97TH GENERAL ASSEMBLY

State of Illinois

2011 and 2012

HB1693

by Rep. Michael J. Zalewski

SYNOPSIS AS INTRODUCED:

625 ILCS 5/4-203	from Ch. 95 1/2, par. 4-203
770 ILCS 90/3	from Ch. 141, par. 3

Amends the Illinois Vehicle Code and the Sale of Unclaimed Property Act. Changes the maximum amount of a lien for towing and storage of a vehicle under certain provisions of the Illinois Vehicle code to the actual towing and storage charges (instead of \$2,000). Provides that a sale under the Sale of Unclaimed Property Act may be accomplished to enforce a lien for towing and storage of vehicles performed by any relocator or other towing service pursuant to the order of a law enforcement official or agency in accordance with provisions of the Illinois Vehicle Code, whether or not such towing and storage is performed without the vehicle owner's consent.

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1 AN ACT concerning liens.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 5. The Illinois Vehicle Code is amended by changing
Section 4-203 as follows:

6 (625 ILCS 5/4-203) (from Ch. 95 1/2, par. 4-203)

Sec. 4-203. Removal of motor vehicles or other vehicles;
Towing or hauling away.

9 (a) When a vehicle is abandoned, or left unattended, on a 10 toll highway, interstate highway, or expressway for 2 hours or 11 more, its removal by a towing service may be authorized by a 12 law enforcement agency having jurisdiction.

(b) When a vehicle is abandoned on a highway in an urban district 10 hours or more, its removal by a towing service may be authorized by a law enforcement agency having jurisdiction.

(c) When a vehicle is abandoned or left unattended on a highway other than a toll highway, interstate highway, or expressway, outside of an urban district for 24 hours or more, its removal by a towing service may be authorized by a law enforcement agency having jurisdiction.

(d) When an abandoned, unattended, wrecked, burned or partially dismantled vehicle is creating a traffic hazard because of its position in relation to the highway or its

physical appearance is causing the impeding of traffic, its immediate removal from the highway or private property adjacent to the highway by a towing service may be authorized by a law enforcement agency having jurisdiction.

5 (e) Whenever a peace officer reasonably believes that a person under arrest for a violation of Section 11-501 of this 6 7 Code or a similar provision of a local ordinance is likely, 8 upon release, to commit a subsequent violation of Section 9 11-501, or a similar provision of a local ordinance, the 10 arresting officer shall have the vehicle which the person was 11 operating at the time of the arrest impounded for a period of 12 not more than 12 hours after the time of arrest. However, such vehicle may be released by the arresting law enforcement agency 13 14 prior to the end of the impoundment period if:

15 (1) the vehicle was not owned by the person under 16 arrest, and the lawful owner requesting such release 17 possesses a valid operator's license, proof of ownership, and would not, as determined by the arresting law 18 19 enforcement agency, indicate a lack of ability to operate a motor vehicle in a safe manner, or who would otherwise, by 20 21 operating such motor vehicle, be in violation of this Code; 22 or

(2) the vehicle is owned by the person under arrest,
 and the person under arrest gives permission to another
 person to operate such vehicle, provided however, that the
 other person possesses a valid operator's license and would

not, as determined by the arresting law enforcement agency,
 indicate a lack of ability to operate a motor vehicle in a
 safe manner or who would otherwise, by operating such motor
 vehicle, be in violation of this Code.

5 (e-5) Whenever a registered owner of a vehicle is taken 6 into custody for operating the vehicle in violation of Section 7 11-501 of this Code or a similar provision of a local ordinance 8 or Section 6-303 of this Code, a law enforcement officer may 9 have the vehicle immediately impounded for a period not less 10 than:

(1) 24 hours for a second violation of Section 11-501 of this Code or a similar provision of a local ordinance or Section 6-303 of this Code or a combination of these offenses; or

15 (2) 48 hours for a third violation of Section 11-501 of
16 this Code or a similar provision of a local ordinance or
17 Section 6-303 of this Code or a combination of these
18 offenses.

