

ARKANSAS REGISTER

Proposed Rule Cover Sheet



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Name of Department _____

Agency or Division Name _____

Other Subdivision or Department, If Applicable _____

Previous Agency Name, If Applicable _____

Contact Person _____

Contact E-mail _____

Contact Phone _____

Name of Rule _____

Newspaper Name _____

Date of Publishing _____

Final Date for Public Comment _____

Location and Time of Public Meeting _____

LEGAL NOTICE

The Department of Labor and Licensing, Arkansas Towing and Recovery Board, will be accepting public comment on proposed amendments to the Administrative Rules of the Arkansas Towing and Recovery Board through **Monday, October 23, 2023 at 10:00 AM**. The proposed amendments would accomplish the following:

- 1) Establish rules necessary for the towing, recovery, and storage of electric vehicles pursuant to Act 840 of 2023;
- 2) Reduce the fire extinguisher capacity requirement;
- 3) Clarify notice and sales procedures, permissible vehicle immobilization devices, and that commercial towing must be licensed; and
- 4) Redraft existing Board rules to reorganize definitions by alphabetical order, and grammar and stylistic changes for clarity and to conform to the Bureau of Legislative Research drafting manual and the format for the Code of Arkansas Rules.

Written comment will be accepted through Monday, October 23, 2023 at 10:00 a.m. by the Arkansas Department of Labor and Licensing at the above address. A copy of the proposed amendments may be obtained by calling the Department of Labor and Licensing, Arkansas Towing and Recovery Board, at (501)-682-3801. A copy of proposed amendments can also be accessed on the Department of Labor and Licensing's website at:

<http://www.labor.arkansas.gov/news/proposed-rule-making/>

or the Secretary of State's website at:

http://www.sos.arkansas.gov/rules_and_regs/index.php/rules/search/new

Paul Burnett, Director
Arkansas Towing and Recovery Board
Department of Labor and Licensing

This Legal Notice will be published in the Arkansas Democrat-Gazette from Saturday September 23, 2023 through Monday September 25, 2023.

SUMMARY OF PROPOSED AMENDMENTS TO THE ADMINISTRATIVE RULES OF THE ARKANSAS TOWING & RECOVERY BOARD

September 21, 2023

The purpose and necessity of the proposed amendment is to: 1) comply with changes from the 2023 legislative session for establishing rules for the towing, recovery and storage of electric vehicles; 2) reduce the fire extinguisher capacity requirement; 3) clarify notice and sales procedures, permissible vehicle immobilization devices, and that commercial towing must be licensed; and 4) make grammatical and stylistic changes.

The proposed amendments would accomplish the following:

- 1.) Establish rules necessary for the towing, recovery, and storage of electric vehicles pursuant to Act 840 of 2023;
- 2.) Amend the board's rules to reduce the weight capacity requirement for fire extinguishers;
- 3.) Clarify notice and sales procedures, permissible vehicle immobilization devices, and that commercial towing must be licensed; and
- 4.) Redraft existing Board rules to reorganize definitions by alphabetical order, and grammar and stylistic changes for clarity and to conform to the Bureau of Legislative Research drafting manual and the format for the Code of Arkansas Rules.

MARKUP

**ADMINISTRATIVE RULES OF THE ARKANSAS TOWING AND
RECOVERY BOARD**

Rules effective as of

October ~~13~~¹, 202~~2~~³

Arkansas Towing and Recovery Board

Arkansas Department of Labor and Licensing

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APPLICABILITY

~~(a) These Rules promulgated by the Arkansas Towing & Recovery Board, pursuant to Act 1061 of 2011 and Ark. Code Ann. § 27-50-1201 et seq.,~~

~~shall apply to a person that either:~~

~~_____ (1) Engaged Engages in the towing or storage of vehicles in the State of Arkansas; and that is hired to tow or store the vehicle or;~~

~~_____ (2) Performs vehicle immobilization services.~~

~~(3) A person is “hired to store” if that person secures a vehicle(s) subject to registration for compensation, consideration, or commercial purposes.~~

~~(4) A person is “hired to tow” if that person operates a tow vehicle(s) for compensation, consideration, or commercial purposes, but does not include operation of a tow vehicle(s) to transport or otherwise facilitate the movement of a vehicle(s) that is owned by the operator or the operator's employer~~

~~(b) This subchapter does not apply to the following tow vehicles and related equipment:~~

~~_____ (1) Car carriers capable of carrying five (5) or more vehicles and that have authority from the Federal Motor Carrier Safety Administration;~~

~~_____ (2) Tow vehicles owned by a governmental entity and not used for commercial purposes;~~

~~_____ (3) If in compliance with Arkansas Code § 27-35-112, tow vehicles that are:~~

~~_____ (A) Registered in another state;~~

~~_____ (B) Operating under authority from the Federal Motor Carrier Safety Administration;~~

~~and~~

~~_____ (C) Not regularly doing business or soliciting business in the State of Arkansas; and~~

~~_____ (5)(4)~~ Tow vehicles used for noncommercial purposes, including without limitation tow vehicles used:

- (A) For personal use;
- (B) For transporting historic, special interest, or antique vehicles; or
- (C) As a parade tow vehicle.

RULE 1: DEFINITIONS

For purposes of these Rules ~~promulgated by the Arkansas Towing & Recovery Board pursuant to Ark. Code Ann. §27-50-1201 et seq. as now or hereafter amended, the following definitions, unless the text otherwise requires, shall apply:~~

~~1.1 ————— “THE BOARD” hereinafter referred to shall mean the ARKANSAS TOWING AND RECOVERY BOARD.~~

~~1.2 ————— “THE DIRECTOR” hereinafter referred to shall mean the Director for the Board, or any other person authorized by the Board to administer its Rules. 1.3 — “TOWING INDUSTRY” hereinafter referred to shall mean the use of tow~~

~~vehicle(s) by any person, individual, partnership, corporation, association, or other entity, to tow, recover, upright, transport, or otherwise facilitate the movement of vehicles on Arkansas’s public roadways, and/or storage of vehicles including the solicitation of tow vehicle services.~~

~~1.4 ————— “VEHICLE” hereinafter referred to shall mean any device by which persons or things may be transported upon a public roadway and is of the type subject to registration or any other form of transportation which may not be titled or subject to registration.~~

~~1.5 ————— “TOW VEHICLE” hereinafter referred to shall mean any motor vehicle and/or related equipment subject to registration in the State of Arkansas which is used to tow, recover, upright, transport or otherwise facilitate the movement of vehicles on public roadways. 1.6 — “TOW BUSINESS LICENSE”~~

~~hereinafter referred to shall mean a certificate issued annually by the Board entitling any person, individual, partnership, corporation, association, or other entity to engage in the towing business.~~

~~1.7 ———— “LICENSEE” hereinafter referred to shall mean any person, individual, partnership, corporation, association, or other entity holding a valid license issued by the Board.~~

~~1.8 ———— “EQUIPMENT” hereinafter referred to shall mean any vehicle and/or related equipment used by a licensee or their employee to recover, clean-up, upright, transport, or to otherwise facilitate movement of vehicles on public roadways.~~

~~1.9 ———— “NON-CONSENT” hereinafter referred to shall mean the towing, storage, or recovery of any unattended or abandoned vehicle, any disabled or inoperative vehicle or a vehicle subject to impound or removal by law enforcement without the expressed or implied permission of the vehicle owner, operator, agent or person in charge of the vehicle.~~

~~1.10 ———— “CONSENT” means towing, storage, or recovery of any vehicle, which towing, storage or recovery is done with the permission of the owner or other person in charge of the vehicle. Consent does not include the repossession of a vehicle by the vehicle lienholder, agent, or other person working on behalf of the lienholder.~~

~~1.11 ———— “TOW VEHICLE SAFETY PERMIT” hereinafter referred to shall mean a decal issued annually by the Board to be affixed to the windshield of any tow vehicle operated by a licensed tow business displaying the year in which the permit is valid.~~

~~1.12 ———— “RECOVER/RECOVERY” anything outside of the normal scope of a standard tow, to include the following: (each to be itemized on an invoice)~~

~~A. “WINCHING” additional use of cable and winch needed to recover or reposition a vehicle and for the purpose of invoicing, not to include cable and winch used to pull a vehicle up on rollback or trailer in a standard tow~~

~~B. “LABOR” additional manpower or time required to prepare a vehicle beyond the normal scope of a standard tow, may include but is not limited to site clean-up, unloading of freight, tarping, securing vehicle parts and contents or other recovery related services.~~

~~1.13 ——— “STORAGE” a daily fee required by a towing company to secure and safely store a vehicle, to include release of vehicle during normal/reasonable business hours.~~

~~1.14 ——— “ADMINISTRATIVE FEE” a fee charged for the time, clerical services and use of an office for the itemized invoicing of a recovery, tow, or storage bill and related processing. An administrative fee should reflect the effort needed to process a vehicle as required by law.~~

~~1.15 ——— “STANDARD TOW” any tow of a vehicle subject to registration, removed from private property, accident scene, side of the roadway towed in a fashion regularly accepted as routine, to include a tow vehicle operator, preparation for the tow, response time, hook-up, loading, unloading, and transportation back to facility within a reasonable operating perimeter.~~

~~1.16 ——— “PERSON” means any individual, partnership, corporation, association, or other entity.~~

~~1.17 ——— “FUEL SURCHARGE” a surcharge determined by calculating a cents per mile rate utilizing the current weekly average for fuel as determined by the US Department of Energy for the Gulf Coast Region PADD3 which rises above the prior year’s annual average to offset the fluctuating cost of fuel. Beginning and ending mileage shall be documented on tow receipt.~~

~~1.18 ——— “AFTER HOURS RELEASE” a fee charged by a towing/storage firm to arrange for the release of a vehicle and/or personal property at the request of the owner or other person authorized to retrieve the vehicle, after normal/reasonable business hours.~~

~~1.19 ——— “SET OUT FEE” a fee charged by a towing/storage firm related to extraordinary or extenuating circumstances above and beyond the standard practice of releasing a vehicle.~~

~~1.20 ——— “NOTIFICATION FEE” a fee charged by a towing/storage firm for the actual expenses incurred with meeting the notification requirements set forth in Ark. Code Ann. §27-50-1208(c)(1),~~

however, it is not to be charged prior to two (2) business day after the date the towing/storage firm receives the vehicle, and not to exceed amount set forth in Rule 10.3.

