiding officer of the Texas Commission of Licensing and
Regulation shall appoint to the Towing, Storage, and Booting
Advisory Board one representative of a booting company as required
by Subsection (a), Section 2308.051, Occupations Code, as amended
by this Act.

8 SECTION 32. This Act takes effect September 1, 2009.