102ND GENERAL ASSEMBLY

State of Illinois

2021 and 2022

SB3629

Introduced 1/19/2022, by Sen. Laura M. Murphy

SYNOPSIS AS INTRODUCED:

625 ILCS 5/4-203	from Ch. 95 1/2, par. 4-203
770 ILCS 50/1.5	
770 ILCS 50/2	from Ch. 82, par. 47b

Amends the Illinois Vehicle Code. Provides that if a vehicle owner has a legal agreement with the owner of private property permitting the vehicle owner to park on the property, the owner or person in charge of the private property shall provide notice of a tow of the vehicle that is personally given to the owner or other legally authorized person in control of the vehicle. Amends the Labor and Storage Lien (Small Amount) Act. Provides that notice of a lien sale shall be personally given to the owner or other legally authorized person in control of the vehicle, in addition to written notice that is provided by certified mail, return receipt requested. Provides that the notice is effective upon the owner or other legally authorized person in control of the vehicle personally receiving notice, rather than upon the mailing of the notice. Makes a corresponding change.

LRB102 23455 RAM 32629 b

SB3629

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AN ACT concerning transportation.

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 12 hours after the time of arrest. However, such vehicle may be released by the arresting law enforcement agency prior to the 13 14 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 20 a motor vehicle in a safe manner, or who would otherwise, 21 by operating such motor vehicle, be in violation of this 22 Code; 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

1 would not, as determined by the arresting law enforcement 2 agency, indicate a lack of ability to operate a motor 3 vehicle in a safe manner or who would otherwise, by 4 operating such motor vehicle, be in violation of this 5 Code.

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

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

The vehicle may be released sooner if the vehicle is owned by the person under arrest and the person under arrest gives permission to another person to operate the vehicle and that 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 would otherwise, by operating the motor vehicle, be - 4 - LRB102 23455 RAM 32629 b

1 in violation of this Code.

2 (f) Except as provided in Chapter 18a of this Code, the 3 owner or lessor of privately owned real property within this State, or any person authorized by such owner or lessor, or any 4 5 law enforcement agency in the case of publicly owned real property may cause any motor vehicle abandoned or 6 left 7 unattended upon such property without permission to be removed 8 by a towing service without liability for the costs of 9 removal, transportation or storage or damage caused by such 10 removal, transportation or storage. The towing or removal of 11 any vehicle from private property without the consent of the 12 registered owner or other legally authorized person in control of the vehicle is subject to compliance with the following 13 conditions and restrictions: 14

15 1. Any towed or removed vehicle must be stored at the 16 site of the towing service's place of business. The site 17 must be open during business hours, and for the purpose of 18 redemption of vehicles, during the time that the person or 19 firm towing such vehicle is open for towing purposes.

20 2. The towing service shall within 30 minutes of 21 completion of such towing or removal, notify the law 22 enforcement agency having jurisdiction of such towing or 23 removal, and the make, model, color and license plate 24 number of the vehicle, and shall obtain and record the 25 name of the person at the law enforcement agency to whom 26 such information was reported.

- 5 - LRB102 23455 RAM 32629 b

If the registered owner or legally authorized 1 3. person entitled to possession of the vehicle shall arrive 2 3 at the scene prior to actual removal or towing of the vehicle, the vehicle shall be disconnected from the tow 4 5 truck and that person shall be allowed to remove the vehicle without interference, upon the payment of a 6 7 reasonable service fee of not more than one half the posted rate of the towing service as provided in paragraph 8 9 6 of this subsection, for which a receipt shall be given.

10 4. The rebate or payment of money or any other 11 valuable consideration from the towing service or its 12 owners, managers or employees to the owners or operators 13 of the premises from which the vehicles are towed or 14 removed, for the privilege of removing or towing those 15 vehicles, is prohibited. Any individual who violates this 16 paragraph shall be guilty of a Class A misdemeanor.

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

SB3629

1 2 control of that vehicle, must post a notice meeting the 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.

10 a.1. In a municipality with a population of less 11 than 250,000, as an alternative to the requirement of 12 subparagraph a of this subdivision (f)5, the notice for a parking lot contained within property used 13 14 solely for a 2-family, 3-family, or 4-family residence 15 may be prominently placed at the perimeter of the 16 parking lot, in a position where the notice is visible 17 to the 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.