~~1.21 "VEHICLE IMMOBILIZATION SERVICE" means a person operating or directing others to attach a wheel clamp or other industry recognized device used to temporarily render a vehicle immobile.~~

~~1.22 "WHEEL CLAMP" means a device attached to a wheel of a vehicle that is intended to render the vehicle immobile.~~

~~1.23 "TOW BUSINESS" OR "TOWING BUSINESS" a corporation or a business entity with an alternate DBA name, filed with the Secretary of State or a DBA (Doing Business As) properly filed with the county clerk (A.C.A. §4-70-203) and regulated by the Board to be used exclusively for the operation of a tow facility, vehicle immobilization company, or a storage facility which:~~

~~(A) Dispatches tow vehicles for non-consent or consent towing and repossession;~~

~~(B) Stores vehicles; and~~

~~(C) Conducts business with the general public;~~

~~1.24 "CONSUMER COMPLAINT" a complaint filed by a person with a vested interest as determined by the Board in the vehicle including without limitation and in accordance with the Arkansas Administrative Procedures Act the:~~

~~A. Owner of the towed vehicle or his or her agent~~

~~B. Lien holder of the vehicle~~

~~C. Company that insured the towed vehicle or is liable for the damages; or~~

~~D. Law enforcement agency.~~

~~1.25 "OWNER PREFERENCE" means the right of the owner, the owners agent or a competent occupant of a disabled or inoperable vehicle subject to non-consent towing, storage or recovery to request some responsible and reasonable person, gratuitous bailee, bailee for hire or properly licensed or permitted tow facility to take charge and care of the vehicle.~~

~~1.26~~ ~~“OWNER PREFERENCE COMPLAINT”~~ a complaint concerning a violation of subchapter Ark. Code Ann. §27-50-1201 *et seq.* and the circumstances associated with owner preference and consent towing verses a non-consent tow may be reviewed by the board and subsequently filed with the Board (Ark. Code Ann. §27-50-1221) by:

- ~~_____~~ A. Vehicle owner
- ~~_____~~ B. Lien holder
- ~~_____~~ C. Insurance provider; or
- ~~_____~~ D. Law enforcement officer.

~~1.27~~ ~~“BUSINESS LICENSE NUMBER”~~ a five (5) digit number which will be assigned to each tow business which must be permanently affixed to any permitted tow vehicle in the following manner:

- ~~_____~~ A. the Business License Number must be preceded by the letters ATRB; and
- ~~_____~~ B. the letters NC must follow the five (5) digit number if the tow vehicle is permitted non-the letter C if the tow vehicle is permitted consent; and
- ~~_____~~ C. the business license number along with the letters must be placed in a conspicuous place near the business name on each side of the tow vehicle; and
- ~~_____~~ D. the numbers and letters must be two inches (2”) in height and easily visible from a distance of fifty (50”) feet.

~~1.28~~ ~~“UNATTENDED”~~ means any vehicle which is subject to non-consent towing and all of the rules and requirements to a non-consent tow shall apply. *See* Ark. Code Ann. §27-50-1202(12).

~~1.29~~ ~~“COMMERCIAL PURPOSES”~~ means towing, recovery or transporting of a vehicle that is associated with a business regardless of the current vehicles ownership status or whether charges were paid by a third party for services.

~~1.30 “PERSONAL USE” means towing, recovery transporting of a vehicle that is not associated with a business and is not used for commercial purposes as defined in this section.~~

~~1.31 “REPOSESSION” means towing, storage, or recovery of a vehicle by the vehicle lienholder, agent, or other person working on behalf of the lien holder.~~

1.1 “Abandoned vehicle” means a vehicle deemed to be an unattended vehicle:

(1) As to which the owner has overtly manifested some intention not to retake possession; or

(2) That remains unattended, whether in its first-found location or in another location to which it has been removed under Arkansas Code § 27-50-1201 et seq. for a period of thirty (30) days during which period the owner gives no evidence of an intent to retake possession;

1.2 “Administrative fee” means a fee charged for the time, clerical services and use of an office for the itemized invoicing of a recovery, tow, or storage bill and related processing. An administrative fee should reflect the effort needed to process a vehicle as required by law;

1.3 “After hours release” means a fee charged by a towing/storage firm to arrange for the release of a vehicle or personal property after normal/reasonable business hours at the request of the owner or other person authorized to retrieve the vehicle;

1.4 “ Board” means the Arkansas Towing and Recovery Board;

1.5 “Business license number” means a five-digit number assigned to each tow business which shall be permanently affixed to any permitted tow vehicle in the following manner:

(1) The Business License Number shall be preceded by the letters ATRB;

(2) The following letter or letters shall follow the five-digit number:

(A) “NC” if the tow vehicle is permitted for non-consent towing;

(B) “C” if the tow vehicle is permitted only for consent towing; or

(C) “R” if the tow vehicle is permitted only for repossession and consent towing;

(3) The business license number along with the letters shall be placed in a conspicuous place near the business name on each side of the tow vehicle; and

(4) The numbers and letters shall be at least two inches (2") in height and easily visible from a distance of fifty feet (50');

1.6 "Commercial purposes" includes any towing, storing, recovery, or transporting a vehicle that is associated with a business regardless of the current vehicle's ownership status or whether charges were paid by a third party for services;

1.7 "Consent" means towing, storage, or recovery of a vehicle, which towing, storage, or recovery is done with the permission of the owner or other person in charge of the vehicle.

(1) "Consent" does not include the repossession of a vehicle by the vehicle lienholder, agent, or other person working on behalf of the lienholder;

1.8 "Consumer complaint" means a complaint filed by a person with a vested interest as determined by the Board in the vehicle or related property including without limitation and in accordance with the Arkansas Administrative Procedures Act the:

- (1) Owner of the towed vehicle or his or her agent;
- (2) Lienholder of the vehicle;
- (3) Company that insured the towed vehicle or is liable for the damages; or
- (4) Law enforcement agency;

1.9 "Director" means the Director for the Board and its staff;

1.10 "Electric vehicle" or "EV" means any motorized vehicle that can be powered by one (1) or more electric motors drawing its source of power from a battery and is capable of being charged from an external source or an onboarded system, and includes a plug-in hybrid electric vehicle;

1.11 "Equipment" means, as the context requires:

(1) Any vehicle or related equipment used by a tow business or tow vehicle to perform towing or storage services to recover, clean-up, upright, transport, store or to otherwise facilitate the movement and storage of disabled or abandoned vehicles; or

(2) Personal property commonly used to facilitate a business or farming operation for which a possessory lien is granted to a tow business under Arkansas Code §§ 27-50-1208 through 27-50-1210;

1.12 “EV assessment” means an analysis by a third-party EV resource of the extent of damage, if any, to an electric vehicle and the steps to be taken to safely perform EV towing services and EV storage services;

1.13 “EV storage services” means to properly store an electric vehicle in accordance with all state and federal laws, rules, and regulations, and includes all steps taken in connection therewith and the solicitation of EV storage services;

1.14 “EV towing services” means to tow, recover, upright, transport, repossess, immobilize, or otherwise facilitate the movement or storage of vehicles on or off Arkansas’s roadways and includes the solicitation of EV towing services;

1.15 “Fuel surcharge” means a surcharge determined by calculating a cents per mile rate utilizing the current weekly average for fuel as determined by the US Department of Energy for the Gulf Coast Region PADD3 which rises above the prior year’s annual average to offset the fluctuating cost of fuel. Beginning and ending mileage shall be documented on tow receipt;

1.16 “Impounded or seized vehicle” means a vehicle subject to impounding or seizure by law enforcement under Arkansas law, the Arkansas Rules of Criminal Procedure, a court order, or an ordinance;

1.17 “Labor” means additional manpower or time required to prepare a vehicle beyond the normal scope of a standard tow, including without limitation site clean-up, unloading of freight, tarping, securing vehicle parts and contents, and other recovery-related services;

1.18 “Licensee” means any person holding a valid license, registration, permit, endorsement, or enhancement issued by the Board;

1.19 “Non-consent” means the towing, storage, or recovery of any unattended or abandoned vehicle, any disabled or inoperative vehicle or a vehicle subject to impound or removal by law enforcement without the expressed or implied permission of the vehicle owner, operator, agent or person in charge of the vehicle;

1.20 “Notification fee” means a fee charged by a towing/storage firm for the actual expenses incurred with meeting the notification requirements set forth in Arkansas Code § 27-50-1208(c)(1) that is not to be charged prior to two (2) business day after the date the towing/storage firm receives the vehicle, and not to exceed the amount set forth in Rule 10.3;