19 The vehicle may be released sooner if the vehicle is owned 20 by the person under arrest and the person under arrest gives 21 permission to another person to operate the vehicle and that 22 other person possesses a valid operator's license and would 23 not, as determined by the arresting law enforcement agency, 24 indicate a lack of ability to operate a motor vehicle in a safe 25 manner or would otherwise, by operating the motor vehicle, be in violation of this Code. 26

- 4 - LRB097 05321 HEP 45376 b

(f) Except as provided in Chapter 18a of this Code, the 1 2 owner or lessor of privately owned real property within this 3 State, or any person authorized by such owner or lessor, or any law enforcement agency in the case of publicly owned real 4 property may cause any motor vehicle abandoned or left 5 6 unattended upon such property without permission to be removed 7 by a towing service without liability for the costs of removal, 8 transportation or storage or damage caused by such removal, 9 transportation or storage. The towing or removal of any vehicle 10 from private property without the consent of the registered 11 owner or other legally authorized person in control of the 12 vehicle is subject to compliance with the following conditions 13 and restrictions:

14 1. Any towed or removed vehicle must be stored at the 15 site of the towing service's place of business. The site 16 must be open during business hours, and for the purpose of 17 redemption of vehicles, during the time that the person or 18 firm towing such vehicle is open for towing purposes.

2. The towing service shall within 30 minutes of 20 completion of such towing or removal, notify the law 21 enforcement agency having jurisdiction of such towing or 22 removal, and the make, model, color and license plate 23 number of the vehicle, and shall obtain and record the name 24 of the person at the law enforcement agency to whom such 25 information was reported.

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3. If the registered owner or legally authorized person

entitled to possession of the vehicle shall arrive at the 1 2 scene prior to actual removal or towing of the vehicle, the 3 vehicle shall be disconnected from the tow truck and that person shall be allowed to remove the vehicle without 4 5 interference, upon the payment of a reasonable service fee 6 of not more than one half the posted rate of the towing 7 service as provided in paragraph 6 of this subsection, for 8 which a receipt shall be given.

9 4. The rebate or payment of money or any other valuable 10 consideration from the towing service or its owners, 11 managers or employees to the owners or operators of the 12 premises from which the vehicles are towed or removed, for 13 the privilege of removing or towing those vehicles, is 14 prohibited. Any individual who violates this paragraph 15 shall be guilty of a Class A misdemeanor.

16 5. Except for property appurtenant to and obviously a 17 part of a single family residence, and except for instances where notice is personally given to the owner or other 18 19 legally authorized person in control of the vehicle that 20 the area in which that vehicle is parked is reserved or otherwise unavailable to unauthorized vehicles and they 21 22 are subject to being removed at the owner or operator's 23 expense, any property owner or lessor, prior to towing or 24 removing any vehicle from private property without the 25 consent of the owner or other legally authorized person in 26 control of that vehicle, must post a notice meeting the

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following requirements:

a. Except as otherwise provided in subparagraph a.1 of this subdivision (f)5, the notice must be prominently placed at each driveway access or curb cut allowing vehicular access to the property within 5 feet from the public right-of-way line. If there are no curbs or access barriers, the sign must be posted not less than one sign each 100 feet of lot frontage.

9 a.1. In a municipality with a population of less 10 than 250,000, as an alternative to the requirement of 11 subparagraph a of this subdivision (f)5, the notice for 12 a parking lot contained within property used solely for 13 a 2-family, 3-family, or 4-family residence may be 14 prominently placed at the perimeter of the parking lot, 15 in a position where the notice is visible to the 16 occupants of vehicles entering the lot.

b. The notice must indicate clearly, in not less than 2 inch high light-reflective letters on a contrasting background, that unauthorized vehicles will be towed away at the owner's expense.