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

d. The sign structure containing the required
 notices must be permanently installed with the bottom

1 of the sign not less than 4 feet above ground level, 2 and must be continuously maintained on the property 3 for not less than 24 hours prior to the towing or 4 removing of any vehicle.

5 6. Any towing service that tows or removes vehicles 6 and proposes to require the owner, operator, or person in control of the vehicle to pay the costs of towing and 7 storage prior to redemption of the vehicle must file and 8 9 keep on record with the local law enforcement agency a 10 complete copy of the current rates to be charged for such 11 services, and post at the storage site an identical rate 12 schedule and any written contracts with property owners, lessors, or persons in control of property which authorize 13 14 them to remove vehicles as provided in this Section. The 15 towing and storage charges, however, shall not exceed the 16 maximum allowed by the Illinois Commerce Commission under 17 Section 18a-200.

18 7. No person shall engage in the removal of vehicles 19 from private property as described in this Section without 20 filing a notice of intent in each community where he 21 intends to do such removal, and such notice shall be filed 22 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. <u>If a vehicle</u> - 8 - LRB102 23455 RAM 32629 b

1 <u>owner has a legal agreement with the owner of private</u> 2 <u>property permitting the vehicle owner to park on the</u> 3 <u>property, the owner or person in charge of the private</u> 4 <u>property shall provide notice of the tow that is</u> 5 <u>personally given to the owner or other legally authorized</u> 6 person in control of the vehicle.

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.

9.5. Except as authorized by a law enforcement officer, no towing service shall engage in the removal of a commercial motor vehicle that requires a commercial driver's license to operate by operating the vehicle under its own power on a highway.

10. When a vehicle has been towed or removed pursuant 18 19 to this Section, it must be released to its owner, 20 custodian, agent, or lienholder within one half hour after 21 requested, if such request is made during business hours. 22 Any vehicle owner, custodian, agent, or lienholder shall 23 have the right to inspect the vehicle before accepting its 24 return, and no release or waiver of any kind which would 25 release the towing service from liability for damages 26 incurred during the towing and storage may be required

1 from any vehicle owner or other legally authorized person 2 as a condition of release of the vehicle. A detailed, 3 signed receipt showing the legal name of the towing 4 service must be given to the person paying towing or 5 storage charges at the time of payment, whether requested 6 or not.

7 This Section shall not apply to law enforcement, 8 firefighting, rescue, ambulance, or other emergency 9 vehicles which are marked as such or to property owned by 10 any 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 in cash or by cashier's check, certified check, debit card, credit card, or wire transfer, at the option of the party taking possession of the vehicle.

21 11. Towing companies shall also provide insurance 22 coverage for areas where vehicles towed under the 23 provisions of this Chapter will be impounded or otherwise 24 stored, and shall adequately cover loss by fire, theft or 25 other risks.

26 Any person who fails to comply with the conditions and

SB3629

1 restrictions of this subsection shall be guilty of a Class C 2 misdemeanor and shall be fined not less than \$100 nor more than 3 \$500.

4 (g)(1) When a vehicle is determined to be a hazardous 5 dilapidated motor vehicle pursuant to Section 11-40-3.1 of the 6 Illinois Municipal Code or Section 5-12002.1 of the Counties 7 Code, its removal and impoundment by a towing service may be 8 authorized by a law enforcement agency with appropriate 9 jurisdiction.

10 (2) When a vehicle removal from either public or private 11 property is authorized by a law enforcement agency, the owner 12 of the vehicle shall be responsible for all towing and storage 13 charges.

14 (3) Vehicles removed from public or private property and 15 stored by a commercial vehicle relocator or any other towing 16 service authorized by a law enforcement agency in compliance 17 with this Section and Sections 4-201 and 4-202 of this Code, or at the request of the vehicle owner or operator, shall be 18 19 subject to a possessor lien for services pursuant to the Labor 20 and Storage Lien (Small Amount) Act. The provisions of Section 1 of that Act relating to notice and implied consent shall be 21 22 deemed satisfied by compliance with Section 18a-302 and 23 subsection (6) of Section 18a-300. In no event shall such lien be greater than the rate or rates established in accordance 24 25 with subsection (6) of Section 18a-200 of this Code. In no 26 event shall such lien be increased or altered to reflect any

charge for services or materials rendered in addition to those authorized by this Code. Every such lien shall be payable in cash or by cashier's check, certified check, debit card, credit card, or wire transfer, at the option of the party taking possession of the vehicle.