1.21 “Owner” means, in the absence of conclusive evidence to the contrary, the person in whose name the vehicle is registered with the Office of Motor Vehicle or in whose name the vehicle is registered in another state;

1.22 “Owner preference” means the right of the owner, the owner’s agent or a competent occupant of a disabled or inoperable vehicle subject to non-consent towing, storage or recovery to request some responsible and reasonable person, gratuitous bailee, bailee for hire, or properly licensed or permitted tow facility chosen by the owner, the owner’s agent, or a competent occupant of the vehicle, to take charge and care of the vehicle;

1.23 “Owner preference complaint” means a complaint concerning a violation of Arkansas Code § 27-50-1201 *et seq.* in conjunction with owner preference and consent towing or non-consent towing which may be filed with and reviewed by the Board under Arkansas Code § 27-50-1221 by:

- _____ (1) A vehicle owner;
- _____ (2) A lienholder;
- _____ (3) An insurance provider; or
- _____ (4) A law enforcement officer;

1.24 “Person” means an individual or entity;

1.25 “Personal use” means for a person’s private, non-commercial purposes and includes towing, recovery, and transporting a vehicle that is not associated with a business and is not used for commercial purposes;

1.26 “Public way” means a road, highway, or street over which the public may travel, including the traveled surface and a berm or shoulder of a road, highway, or street;

1.27 “Recover” or “Recovery” means a service outside of the normal scope of a standard tow, including without limitation winching and corresponding labor for which a separate charge may be imposed if separately itemized on an invoice;

1.28 “Removal” means that a law enforcement officer may request a towing and storage firm that is licensed by the Board to engage in non-consent towing of vehicles to remove and store:

(1) An unattended vehicle or abandoned vehicle as defined in this section;

(2) A disabled or inoperative vehicle for which the owner or person in charge of the vehicle has waived his or her right to owner preference as defined in this section;

(3) A vehicle in which the operator was apprehended by law enforcement officers; or

(4) An impounded or seized vehicle;

1.29 “Repossession” means towing, storage, or recovery of a vehicle by the vehicle lienholder or an agent or other person working on behalf of the lienholder;

1.30 “Set out fee” means a fee charged by a towing/storage firm related to extraordinary or extenuating circumstances above and beyond the standard practice of releasing a vehicle, for example, using a forklift or tow truck because a vehicle is inoperable;

1.31 “Standard tow” means any tow of a vehicle subject to registration that is removed from private property, a public way, an accident scene, or the side of the roadway and towed in a fashion regularly accepted as routine,

to include a tow vehicle operator, preparation for the tow, response time, hook- up, loading, unloading, and transportation back to facility within a reasonable operating perimeter;

1.32 “Storage” means when the context requires a daily fee charged by a towing business to secure and safely store a vehicle, and may include the release of a vehicle during normal/reasonable business hours;

1.33 “Third-party EV resource” means a person with demonstrated expertise, training, and experience to properly assess the towing and storage of an electric vehicle; train tow industry personnel to tow, recover, and store electric vehicles; or provide additional services to protect the public health, welfare, and safety in the performance of EV towing services and EV storage services;

1.34 “Tow business” or “Towing business” means, as the context requires:

(1) A person with an alternate business name under which the person is required by the Board to operate towing, recovery, or storage services, which name shall be properly filed with the Secretary of State or the county clerk under Arkansas Code § 4-70-203 and regulated by the Board to be used exclusively for the operation of a tow facility, vehicle immobilization company, or a storage facility, including without limitation a person which:

(A) Dispatches tow vehicles for non-consent or consent towing or repossession;

(B) Stores vehicles; or

(C) Otherwise conducts towing, recovery, or vehicle immobilization business with the general public; or

(2) A licensed or an unlicensed person that engages in towing services;

1.35 “Tow business license” means a certificate issued annually by the Board entitling any person to engage in the towing business;

1.36 “Towing industry” includes all persons that engage in the conduct or solicitation of towing, recovery, or related storage services;

1.37 “Towing services” means to tow, recover, upright, transport, repossess, immobilize, store, or otherwise facilitate the movement or storage of vehicles on or off Arkansas’s roadways and includes the solicitation of towing services;

1.38 “Tow vehicle” means a motor vehicle and related equipment subject to registration in the State of Arkansas that is used to tow, recover, upright, transport, or otherwise facilitate the movement of vehicles on public highways;

1.39 “Tow vehicle safety permit” means a decal issued annually by the Board to be affixed to the windshield of any tow vehicle operated by a licensed tow business displaying the annual period by year and month for which the permit is valid;

1.40 “Unattended” or “Unattended vehicle” has the meaning stated in Arkansas Code § 27-50-1202(13);

1.41 “Vehicle” means a device by which persons or things may be transported upon a public highway and which is of the type subject to registration in Arkansas;

1.42 “Vehicle immobilization” or “Vehicle immobilization service” means operating or directing others to attach a wheel clamp or other Board-approved industry-recognized device used to temporarily render a vehicle immobile. A gladhand lock is not a Board-approved vehicle immobilization device;

1.43 “Vehicle isolation bay” means one (1) or more self-contained EV storage areas with sufficient drainage capacity to contain hazardous waste constructed with fire resistant components in accordance with the standards and specifications:

(1) Required by state and federal law; and

(2) Promulgated by a third-party EV resource;

1.44 “Wheel clamp” means a device attached to a wheel of a vehicle that renders or is intended to render the vehicle immobile; and

1.45 “Winching” means the additional use of cable and apparatus commonly known as a winch needed to recover or reposition a vehicle.

~~(1) “Winching” does not include a cable or winch used to pull a vehicle onto a rollback or trailer in connection with a standard tow.~~

RULE 2: EXEMPTIONS AND OUT-OF-STATE TOW VEHICLES

~~These Rules promulgated pursuant to Ark. Code Ann. §27-50-1201 et seq., as now or hereafter amended, shall not apply to the following:~~

~~A. — Car carriers capable of carrying five (5) or more vehicles and that have obtained Federal Motor Carrier Safety Administration operating authority; and~~

~~B. — Tow vehicles owned by a governmental entity and not used for commercial purposes.~~

~~C. — If in compliance with Ark. Code Ann. §27-35-112 tow vehicles that are:~~

~~1. Licensed in another state only if;~~

~~— (a) The wrecker or similar vehicle is requested by the owner or the operator of the vehicle to be towed;~~

~~— (b) The vehicle is not being towed as a result of a collision that occurred within this state; and~~

~~— (c) The vehicle is being towed in either direction across the border between Arkansas and a neighboring state or through Arkansas in transit to another state;~~

~~— 2. Operating under Federal Motor Carrier Safety Administration authority; and~~

~~— 3. Not regularly doing business or soliciting business in the State of~~

~~Arkansas;~~

~~D. — A tow vehicle which is used by its owner in their private affairs, provided such~~

~~tow vehicle shall not be used to facilitate the movement of vehicles not owned by the owner of the vehicle or by~~

~~an employee of the owner. The burden shall be upon the owner of the tow vehicle to prove personal ownership of the vehicle being towed; and~~

~~_____ E. _____ A wrecker or tow vehicle if the vehicle is licensed in an incorporated city or town in a state adjoining an Arkansas city or incorporated town that is divided by a state line and the city or town in the adjoining state is of greater population than the Arkansas city or town.~~

(1) Car carriers capable of carrying five (5) or more vehicles and that have authority from the Federal Motor Carrier Safety Administration;

(2) Tow vehicles owned by a governmental entity and not used for commercial purposes;

(3) If in compliance with Arkansas Code § 27-35-112, tow vehicles that are:

(A) Registered in another state;

(B) Operating under authority from the Federal Motor Carrier Safety Administration;

and

(C) Not regularly doing business or soliciting business in the State of Arkansas; and

(4) Tow vehicles used for noncommercial purposes, including without limitation tow vehicles used:

(A) For personal use;

(B) For transporting historic, special interest, or antique vehicles; or

(C) As a parade tow vehicle.

RULE 3: GENERAL ORGANIZATION OF THE BOARD

3.1 The Arkansas Towing and Recovery Board shall meet at least once in each quarter at the call of the chairperson and shall continue in session until business is completed insofar as possible. Five (5) members of the Board shall constitute a quorum.

3.2 Meetings of the Board shall be held on dates and at times and locations selected by the chairperson of the Board.

3.3 Special meetings of the Board may be called at any time by the chairperson, or in their absence the vice chairperson or the acting chairperson.

3.4 The Board shall elect a chairperson annually from the membership of the Board.

3.5 Any person desiring to appear before the Board at any meeting on any matter within the jurisdiction of the Board shall, at least ten (10) business days prior to such meeting, file with the chairperson or the Director a written request in which the nature and purpose of the appearance shall be clearly and precisely stated in sufficient detail to fully apprise the Board of the basis and extent of the business. This requirement may be waived at any meeting only by majority consent of the Board members present and voting on the matter, provided, when such a request is in the nature of a complaint against a member of the towing industry under the provisions of Ark. Code Ann. §27-50-1201 *et seq.*, as now or hereafter amended, the provisions of Rule 5 shall apply.

3.6 The Director shall arrange the order of business of all meetings of the Board and shall, at least ten (10) business days prior thereto, notify all persons who are to appear before the Board at such meeting of the place, the date and the time of the meeting.