21 c. The notice must also provide the name and 22 current telephone number of the towing service towing 23 or removing the vehicle.

d. The sign structure containing the required
notices must be permanently installed with the bottom
of the sign not less than 4 feet above ground level,

and must be continuously maintained on the property for
 not less than 24 hours prior to the towing or removing
 of any vehicle.

6. Any towing service that tows or removes vehicles and 4 5 proposes to require the owner, operator, or person in 6 control of the vehicle to pay the costs of towing and 7 storage prior to redemption of the vehicle must file and 8 keep on record with the local law enforcement agency a 9 complete copy of the current rates to be charged for such 10 services, and post at the storage site an identical rate 11 schedule and any written contracts with property owners, 12 lessors, or persons in control of property which authorize them to remove vehicles as provided in this Section. The 13 14 towing and storage charges, however, shall not exceed the 15 maximum allowed by the Illinois Commerce Commission under 16 Section 18a-200.

17 7. No person shall engage in the removal of vehicles 18 from private property as described in this Section without 19 filing a notice of intent in each community where he 20 intends to do such removal, and such notice shall be filed 21 at least 7 days before commencing such towing.

8. No removal of a vehicle from private property shall be done except upon express written instructions of the owners or persons in charge of the private property upon which the vehicle is said to be trespassing.

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9. Vehicle entry for the purpose of removal shall be

allowed with reasonable care on the part of the person or firm towing the vehicle. Such person or firm shall be liable for any damages occasioned to the vehicle if such entry is not in accordance with the standards of reasonable care.

6 10. When a vehicle has been towed or removed pursuant 7 to this Section, it must be released to its owner or 8 custodian within one half hour after requested, if such 9 request is made during business hours. Any vehicle owner or 10 custodian or agent shall have the right to inspect the 11 vehicle before accepting its return, and no release or 12 waiver of any kind which would release the towing service from liability for damages incurred during the towing and 13 14 storage may be required from any vehicle owner or other 15 legally authorized person as a condition of release of the 16 vehicle. A detailed, signed receipt showing the legal name 17 of the towing service must be given to the person paying towing or storage charges at the time of payment, whether 18 19 requested or not.

20 This Section shall not apply to law enforcement, 21 firefighting, rescue, ambulance, or other emergency vehicles 22 which are marked as such or to property owned by any 23 governmental entity.

When an authorized person improperly causes a motor vehicle to be removed, such person shall be liable to the owner or lessee of the vehicle for the cost or removal, transportation and storage, any damages resulting from the removal,
 transportation and storage, attorney's fee and court costs.

Any towing or storage charges accrued shall be payable by the use of any major credit card, in addition to being payable in cash.

6 11. Towing companies shall also provide insurance 7 coverage for areas where vehicles towed under the 8 provisions of this Chapter will be impounded or otherwise 9 stored, and shall adequately cover loss by fire, theft or 10 other risks.

11 Any person who fails to comply with the conditions and 12 restrictions of this subsection shall be guilty of a Class C 13 misdemeanor and shall be fined not less than \$100 nor more than 14 \$500.

(g) When a vehicle is determined to be a hazardous dilapidated motor vehicle pursuant to Section 11-40-3.1 of the Illinois Municipal Code, its removal and impoundment by a towing service may be authorized by a law enforcement agency with appropriate jurisdiction.

20 When a vehicle removal from either public or private 21 property is authorized by a law enforcement agency, the owner 22 of the vehicle shall be responsible for all towing and storage 23 charges.