(4) Any personal property belonging to the vehicle owner 6 in a vehicle subject to a lien under this subsection (g) shall 7 8 likewise be subject to that lien, excepting only: child restraint systems as defined in Section 4 of the Child 9 10 Passenger Protection Act and other child booster seats; 11 eveglasses; food; medicine; perishable property; any 12 operator's licenses; any cash, credit cards, or checks or 13 checkbooks; any wallet, purse, or other property containing 14 any operator's license or other identifying documents or 15 materials, cash, credit cards, checks, or checkbooks; and any 16 personal property belonging to a person other than the vehicle 17 owner if that person provides adequate proof that the personal property belongs to that person. The spouse, child, mother, 18 father, brother, or sister of the vehicle owner may claim 19 20 personal property excepted under this paragraph (4) if the person claiming the personal property provides the commercial 21 22 vehicle relocator or towing service with the authorization of 23 the vehicle owner.

(5) This paragraph (5) applies only in the case of a
 vehicle that is towed as a result of being involved in an
 accident. In addition to the personal property excepted under

paragraph (4), all other personal property in a vehicle 1 2 subject to a lien under this subsection (q) is exempt from that lien and may be claimed by the vehicle owner if the vehicle 3 owner provides the commercial vehicle relocator or towing 4 5 service with proof that the vehicle owner has an insurance policy covering towing and storage fees. The spouse, child, 6 mother, father, brother, or sister of the vehicle owner may 7 8 claim personal property in a vehicle subject to a lien under 9 this subsection (q) if the person claiming the personal 10 property provides the commercial vehicle relocator or towing 11 service with the authorization of the vehicle owner and proof 12 that the vehicle owner has an insurance policy covering towing and storage fees. The regulation of liens on personal property 13 and exceptions to those liens in the case of vehicles towed as 14 15 a result of being involved in an accident are exclusive powers 16 and functions of the State. A home rule unit may not regulate 17 liens on personal property and exceptions to those liens in the case of vehicles towed as a result of being involved in an 18 accident. This paragraph (5) is a denial and limitation of 19 20 home rule powers and functions under subsection (h) of Section 6 of Article VII of the Illinois Constitution. 21

(6) No lien under this subsection (g) shall: exceed \$2,000 in its total amount; or be increased or altered to reflect any charge for services or materials rendered in addition to those authorized by this Code.

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(h) Whenever a peace officer issues a citation to a driver

1 for a violation of subsection (a) of Section 11-506 of this 2 Code, the arresting officer may have the vehicle which the 3 person was operating at the time of the arrest impounded for a 4 period of 5 days after the time of arrest. An impounding agency 5 shall release a motor vehicle impounded under this subsection 6 (h) to the registered owner of the vehicle under any of the 7 following circumstances:

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

9 (2) If the person ticketed for a violation of 10 subsection (a) of Section 11-506 of this Code was not 11 authorized by the registered owner of the vehicle to 12 operate the vehicle at the time of the violation; or

13 (3) If the registered owner of the vehicle was neither 14 the driver nor a passenger in the vehicle at the time of 15 the violation or was unaware that the driver was using the 16 vehicle to engage in street racing; or

17 (4) If the legal owner or registered owner of the18 vehicle is a rental car agency; or

19 (5) If, prior to the expiration of the impoundment 20 period specified above, the citation is dismissed or the 21 defendant is found not guilty of the offense.

(i) Except for vehicles exempted under subsection (b) of
Section 7-601 of this Code, whenever a law enforcement officer
issues a citation to a driver for a violation of Section 3-707
of this Code, and the driver has a prior conviction for a
violation of Section 3-707 of this Code in the past 12 months,