3.7 The Director shall keep and maintain on file in the Board's office a record of all proceedings of the Board. The Director shall also keep on file in the Board's office copies of all orders issued by the Board, for a period not less than three (3) years.

3.8 The Board shall be governed by the Arkansas Administrative Procedures Act, ~~the same being Arkansas Code Ann. § 125-15-201 *et seq.*, as amended from time to time,~~ and the Arkansas Freedom of Information Act of 1967, ~~the same being Arkansas Code Ann. § 25-19-101 *et seq.*, as amended from time to time.~~

3.9 All legal process and all documents required by law to be served upon or filed with the Board shall be served or filed with the Director at the official address of the Board.

3.10 For any issue pertaining to the conduct of a Board meeting not addressed by the Rules or the Arkansas Administrative Procedures Act the latest edition of the Roberts Rules of Order shall serve as a guide.

RULE 4: POWERS OF THE BOARD

4.1 The Board shall have the power to take appropriate action and promulgate Rules; in the manner provided by the Arkansas Administrative Procedures Act, ~~same being~~ Ark~~ansas~~. Code ~~Ann.~~ § ~~253-125~~-201 *et seq.*, ~~as amended from time to time~~, deemed necessary or desirable to carry out the intent and purposes of Ark~~ansas~~. Code ~~Ann.~~ § ~~27-50~~-1201 *et seq.*, ~~as amended from time to time~~, and to regulate the vehicle immobilization, repossession, non-consent towing/storage, and ~~or~~ consent towing industry, including but not limited to:

(1) ~~Establishing reasonable licensing, insurance and safety equipment requirements for any person, individual, firm, association, company, partnership, corporation, non-profit organization, institution, or other similar legal entity engaging in vehicle immobilization, non-consent towing/storage and/or consent towing and/or related services, for safety~~ engaged in towing, repossession, recovery, or related storage purposes ~~and;~~

(2) ~~Establishing reasonable safety equipment requirements for any tow vehicle as defined in Rule 1.3 or vehicle immobilization service;~~

(3) ~~Establishing a procedure to accept and investigate consumer complaints or a Board initiated action for a vehicle owner, lien-holder, law enforcement, or insurance company related to any violation associated with a non-consent tow, recovery, storage and/or vehicle immobilization services;~~

(4) ~~Determining and sanctioning excessive or unnecessary non-consensual towing, recovery, storage fees and vehicle immobilization services charged to consumers;~~

(5) ~~Requiring all entities permitted, licensed, or regulated under Ark~~ansas~~. Code ~~Ann.~~ § 27-50-~~

1201 *et seq.*, to provide to the Board all documents in response to information requests by the Board ~~to for~~ the investigation of consumer complaints or Board complaints against the licensee within ten (10) business days; ~~and~~

(6): Requiring all entities permitted, licensed, or regulated by Ark~~ansas~~: Code Ann. § 27-50-1201 *et seq.*, to maintain a copy of their current maximum rate schedule with the Arkansas Towing and Recovery Board and ~~posted to post a a copy of their current maximum rate schedule~~ in a conspicuous place ~~and that is~~ readily accessible to the public.

4.2 The Board shall have the authority to license, register, permit, set fees, and establish all requirements and qualifications for all towing business licenses, registrations, endorsements, enhancements, and permits, including without limitation, a consent registration or non-consent, repossession, or, vehicle immobilization business license, ~~and for a~~ tow vehicle safety permits ~~issued to members of the towing industry,~~ tow vehicle safety equipment requirements, signage, tow authorizations, and any license endorsement or enhancement, including an EV endorsement or enhancement.

4.3 (a) The Board shall have authority to impose penalties for late ~~license and/or permit~~ renewal application filings in an amount not to exceed the amount of fee(s) due for the ~~license and/or permit(s) renewal(s) initial application.~~

~~(b)A. Penalty~~ The penalty for a late Llicense, vehicle immobilization, endorsement, or enhancement renewal application filings shall be ~~at rate of~~

five dollars (\$5.00) per day, not to exceed the amount ~~of fee~~ due for the ~~license~~ renewal.

~~(c)B. Penalty~~ The penalty for a late Ppermit renewal application filings shall be ~~at rate of one~~ dollar (\$1.00) per day, per PPermit, not to exceed the amount ~~of fee~~ due for the permit renewal.

4.4 ~~The Board shall have authority to establish requirements and qualifications for issuance of licenses and tow vehicle safety permits to vehicle immobilization, non-consent towing/storage, repossession and/or consent towing companies as defined in these Rules [Repealed.]~~

4.5 The Board shall have authority to initiate a complaint or to investigate consumer complaints related to ~~overcharging for non-consensual towing, storage, recovery and/or vehicle immobilization service fees, any~~ alleged violations of ~~the provisions of~~ Arkansas Code ~~Annotated~~ § 27-50-1101 and § 27-50-1201 ~~et seq., as now or hereafter amended, and/or any~~ Board Rules promulgated pursuant thereto, and the authority to grant and pursue any remedies pursuant thereto.

4.6 _____ The Board shall have the authority to design and publish application forms ~~pursuant to these~~ ~~Rules, as now or hereafter amended,~~ for any tow business licenses, registration, ~~for tow vehicle safety~~ permits, endorsement, or enhancement, and other forms, documents, and applications necessary or desirable to implement these se rules

and to require the filing of same with the Board. The Director shall keep on file a copy of each application form adopted by the Board, referencing Minutes of the meeting(s) during which such form is approved.

4.7 ~~The Board shall have the authority to issue and renew licenses and tow vehicle safety permits pursuant to Ark. Code Ann. §27-50-1201 et seq. and these Rules as now or hereafter amended. [Repealed.]~~

4.8 The Board shall have the authority to refuse to renew, to order a fine, penalty, or restitution, and to suspend ~~and to or~~ revoke any license, registration, permit, endorsement, or enhancement, or tow vehicle safety permit for any violation of Ark~~ansas.~~ Code ~~Ann.~~ § §27-50-1101 ~~and or~~ § 27-50-1201 ~~et seq., as now or hereafter amended,~~ or any Rule promulgated pursuant thereto.

4.9 Any vehicle immobilization, non-consent towing/storage, repossession, and/or or consent towing ~~company business determined~~ business determined by the Board, after reasonable notice and

opportunity for a fair and impartial hearing held in accordance with the Arkansas Administrative Procedures Act, ~~of Arkansas Code § 25-15-201 et seq., as amended from time to time,~~ to have committed an act that is in violation of ~~Arkansas~~ Code ~~Ann. § 27-50-1101 or § 27-50-1201 et seq., as now or hereafter amended,~~ or any Rule promulgated pursuant thereto, is subject to civil penalties, including monetary penalties, not to exceed five thousand dollars (\$5,000) per offense, ~~and~~ The payment of restitution, and the suspension or revocation of any license or permit or both. Each act of violation constitutes a distinct and separate offense. Nothing in ~~this section~~ these rules shall be construed to limit the right to seek judicial review of any determination of the ~~Arkansas Towing and Recovery~~ Board pursuant to the provisions of the Arkansas Administrative Procedures Act, ~~Arkansas~~ Code ~~Ann. § 25-15-201 et seq.~~

4.10 In the conduct of any investigation, or hearing pursuant to any investigation, the officer conducting the hearing may administer oaths and may require testimony or evidence to be given under oath.

4.11 _____ The Board shall have the authority to direct the execution of a summons, citation, or subpoena.

4.12 The Board shall have the authority to require, and to set minimum amounts of coverage for, liability, on-hook, drive-away, and premises insurance on the part of each Licensee.

4.13 ~~The Board shall have the authority to establish minimum safety equipment requirements for any tow vehicle as defined in Rule 1.5. [Repealed.]~~

4.14 The Board shall have the authority to establish the maximum amount charged for notification required by ~~Arkansas~~ Code ~~Ann. § 27-50-1208, as now or hereafter amended,~~ to be sent to a vehicle owner(s) ~~and/or~~ lien-holder(s).

4.15 The Board shall have the authority to issue fines between fifty dollars (\$50.00) and two hundred fifty dollars (\$250.00) for failure to comply with the signage, display, and similar requirements of provisions required by ~~Arkansas~~ Code ~~Ann. § 27-50-1217/1201 et seq., as now or hereafter amended or by~~ Board Rule.

RULE 5: COMPLAINT AND HEARING PROVISIONS

5.1 The Board shall promptly investigate and resolve a consumer or Board--initiated complaint ~~within forty-five (45) calendar days after receiving the complaint.~~ If reasonable cause exists to believe a violation of Arkansas Code § 27-50-1101 or § 27-50-142021 et seq. or Board rule may have occurred, the Director may initiate a complaint.

5.2 (a) The following guidelines shall apply to a consumer complaints ~~filed~~:

~~_____ (1)A. A ce~~Complainant(s) must shall respond to a request from Board staff for additional information within ten (10) days~~;~~:

~~_____ (2) Ff~~Failure to respond to the request for additional information is grounds for immediate dismissal of the complaint~~;~~:

~~_____ (32) A c~~Complainant may file a written request for an extension of time with the Board~~;~~:

~~_____ (43) Tt~~The written request for an extension must shall be submitted to Board ~~office staff~~ with

in within ten (10) days after receiving a request for additional information~~;~~ and

~~_____ (54) If an~~ extension is granted, the Board investigator shall notify the affected ~~to~~ company business

in writing of the extension.

