

# **SB 731-TRPM-Towing-Secured Parties-Electronic Lien**

Uploaded by: Andrea Mansfield

Position: FAV



## Towing & Recovery Professionals of Maryland

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### MEMORANDUM

TO: The Honorable William P. Smith, Chair and Members of the Judicial Proceedings Committee

FROM: Jeffrey O. Hurley, Sr, President, Towing & Recovery Professionals of Maryland  
Ted Dent, 1<sup>st</sup> Vice President, Towing & Recovery Professionals of Maryland

DATE: March 3, 2022

RE: **SB 731 Vehicle Towing or Removal – Secured Parties – Electronic Notification**

POSITION: **SUPPORT**

The Towing Recovery Professionals of Maryland (TRPM) SUPPORT SB 731. This bill would provide for the electronic notification of secured parties/lien holders with vehicle information that is required in statute when a vehicle is towed from a parking lot.

Under current law, when a vehicle is towed from a parking lot, the towing company is required to notify the owner, any secured party, and the insurer of record by certified mail, return receipt requested, and first-class mail within 7 days. This process is followed to provide proper notification to all parties to reclaim the vehicle. Should the owner/secured party/insurance company not claim the vehicle, the owner/secured party/insurance company is then agreeing to relinquish any rights to the vehicle which would allow the towing company to seek a CS-78 from a law enforcement agency to transfer the vehicle to a licensed automotive & dismantler recycler. SB 731 streamlines this notification process just for the secured party/lien holders to resolve these matters more quickly.

Most transactions these days can be managed electronically, from the purchasing of a home, securing a loan, and submitting applications. Providing for electronic notification of secured parties, saves money on behalf of the tower and will resolve matters more quickly should a vehicle owner not contact a tower to reclaim the vehicle

TRPM has discussed this legislation with the Maryland Bankers Association, and they have agreed with the language in the bill and have no concerns. The towing company would only be able to contact the secured party electronically if that form of notification is agreed to by the tower and the secured party in writing or by electronic communication.

For these reasons, TRPM SUPPORTS SB 731 and urges a FAVORABLE Committee report.

# **SB 731 Senator Ron Watson FAV.pdf**

Uploaded by: Ron Watson

Position: FAV

RON WATSON, PH.D  
*Legislative District 23*  
Prince George's County

Judicial Proceedings Committee



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## *The Senate of Maryland*

ANNAPOLIS, MARYLAND 21401

March 3, 2022

### **Chair Smith, Vice-Chair Waldstreicher, and members of the Judicial Proceedings Committee:**

Thank you for the opportunity to present this legislation before you today.

SB 731 provides for the electronic notification of secured parties/lien holders with vehicle information that is required in statute when a vehicle is towed from a parking lot. The towing company would only be able to contact the secured party electronically if that form of notification is agreed to by the tower and the secured party in writing or by electronic communication.

Most transactions these days can be handled electronically, including purchasing a home, securing a loan, and submitting applications. Authorizing electronic notification in these matters makes sense. Under current law, when a vehicle is towed from a parking lot, the towing company is required to notify the owner, any secured party, and the insurer of record by first-class certified mail, return receipt requested, within 7 days. Providing for electronic notification of secured parties will save towing companies money and will allow for the resolution of matters more quickly should a vehicle owner not contact a tower to reclaim the vehicle. This legislation has been discussed with the Maryland Bankers Association and they approve of the language in the bill and have no concerns.

There are members of Towing and Recovery Professionals of Maryland testifying in support of the bill who can respond more specifically to questions about this bill and the current process.

**For these reasons, I respectfully request the committee to give SB 731 a favorable report.**

Sincerely,

A handwritten signature in blue ink that reads "Ron L. Watson".

Senator Ron Watson

Legislative District 23