Vehicles removed from public or private property and stored by a commercial vehicle relocator or any other towing service authorized by a law enforcement agency in compliance with this

Section and Sections 4-201 and 4-202 of this Code, or at the 1 2 request of the vehicle owner or operator, shall be subject to a 3 possessor lien for services pursuant to the Labor and Storage Lien (Small Amount) Act. The provisions of Section 1 of that 4 5 Act relating to notice and implied consent shall be deemed satisfied by compliance with Section 18a-302 and subsection (6) 6 7 of Section 18a-300. In no event shall such lien be greater than the rate or rates established in accordance with subsection (6) 8 of Section 18a-200 of this Code. In no event shall such lien be 9 10 increased or altered to reflect any charge for services or 11 materials rendered in addition to those authorized by this Act. 12 Every such lien shall be payable by use of any major credit 13 card, in addition to being payable in cash.

14 No lien under this subsection (g) shall: exceed <u>actual</u> 15 <u>towing and storage charges</u> \$2,000 in its total amount; or be 16 increased or altered to reflect any charge for services or 17 materials rendered in addition to those authorized by this Act.

(h) Whenever a peace officer issues a citation to a driver 18 for a violation of subsection (a) of Section 11-506 of this 19 20 Code, the arresting officer may have the vehicle which the person was operating at the time of the arrest impounded for a 21 22 period of 5 days after the time of arrest. An impounding agency 23 shall release a motor vehicle impounded under this subsection (h) to the registered owner of the vehicle under any of the 24 25 following circumstances:

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(1) If the vehicle is a stolen vehicle; or

1 (2) If the person ticketed for a violation of 2 subsection (a) of Section 11-506 of this Code was not 3 authorized by the registered owner of the vehicle to 4 operate the vehicle at the time of the violation; or

5 (3) If the registered owner of the vehicle was neither 6 the driver nor a passenger in the vehicle at the time of 7 the violation or was unaware that the driver was using the 8 vehicle to engage in street racing; or

9 (4) If the legal owner or registered owner of the 10 vehicle is a rental car agency; or

(5) If, prior to the expiration of the impoundment period specified above, the citation is dismissed or the defendant is found not guilty of the offense.

14 (Source: P.A. 95-310, eff. 1-1-08; 95-562, eff. 7-1-08; 95-621,
15 eff. 6-1-08; 95-876, eff. 8-21-08; 96-1274, eff. 7-26-10.)

Section 10. The Sale of Unclaimed Property Act is amended by changing Section 3 as follows:

18 (770 ILCS 90/3) (from Ch. 141, par. 3)

19 Sec. 3. All persons other than common carriers having a 20 lien on personal property, by virtue of the Innkeepers Lien Act 21 or for more than \$2,000 by virtue of the Labor and Storage Lien 22 Act may enforce the lien by a sale of the property, on giving 23 to the owner thereof, if he and his residence be known to the 24 person having such lien, 30 days' notice by certified mail, in

writing of the time and place of such sale, and if the owner or 1 2 his place of residence be unknown to the person having such lien, then upon his filing his affidavit to that effect with 3 the clerk of the circuit court in the county where such 4 5 property is situated; notice of the sale may be given by publishing the same once in each week for 3 successive weeks in 6 7 some newspaper of general circulation published in the county, 8 and out of the proceeds of the sale all costs and charges for 9 advertising and making the same, and the amount of the lien 10 shall be paid, and the surplus, if any, shall be paid to the 11 owner of the property or, if not claimed by said owner, such 12 surplus, if any, shall be disposed under the Uniform 13 Disposition of Unclaimed Property Act. All sales pursuant to this Section must be public and conducted in a commercially 14 15 reasonable manner so as to maximize the net proceeds of the 16 sale. Conformity to the requirements of this Act shall be a 17 perpetual bar to any action against such lienor by any person for the recovery of such chattels or the value thereof or any 18 19 damages growing out of the failure of such person to receive 20 such chattels.

A sale pursuant to this Section may be accomplished to enforce a lien for towing and storage of vehicles performed by any relocator or other towing service pursuant to the order of a law enforcement official or agency in accordance with Section 4-201 through 4-214 of the Illinois Vehicle Code, whether or not such towing and storage is performed without the vehicle

- 1 <u>owner's consent.</u>
- 2 (Source: P.A. 87-206.)