~~_____ (b)(1)B. The A~~ towing business must shall respond to a each request from ~~the~~ Board staff for information ~~as well as any follow up which may be relevant to the complaint, as determined by Board staff. All information must be received~~ within ten (10) business days after receiving the request;

_____ (24) Failure to respond to a written request by a tow company will result in a daily fine of up to twenty-five dollars (\$25.00) per day until the information requested is received by ~~the~~ Board staff.

_____ (32) The tow company-business may file a written request for an extension of time with the Board.

_____ (43) The written request for an extension must be submitted to the Board office within ten (10) days of the post marked date of request for additional information.

_____ (54) If the extension is granted, the Board investigator will notify the tow company in writing of the extension: ~~and~~.

~~(c)C~~ The Board may extend the period for the resolution of a complaint when conditions warrant such action.

5.3 Any hearing ~~to be~~ conducted by the Board may be held during a regular Board meeting, or a special Board meeting may be convened for that purpose.

5.4 The Director shall have authority to delay or to deny approval of any application for a license or tow vehicle safety permit if the applicant fails to meet the minimum requirements and the qualifications set by the Board. Said delay or denial shall be in writing to the applicant, stating the reason for the delay or the denial. Any applicant whose application is denied shall be advised of their right to appeal the denial to the Board.

5.5 An applicant who has been denied a license or tow vehicle safety permit by the Director may appeal by notifying the Board in writing within fifteen (15) days of date of Notice of Denial.

5.6 ~~In the event it is determined by~~ If for any reason the Director determines that a license or permit has been issued in error, ~~including for failure to receive the, or that accounting records and/or bank statement reflects~~ proper fee amount ~~of license and/or permit fees was not received~~, the Director may shall

~~have authority to~~ summarily suspend or revoke said license ~~and/~~or permit. In such circumstance, or in the event of immediate suspension or revocation of any licensee or permit pursuant to Rule 9.4, ~~as now or hereafter amended, or any other Rule,~~ the licensed tow business shall be notified in writing via certified mail of ~~his-its~~ right to a hearing before the Board. If the licensed tow business fails to submit a request in writing for a hearing before the Board within ~~the~~ fifteen (15) days ~~prescribed in Rule 5.5, said the~~ suspension or revocation shall become final. Upon any decision to hold a formal hearing to consider the suspension or revocation of any license or tow vehicle safety permit issued by the Board ~~pursuant to Ark. Code Ann. §§27-50-1101 and 27-50-1201 et seq., as now or hereafter amended, or the Rules promulgated pursuant thereto,~~ the Board shall notify the licensed tow business of ~~his right to such~~the hearing ~~before the Board.~~

5.7 (a)(1) If, as the result of its own investigation, or as result of an investigation of any consumer complaint filed against a licensed tow business, it is determined by the Board that sufficient evidence exists that a licensed business' conduct constitutes a violation of Arkansas Code Ann. § 27-50-1101, ~~and § 27-50-1201 et seq., as now or hereafter amended, or the Rules promulgated pursuant thereto~~ a Board Rule, the Board may initiate a hearing and invoke any one (1) or more of the following resolutions: fine or impose a civil penalty against respondent as set forth in Rule 4.9, reprimand respondent, suspend or revoke any license or permit issued to respondent, and award financial restitution to the complainant, ~~and/or any combination of the above~~ at the discretion of the Board.

(2) The Board shall provide no less than fifteen (15) days advance written notice to the licensed tow business of ~~said the~~ hearing.

~~A(b): Said The~~ notice shall inform respondent of alleged facts or conduct warranting a the hearing, ~~and shall contain information of the right to claim, within ten (10) business days of date of notification, a hearing to appeal intended action of the Board; provided,~~

~~B(c)~~ If the Board finds the public health, safety, or welfare imperatively requires emergency action and incorporates a finding to that effect in its order, summary suspension of a license, enhancement, endorsement, or and/or permit may be ordered pending proceedings for revocation or other action, which proceedings shall be promptly instituted and determined.

5.8 All evidence, including records and documents in the possession of the Board of which it desires to consider, shall be offered, and made a part of the record in the hearing. Any respondent whose rights may be affected by said hearing shall have the right to appear personally and by counsel to introduce evidence ~~in his or its own behalf~~, to cross-examine witnesses, and to examine any document or other evidence submitted.

5.9 The Board shall not be bound by the technical rules of evidence, and it may admit and give such probative value to any evidence ~~which possesses such probative value as would entitle it to be accepted by reasonable and prudent men in the conduct of their affairs~~ as the Board deems appropriate, provided however, that the Board shall endeavor to give effect to the rules of privilege recognized by the law and may exclude incompetent, irrelevant, immaterial, or repetitious evidence and may make rulings to protect witnesses from undue harassment or oppression and undue delay of the hearing.

5.10 (a) Financial restitution to the complainant will be considered as part of the penalty by the Board when a towing company or tow owner is found to have violated ~~provisions of any law or~~ the rules promulgated by the Board.

~~A(b)~~ Only actual losses which have been incurred by the complainant may be paid as restitution;

~~B(c)~~ A payment~~The amount~~ of financial restitution to the complainant ~~must~~ shall be determined by the Board;

~~C(d)~~ Punitive damages will not be paid to the complainant;

~~D.(e) This does not waive the complainant's right to sue in a court of law. Nothing in this Rule~~

5.10 prevents:

(1) A complainant from pursuing any other legal remedy; or

(2) The Board from imposing any other type of fine, penalty, or sanction authorized by

law.

5.11 The Director shall maintain documents and files relative to Board business. All pleadings and motions to be filed relative to any hearing before the Board shall be in duplicate, signed, verified, dated, and filed with the Director and held for a period not less than three (3) years.

5.12 In any hearing held for the purpose of affording any applicant the opportunity to show his qualifications to hold a license or tow vehicle safety permit, the burden of going forward with the evidence shall be on the applicant. In hearings held for the purpose of reprimanding, suspending, revoking, or fining any respondent, the burden of going forward shall be on the Board, ~~the Director or the Board's legal counsel and its staff.~~

5.13 All decisions by the Board shall be in writing and signed by the chairperson of the Board and shall include Findings of Fact and Conclusions of Law separately stated in an appropriate order entered in accordance therewith. A copy of the Findings of Fact and Conclusions of Law and the Order shall be sent to each party ~~of to~~ the hearing.

5.14 (a) A penalty assessed by the Board shall be paid no later than fifteen (15) days after the conclusion of the appeals process under the Administrative Procedures Act, Arkansas Code ~~Ann.~~ § 25-15-201 *et seq.*

(b) If not paid timely, a license, registration, permit, endorsement, or enhancement or permit issued by the Board may be suspended by the Board until the penalty is paid.

5.15 (a) If a ~~towing company~~ person fails to pay a fine or installment payment due to the Board as provided under Rule 5.14 ~~and Arkansas Code § 27-50-1204~~, the Board may cause the suspension of ~~the any~~ tow vehicle license plate and registration of the ~~owner of the entity or individual~~ person that is subject to the fine

by providing written notice to the Office of Motor Vehicles of the Revenue ~~Division of the~~ Department of Finance and Administration of failure to pay.

~~A-(b)~~ The notice of the failure to pay the fine ordered by the Board shall contain the following information:

- (1) The name of the entity or individual that is subject to the fine;
- (2) The vehicle identification number or other identifying information for the vehicle owned by the entity or individual that is the subject of the fine;
- (3) The date the Board imposed the fine;
- (4) The amount of the fine;
- (5) The date the fine or installment payment became delinquent; and
- (6) The amount of the fine or installment payments that remain delinquent.

~~B-(c)~~ When the fine ~~or installment payment(s)~~ is paid ~~or brought current~~, the Board ~~will~~ shall notify the Office of Motor Vehicle within two (2) business days by written notice ~~including the information provided for in Rule 5.15 (A)~~ to remove the suspension.

RULE 6: LICENSE AND TOW VEHICLE SAFETY PERMIT REQUIREMENTS

6.1 ~~(a)~~ A tow business; ~~storage facility, vehicle immobilization company providing vehicle immobilization, non-consent towing/storage and/or consent towing services is required to~~ shall obtain from the Board; and renew annually; ~~a Tow Business License authorizing the business~~ the appropriate licenses, endorsements, enhancements, and permits to engage in in-vehicle immobilization, non-consent towing/storage and/or consent towing, recovery, storage, vehicle immobilization, and related services.

~~A-(b)~~ A non-consent towing license includes the authority to perform vehicle immobilization, ~~company does not have to obtain a separate license if the company already has a non-consent towing/storage safety licenserepossession, storage, and consent towing services.~~

~~B.(c)~~ A consent tow service is required to obtain a consent registration and permit for each tow vehicle through the Board.

~~C.(d) A repossession company is allowed to do consent towing and must obtain a repossession license and repossession permit for each tow vehicle.~~

6.2 (a) Any tow vehicle as defined in Ark~~ansas~~. Code ~~Ann.~~ § 27-50-1201 *et seq.* and these Rules which is not exempt under the provisions of Rule 2 and is being operated on Arkansas's public roadways, is required to have a valid Tow Vehicle Safety Permit displayed in the lower left corner of the windshield and a business license number permanently placed on both sides of the tow vehicle ~~near under~~ the business name issued by the Board.

~~A.(b)~~ Any tow vehicle used to provide non-consent towing and related services ~~is to~~shall display a non-consent Tow Business License Number and an annual Tow Vehicle Safety Permit issued by the Board. Such tow vehicle may also be used to provide repossession and consent towing and related services.