SB3629 - 14 - LRB102 23455 RAM 32629 b the arresting officer shall authorize the 1 removal and 2 impoundment of the vehicle by a towing service. (Source: P.A. 99-438, eff. 1-1-16; 100-311, eff. 11-23-17; 3 100-537, eff. 6-1-18; 100-863, eff. 8-14-18.) 4 5 Section 10. The Labor and Storage Lien (Small Amount) Act 6 is amended by changing Sections 1.5 and 2 as follows: 7 (770 ILCS 50/1.5) 8 Sec. 1.5. Storage fees; notice to lienholder of record. 9 (a) Any person, firm, or private corporation seeking to 10 impose fees in connection with the furnishing of storage for a 11 vehicle in the person's, firm's, or corporation's possession 12 must provide written notice personally given to the owner or other legally authorized person in control of the vehicle, in 13 14 addition to written notice that is provided by $\overline{\tau}$ by certified 15 mail, return receipt requested, to the lienholder of record prior to the assessment and accrual of such fees, regardless 16 of whether it enforces a lien under this Act. The notice shall 17 be effective upon the owner or other legally authorized person 18 in control of the of the vehicle personally receiving notice, 19 20 in addition to mailing, and include the rate at which fees will 21 be incurred, and shall provide the lienholder with an opportunity to inspect the vehicle on the premises where the 22 23 vehicle is stored within 2 business days of the lienholder's request. For impounded vehicles, the date on which the 24

assessment and accrual of storage fees may commence is the 1 2 date of the impoundment of the vehicle, subject to any applicable limitations set forth by a municipality authorizing 3 the vehicle removal, if the notification required under this 4 5 Section is sent to the lienholder of record within 2 business days. Payment of the storage fees by the lienholder may be made 6 7 in cash or by cashier's check, certified check, debit card, 8 credit card, or wire transfer, at the option of the lienholder 9 taking possession of the vehicle. The person, firm, or private 10 corporation seeking to impose storage fees shall furnish a 11 copy of the certified mail receipt to the lienholder upon 12 request.

13 (b) The notification requirements in subsection (a) of 14 this Section apply in addition to any lienholder notice 15 requirements under the Illinois Vehicle Code relating to the 16 removal or towing of an abandoned, lost, stolen, or unclaimed 17 vehicle. If a person, firm, or private corporation fails to comply with the notification requirements set forth in 18 subsection (a) of this Section, storage fees shall not be 19 20 assessed and collected and the lienholder shall be entitled to injunctive relief for possession of the vehicle without the 21 22 payment of any storage fees.

(c) If the notification required under subsection (a) was not sent and a lienholder discovers its collateral is in the possession of a person, firm, or private corporation by means other than the notification required in subsection (a) of this

Section, the lienholder is entitled to recover any storage
 fees paid to the person, firm, or private corporation to
 reclaim possession of its collateral.

4 (d) An action under this Section may be brought by the
5 lienholder against the person, firm, or private corporation in
6 the circuit court.

7 (e) Notwithstanding any provision to the contrary in this 8 Act or the Illinois Vehicle Code, a person, firm, or private 9 corporation seeking to impose storage fees for a vehicle in 10 its possession may not foreclose or otherwise enforce its lien 11 under this Act unless it first complies with the lienholder 12 notification requirements set forth in subsection (a) of this 13 Section.

(f) If the vehicle that is incurring storage fees is 14 15 registered in a state other than Illinois, the assessment and 16 accrual of storage fees may commence on the date that the 17 request for lienholder information is filed with the applicable administrative agency or office in that state by 18 19 the person, firm, or private corporation seeking to impose fees, if the following conditions are met: (i) the person, 20 firm, or private corporation furnishes the lienholder with a 21 22 copy or proof of filing of the request for lienholder 23 information; (ii) the person, firm, or private corporation provides to the lienholder of record the notification required 24 by this Section within one business day after receiving the 25 26 requested lienholder information; and (iii) the assessment of

storage fees complies with any applicable limitations set forth by a municipality authorizing the vehicle removal.

3 (g) This Section does not apply to a municipality with 4 1,000,000 or more inhabitants that is seeking to impose 5 storage fees for a vehicle in its possession.

6 (Source: P.A. 99-759, eff. 8-12-16; 100-311, eff. 11-23-17.)

7 (770 ILCS 50/2) (from Ch. 82, par. 47b)

8 Sec. 2. Unless the chattel is redeemed within 90 days of 9 the completion of the expenditure of such labor, services, 10 skill, or material or furnishing of storage, or within 90 days 11 of the date agreed upon for redemption, the lien may be 12 enforced by a commercially reasonable public or private sale conducted so as to maximize the net proceeds of said sale as 13 hereinafter provided. The public or private sale of a vehicle 14 15 shall only be conducted upon the owner or other legally 16 authorized person in control of the of the vehicle personally receiving notice of the sale under subsection (a) of Section 17 18 1.5.

19 (Source: P.A. 85-1283.)