~~B.(c)~~ Any tow vehicle used to provide only consent towing and related services ~~is to~~shall display a consent Registration Number and an annual Tow Vehicle Safety Permit issued by the Board. Such vehicle shall not be used to provide repossession or non-consent towing and related services.

~~C.(d)~~ Any tow vehicle used to provide repossession towing and related services shall display a repossession Tow Business License Number and an annual Tow Vehicle Safety Permit issued by the Board. Such tow vehicle may also be used to provide consent towing and related services.

~~C.(e)~~ The Tow vehicle Safety Permit ~~must~~shall be placed on the tow vehicle for which it is intended immediately upon receipt. Failure to comply with this rule could result in a civil penalty of up to \$5,000~~,.00~~ ~~and/or~~ the suspension or revocation of tow vehicle permit, or both.

6.3 (a) ~~The Director shall issue a tow business license, a consent registration, a permanent business license number and/or an annual tow vehicle safety permit(s) to any towing, storage, vehicle immobilization company providing vehicle immobilization, non-consent towing/storage, repossession and/or consent~~

~~towing company, which makes proper application~~Upon proper application, reflecting that the qualifications required by the Board in these Rules are met, the Director shall issue the appropriate license, registration, endorsement, enhancement, or permit for towing, recovery, repossession, vehicle immobilization, or storage.

~~A.(b) No License authorizing a business to engage, or to continue to engage, in non-consent towing/storage, repossession and/or consent towing and related services~~license, registration, endorsement, enhancement, or permit for towing, recovery, repossession, vehicle immobilization, or storage shall be issued until a complete application is filed with the Board. For purposes of these Rules and except as otherwise provided or supplemented, a complete application for a towing business ~~safety License~~license, registration, endorsement, enhancement, or permit for towing, recovery, repossession, vehicle immobilization, or storage shall include as applicable, all requirements of the Board and these Rules, including without limitation :

(1) Business ~~License~~ Application provided by the Board completed in its entirety;

(2) Current Certificate(s) of Insurance reflecting minimum insurance coverage as prescribed by the Board in Rule ~~9 9.2~~ of these Rules which must include:

~~a. the~~(A) The physical address for which the tow business is licensed;

~~b.(B) the~~The legal name or names of the tow business~~owner;~~
and

~~e.(C) all tow vehicles used at that location~~A complete description and vehicle identification number of each tow vehicle with on hook coverage listed;
and;

(3) Fees as prescribed by the Board, ~~for a non-consent towing/storage, and/or consent Towing Business License;~~
e.

~~(4)(4)(A) A copy of the current maximum rate sheet rate sheets schedule for each towing, recovery, and storage service.;~~ ~~(Note.;~~

~~(B) The acceptance of a copy of the rate sheet does not constitute or imply approval of fees or rates);~~

~~(5) Proof of compliance with all signage requirements, including without limitation:~~

~~(a) Complaint notification process;~~

~~(b) Exterior business location signage; and-~~

~~(c) Tow rate schedule; and~~

~~_____ (6) Other Any other proof or documents needed to comply with the requirements, if applicable, for an Enhanced Non-Consent Heavy Duty Tow License found in under Rule 15 or an EV towing endorsement or EV storage endorsement under Rule 17.~~

~~B. No registration authorizing a business to engage, or to continue to engage, in consent towing and related services shall be issued until a sufficient application is filed with the Board. For purposes of these Rules, a sufficient application for a towing business safety license shall include:~~

~~(1) Registration Form Business Application Form provided by the Board completed in its entirety;~~

~~(2) Current Certificate(s) of Insurance reflecting minimum insurance coverage as prescribed by the Board in Rule 9.2 of these Rules which must include:~~

~~a. the physical address for which the tow business is registered;~~

~~b. the name or names of the owner;~~

~~c. all tow vehicles used at that location; and~~

~~— Fee as prescribed by the Board for a consent registration.~~

~~C. No registration authorizing a business to engage, or to continue to engage, in repossession~~

~~towing and related services shall be issued until a sufficient application is filed with the Board. For purposes of these Rules, a sufficient application for a towing business safety license shall include:~~

~~(1) Business Application Form provided by the Board completed in its entirety.~~

~~(2) Current Certificate(s) of Insurance reflecting minimum insurance coverage as prescribed by the Board in Rule 9.2 of these Rules which must include:~~

~~a. the physical address for which the tow business is registered;~~

~~b. the name or names of the legal business name;~~

~~c. each tow vehicle with on hook coverage listed; and~~

~~(3)~~

~~C.(c) NoA~~ tow vehicle safety permit authorizing operation of a tow vehicle on public roadways in the State of Arkansas shall not be issued until a complete Tow Vehicle Safety Permit application is filed with the Board. For purposes of these Rules a complete Tow Vehicle Safety Permit application shall include:

(1) An updated business ~~license~~ application if needed;

(2)~~(A)~~ Completed Inspection Form approved by the Board as part of the application process, including Rule 7 equipment standards, and that the tow vehicle was examined by a certified ~~municipal, county, or state~~ law enforcement officer, ~~municipal, county, or state~~ or Board ~~investigator staff~~ who so verifies by his or her signature on the Tow Vehicle Safety Inspection Form, along with badge number and agency that the tow vehicle meets all of the requirements noted on the form.

~~(aB)~~ If the tow vehicle fails any part of the inspection, deficient items must be noted on the Tow Vehicle Safety Inspection Form and forwarded to the Arkansas Towing and Recovery Board.

~~(bC)~~ All items noted as deficient must be corrected and re-inspected by the same law enforcement agency or ~~a~~ Board ~~investigator staff~~ before a permit can be issued for that tow vehicle.

(3) ~~Pictures-Photographs~~ clearly showing the following views:

~~(Aa)~~ The Tow Vehicle registration tag on the tow vehicle for which the permit is being requested;

 ~~(Bb)~~ Driver side view of the towing vehicle showing both the name and phone number of the business; and

 ~~(Ce)~~ Passenger side view of the towing vehicle showing both the name and phone number of the business.;

 (4) Tow Vehicle Safety Permit fee prescribed by the Board.; and

(5) Current Certificate(s) of Insurance reflecting minimum insurance coverage as prescribed by the Board in Rule 9.2.

~~D(d)~~: No vehicle immobilization business license authorizing the use of vehicle immobilization in the State of Arkansas shall be issued until a complete application is filed with the Board. For purposes of these Rules a complete application shall include:

(1) Tow Business License Application provided by the Board as part of the application completed in its entirety and vehicle immobilization device inspection form(s) (Up to 10 immobilization ~~devises~~ devices can be used on one (1) inspection form for license.);

(2) ~~Pictures~~ Photographs showing the following views:

~~(Aa)~~ The vehicle immobilization devices for which the permit is being requested.;

~~(Bb)~~ A view of the vehicle immobilization device showing the serial number, name, and phone number of the business;

~~F. No license authorizing a business to engage, or to continue to engage, in repossession towing and related services shall be issued until a sufficient application is filed with the Board. For purposes of these Rules, a sufficient application for a towing business safety license shall include~~

~~(1) Business Application Form provided by the Board completed in its entirety.~~

~~(2) Current Certificate(s) of Insurance reflecting minimum insurance coverage as prescribed by the Board in Rule 9.2 of these Rules which must include:~~

~~a. the physical address for which the tow business is registered;~~

~~b. the name or names of the legal business name;~~

~~c. each tow vehicle with on hook coverage listed; and~~

~~(3) Fee as prescribed by the Board for a repossession license.~~

~~G(e).F.~~ No showing of public convenience or necessity need be made in support of an application for ~~a vehicle immobilization, non-consent towing/storage, repossession and/or consent towing business safety~~any license, ~~a tow vehicle safety endorsement, enhancement, or permit.~~

~~(f).G.~~ It shall be the responsibility of the Licensee to post the ~~non-consent~~Tow Business License at the place of business and in a prominent location, viewable by the public.

~~(g).H.~~ It shall be the responsibility of the Licensee to affix the tow vehicle safety permit to the lower portion, driver's side, of the windshield in the tow vehicle for which the Board issued the Permit immediately upon receipt.

~~(h).I.~~ It shall be the responsibility of the ~~non-consent Licensee~~a tow business to post a sign notifying customers of the consumer complaint process ~~as required by~~under Arkansas Code ~~Ann.~~§ 27-50-1218.

6.4 ~~(a)~~ Business licenses, business license numbers, consent ~~only~~registrations, and tow vehicle safety permits are nontransferable;

~~(1) F~~from one ~~(1)~~ owner to another; ~~and;~~

~~(2) F~~from one ~~(1)~~ tow vehicle to another.

~~A.(b)~~ If a Licensee ceases to be involved in the towing business or vehicle immobilization business, the business license issued to that business shall be returned to the Board within ten (10) days of ceasing business. ~~(Any change in ownership of a towing business or vehicle immobilization business nullifies the License issued to the previous owner.)~~

~~B.(c)(1)~~ Any tow vehicle safety permit holder who sells, disposes of, or takes a tow vehicle out of service shall remove and ~~destroy-submit~~ the ~~permit~~ Permit to the Board's staff via U.S. mail and ~~shall~~ notify the Board's ~~staff that~~ the tow vehicle is removed from ~~his-its~~ fleet within ten (10) days of the removal.

~~_____~~ ~~(+2)~~ A tow vehicle safety permit ~~can-shall~~ only be displayed on a tow vehicle owned by the towing business to which the Board issued the ~~Permit~~ permit.

~~C.(d)~~ Any non-consent towing business ~~or~~ vehicle immobilization service safety licensee ~~who~~ that takes a vehicle immobilization device out of service shall notify the Board the device has been removed from their inventory within ten (10) days of the removal.

6.5 (a) A vehicle immobilization, ~~non-consent towing/storage, repossession and/or consent~~ towing, ~~recovery, repossession, or storage license, business~~ registration, ~~endorsement, enhancement, or business license number and/or a tow vehicle safety~~ permit shall be issued only to a legal entity that owns the tow business and shall not be issued solely to a fictitious name under which the tow business operates. *E.g.*, Bob Smith owns a wrecker service. Bob Smith's Wrecker Service does not constitute a legal entity. Bob Smith, or Bob Smith dba Bob Smith's Wrecker Service, or Bob Smith's Wrecker Service, Inc. (if legally incorporated) does constitute a legal entity in that Bob Smith is identified as legal owner of the wrecker service.

~~A.(b)~~ Each separate business location of a ~~vehicle immobilization, non-consent towing/storage, repossession, and/or consent only~~ towing business shall require a separate license, ~~or consent only~~ registration, ~~endorsement, enhancement, or permit~~.

~~B.(c)~~ The name in which a ~~vehicle immobilization, non-consent towing/storage, repossession and/or consent only~~ towing business is registered with the Board ~~must~~ shall correspond with the name of the insured as identified on the Certificate(s) of Insurance issued to the Board for ~~that vehicle immobilization, non-consent towing/storage, repossession and/or consent~~ the towing business.

6.6 ~~It is the responsibility of every~~Each licensee and ~~every~~each tow vehicle safety permit holder ~~to shall~~ notify the Board staff in writing immediately upon any change in name of the business, mailing address, telephone number, ~~or and/or~~ physical location of ~~his place of~~the towing business.

6.7 (a) ~~Any~~Except as provided in subsection (b) of this Rule 6.7, if a final judgment rendered by a court of competent jurisdiction against a ~~vehicle immobilization, non consent towing/storage, repossession and/or consent~~ towing business or an owner or employee thereof, arising from ownership or operation of the ~~vehicle immobilization, non consent towing/storage, repossession and/or consent~~ towing business, including but not limited to towing, up-righting, recovery, transporting, immobilizing, and storage of vehicles, ~~must be~~is not satisfied within thirty (30) calendar days. ~~If such judgment is not timely satisfied, the vehicle immobilization, non consent towing/storage, repossession and/or consent, any or all of the~~ towing business's licenses, registrations, endorsements, enhancements, or ~~and/or~~ tow vehicle safety permit(s) may be suspended until the judgment is satisfied. ~~;~~ provided,

A.(b) If approved by the Board and in its discretion:

(1) A release or written agreement signed by the judgment creditor ~~and approved by the Board~~ shall reinstate eligibility; and,

~~B.(2)~~ If the judgment is covered by insurance up to the amount and to the extent required by the Board, ~~this subparagraph shall not apply~~a suspension under subsection (a) of this rule may be waived.

6.8 No application for ~~vehicle immobilization, non consent towing/storage, repossession and/or consent~~ only a license, registration, endorsement, enhancement, and/or tow vehicle safety permit shall be approved by the ~~Arkansas Towing & Recovery~~ Board if the applicant has any ~~overdue~~ unpaid civil ~~penalty(s)~~ due penalty due and payable to the Board.

RULE 7: EQUIPMENT REQUIREMENTS

7.1 All tow vehicles, which are in use by ~~vehicle immobilization, non-consent towing/storage, repossession and/or consent~~ towing business, shall ~~meet the following requirements:~~

~~A-(1)~~ Hold a current Motor Vehicle Registration Certificate and have evidence of such properly displayed on the tow vehicle (e.g., state license plate);

~~B-(2)~~ Comply with all Motor Vehicle Laws enacted by the State of Arkansas and all Arkansas Department of Transportation and Arkansas Department of Revenue Rules applicable thereto;

~~C-(3)~~ Maintain a valid tow business license number permanently affixed and a tow vehicle safety permit issued by the Board for that tow vehicle displayed on the lower portion, driver's side, of the tow vehicle's windshield; and

~~D-(4)~~ If applicable, comply with the additional tow vehicle and equipment standards found in Rule 15 for the Enhanced Non-Consent Heavy Duty Tow License and Rule 17 for an EV towing endorsement or an EV storage endorsement.

7.2 (a) All tow vehicles as defined in these rules which operate on Arkansas's ~~public~~ roadways shall have the following minimum equipment installed on board, or ~~on Board~~ displayed:

~~A-(1)~~ Fire Extinguisher(s), ABC Type, total capacity of not less than ~~nine (9) pounds~~ five (5) pounds;

~~B-(2)~~ Amber flashing light(s) visible within 360-degree rotation around the tow vehicle, and visible in bright sunlight;

~~C-(3)~~ Tail, turn, and stop lights attached, or to be attached, to the towed or towing vehicle ~~so as to be~~ that are visible from the rear;

~~D-(4)~~ Safety chains, ~~and/or~~ straps, or both to secure the towed vehicle to the towing vehicle when towing or and/or otherwise transporting vehicles on ~~public~~ roadways;

~~E-(5)~~ Flares, reflective cones, reflective triangle safety signals, or other similar safety devices;

~~F-(6)~~ Shovel and broom for removing debris from the roadway. (Mandatory

only for tow vehicles used in accident recovery; provided however, no tow vehicle shall respond to an accident scene along a public roadway without a broom and shovel on ~~Board~~board);

~~G(7)~~ The name and telephone number of the towing business ~~shall be~~ displayed and permanently affixed by paint or decal on each side of the tow vehicle along with the permanent business license number assigned by the Board (e.g., "ATRB9999") not less than two inches (2") in height so that it is visible and legible from a distance of fifty ~~(50)~~-feet (50'); ~~(i.e. painted or by decal)~~. (Magnetic signs not permanently affixed are not allowed);

~~H(8)~~ Light and air brake hookups (required only on tow vehicles being designated "Heavy Duty" for the purpose of these rules and capable of towing semi-truck and trailer vehicles.); and

~~I(9)~~ -Safety straps for wheel lift equipment as required by the equipment manufacturer for securing the towed vehicle to the towing vehicle;

~~J(b)~~ Tow vehicles equipped with winches and used for recovery, ~~and/or~~ hoisting, and or both, or for towing a vehicle during transport, shall have a winch with an 8,000-pound minimum capacity and a minimum ~~3/8 inch~~3/8-inch diameter cable size, provided;

(1) Winch capacity and cable size shall increase proportionately with Gross Vehicle Weight Rating increase; and;

(2) Come-A-Long, chain, or other similar device, shall not be used as a substitute for winch and cable.

~~(c)(1) K. Any~~ Except as provided in subdivision (c)(2) of this Rule 7.2, a tow vehicle used for hoisting, ~~and/or for~~ towing a vehicle during recovery, ~~and/or~~ transport shall be equipped with dual rear wheels and shall be rated at a minimum of 9,000 pounds GVWR gross vehicle weight rating.
~~provided; however,~~

~~(2) T~~ The owner of a tow vehicle for which the Board issued a tow vehicle safety permit under the Grandfather Provision on or before January 1, 1995, and for which renewal permits have been

issued regularly thereafter, is exempt from the dual wheel and 9,000 GVWR gross vehicle weight rating requirements as long as ownership of the tow vehicle does not change and regular renewals continue to be issued by the Board.

~~(d) L. (1)(A) Any~~ Except as provided in subdivision (d)(1)(B) of this Rule 7.2, a tow vehicle used as a ~~Heavy Duty~~Heavy-Duty Tow Vehicle as defined by Rule 7.4 shall be equipped with tandem rear axles and equipped with an under-lift device rated at no less than 12,000 ~~lbs. pounds~~ at full extension.

~~(B) Provided; however, that t~~The owner of a Heavy Duty Tow Vehicle for which the Board issued a tow vehicle safety permit on or before ~~the date of the enactment of this section~~ January 1, 1995~~2007~~, shall be ~~grand-fathered and shall be~~ exempt from this requirement as long as ownership of the tow vehicle does not change and regular renewals continue to be issued by the Board.

(2) Any tow vehicle used as a Heavy Duty Vehicle without an ~~and~~ under-lift shall not be utilized as a primary tow vehicle for non-consent towing, but may be utilized by a non--consent towing business in conjunction with other services rendered as part of non-consent towing, provided, however, any usage in conjunction with non-consent towing shall have coverage in compliance with the insurance requirements of Rule ~~9.2~~ of these Rules and ~~must shall~~ display a current consent Tow Vehicle Safety Permit issued by the Board.

~~(e)(1)(A) (3) Any~~ Except as provided in subdivision (e)(1)(B) of this Rule 7.2, a tow vehicle used as a Medium Duty Tow Vehicle as defined by

Rule 7.4 excluding rollback tow vehicles, shall be equipped with an under-lift device rated at no less than 6500 ~~lbs. pounds~~ at full extension.

~~(B) Provided; however that t~~The owner of a Medium Duty Tow Vehicle for which the Board issued a tow vehicle safety permit on or before ~~the date of the enactment of this section~~ January 1,

2007, shall be ~~grand-fathered and shall be~~ exempt from this requirement as long as ownership of the tow vehicle does not change and regular renewals continue to be issued by the Board.

~~(2)~~ ~~(4)~~ Any tow vehicle used as a Medium Duty Vehicle without and under-lift shall not be utilized as a primary tow vehicle for non-consent towing, but may be utilized by a non--consent towing business in conjunction with other services rendered as part of non-consent towing, provided, however, any usage in conjunction with non-consent towing shall have coverage in compliance with the insurance requirements of Rule 9.2 of these Rules and ~~must~~ shall display a current consent tow vehicle safety permit issued by the Board.

7.3 ~~It shall be the responsibility of any vehicle immobilization, non-consent towing/storage, repossession and/or consent~~ Each towing business and ~~his tow business~~ operators ~~to~~ shall use all of ~~that the~~ tow business's ~~towing-related equipment and/or vehicle immobilization-related~~ equipment knowledgeably and safely.

7.4 _____ (a)(1) For purposes of these Rules tow vehicles shall be classified by gross vehicle weight rating as follows:

~~A. Gross Vehicle Weight Ratings:~~

(A) Light Duty: 9,000 - 15,000 pounds GVWR~~;~~

(B) Medium Duty: 15,001 - 33,000 pounds GVWR~~;~~

and

(C) Heavy Duty: 33,001 pounds ~~and over or more~~

GVWR.

~~(2) Provided, it is recommended that~~ ~~†~~ The owner or operator of any Light Duty, Medium Duty, or ~~Heavy Duty~~ Heavy-Duty tow vehicle, shall observe applicable gross vehicle weight ratings ~~(GVWR)~~ when transporting or attempting to transport~~;~~ vehicles on public roadways of the State of Arkansas.

~~(b)(1)B.~~ Any A vehicle used in conjunction with a trailer, dolly, or other separately hitched towing-related device to transport or otherwise facilitate the movement of vehicles on public roadways is not a “tow vehicle” as defined in Arkansas Code ~~Ann.~~ § 27-50-1202~~(10)(12)~~.

~~(2)(1)~~ Provided, a A trailer, shall not be used to transport or otherwise facilitate the movement of vehicles on public roadways, ~~except when in compliance of the following:~~ Both unless both the vehicle towing ~~such the~~ trailer, and the trailer ~~must be in compliance comply~~ with all Motor Vehicle Laws enacted by the State of Arkansas and all Arkansas Department of Transportation and Arkansas Department of Revenue rules applicable thereto, including but not limited to registration, lighting, and braking.

~~(3)(2)~~ The A vehicle towing ~~such a~~ trailer, shall have liability insurance covering injury and/or damage meeting minimum financial responsibility laws of the State of Arkansas;

~~(4)(3)~~ The weight distribution on ~~the a~~ vehicle towing a trailer, and on the trailer shall be stable during transport. In the absence of evidence to the contrary, ~~a combination of a vehicle towing a trailer the weight distribution~~, shall be considered stable when ~~observing the following weight specifications:~~

~~a.(A)~~ The laden weight of the vehicle towing a trailer ~~shall does~~ not exceed the

Gross Vehicle Weight Rating ~~(GVWR)~~ of ~~the at~~ vehicle;

~~b.(B)~~ The laden weight of the trailer ~~shall does~~ not exceed the Gross Trailer Weight

Rating ~~(GTWR)~~ of the trailer; and

~~c.(C)~~ No axle of the vehicle towing ~~such the~~ trailer, ~~shall have carry carries~~ a weight in excess of the Gross Axle Weight Rating ~~(GAWR)~~ ~~offor~~ that axle.

~~(45)~~ A trailer, dolly, or other separately hitched towing-related device shall not be utilized as a primary tow vehicle for non-consent towing, but may be utilized by a non-consent towing business in conjunction with other services rendered as part of non-consent towing, ~~provided, however, if~~ any

usage in conjunction with non-consent towing ~~shall have~~has coverage in compliance with the insurance requirements of Rule 9.2 of these Rules.

7.5 Any ~~vehicle immobilization, non-consent towing/storage, repossession and/or consent~~ towing business that adds a tow vehicle ~~and/or~~ vehicle immobilization device into service shall, within ten (10) business days:

~~A.(1)~~ Notify ~~the~~ Board staff of the year, make and type (*E.g.*, wrecker, rollback, hauler, *etc.*);

~~B.(2)~~ Send to ~~the~~ Board Staff from the licensee's insurance carrier an amended Certificate of Insurance reflecting the ~~tow vehicle~~addition has been added to present coverage;

~~C.(3)~~ Have the ~~vehicle~~addition inspected pursuant to Rule 6.3(~~B~~) of these Rules, if applicable; and

~~D.(4)~~ Submit to ~~the~~ Board staff a timely application for a tow vehicle safety permit and any other required permit.

7.6 All ~~vehicle immobilization and non-consent towing/storage~~ businesses shall use an invoice for each vehicle towed, recovered, repossessed, stored, or ~~and/or~~ immobilized, and each invoice shall explain how all charges were calculated, separately itemizing all fees and charges ~~to owner(s) and lien holders pursuant to Ark. Code Ann. §27-50-1208(b)(2), as now or hereafter amended,~~ and shall furnish, upon request, to the owner or lienholder of the towed, recovered, repossessed, stored, or immobilized vehicle, ~~lien holder, and/~~ or their agent(s) ~~with~~ a duplicate of the said itemized statement, bill, or invoice of all charges incurred.

7.7 Each vehicle immobilization device, used by ~~vehicle immobilization and/or non-consent~~ towing/~~storage~~ business shall ~~meet the following requirements:~~

~~A.~~ ~~C~~ comply with all Motor Vehicle Laws enacted by the State of Arkansas and all Arkansas Department of Transportation and Arkansas Department of Revenue rules applicable thereto.

7.8 Each vehicle immobilization device, ~~as defined in these rules~~ shall have ~~the following:~~

~~_____A.(1)~~ The company name, phone numbers, and serial number of the vehicle immobilization ~~and/or~~; non-consent towing/storage business permanently affixed in a legible manner;
and

~~_____B.(2)~~ A high visibility color.

RULE 8: FEES

8.1 All fees collected under Arkansas Code ~~Annotated §~~ 27-50-1201 *et seq.*, ~~as now or hereafter amended, and the Rules promulgated there to~~, shall be made payable to the Arkansas Towing and Recovery Board. Said fees shall be deposited in the General Operating Fund of the Arkansas Towing and Recovery Board.

8.2 Each application for a vehicle immobilization, non-consent towing/storage, ~~tow and/~~ or ~~repossession consent towing business~~-license shall be accompanied by a license fee of one hundred fifty dollars (\$150).

heavy duty

8.3 Each application for a consent ~~only~~-registration shall be accompanied by a registration fee of twenty-five (\$25.00) dollars.

8.4 Each application for a tow vehicle safety permit shall be accompanied by a fee of ~~seventy-two~~ dollars (\$72.00) for each light duty tow vehicle or each medium duty rollback or medium duty tow vehicle or ~~heavy duty~~heavy-duty tow vehicle. Tow vehicle safety permit fees may be prorated to correspond with the expiration date of a current tow business license.

8.5 Lost or destroyed tow vehicle safety permits ~~will~~shall require the purchase of replacement permits at a permit fee set by the Board. Once a towing business ~~safety license, registration, endorsement, enhancement, license, and/~~ or ~~tow vehicle safety~~ permit has been issued ~~the fees are~~ is non-refundable.

8.6 The initial Towing Business License issued to a towing/storage/vehicle immobilization company shall expire one (1) year from the month of issuance, and annually thereafter, until such time as the

business ceases to operate or changes ownership. Licenses are not transferable from one business to another or from one owner to another.

8.7 ~~A.~~ The initial tow vehicle safety permit issued to a ~~non-consent towing/storage, repossession, or consent~~ towing business for a designated tow vehicle shall expire one (1) year from the month in which it was issued. Tow vehicle safety permits are not transferable from one tow vehicle to another or from one owner of the tow vehicle to another.

8.8 (a) The Director shall send a renewal notice to each ~~licensee,~~ holder of a ~~consent only registration and tow vehicle safety permit holder license, registration, permit, endorsement, or enhancement~~ at least thirty (30) calendar days prior to expiration. Any ~~license, registration or tow vehicle safety permit for which a complete~~ renewal application that is not complete under these Rules and received later than 4:30 p.m. on the date of expiration is subject to a fee for late filing in addition to the original filing fee. ~~(For purposes of these Rules “complete applications” for license, registration and tow vehicle safety permit are defined in Rule 6.3.) When a~~ completed, timely application for renewal ~~of a license, registration or tow vehicle safety permit is~~ received by the Board; defers the expiration of the existing license, registration, permit, endorsement, or enhancement, registration and permit subject to renewal shall not expire prior to pending review of the application by Board staff, ~~provided,~~ if the ~~A.~~ Such application is reviewed after expiration of a license or permit and found to be sufficient it is not subject to a fee for late renewal application filing.

~~B.(b)~~ Such An application reviewed after expiration of ~~a the~~ license, registration, permit, endorsement, or enhancement or permit and found to be insufficient is subject to the fee for late renewal application filing, effective upon notice of the review and:-

(1) The business will be notified in writing of any insufficiency(s); and

(2) ~~Penalty~~ The penalty as provided in Rule 4.3(A)(B) will be assessed from the date of notice of the insufficiency(s) to the date a complete application is received by the Board.

8.9 Any licensee or tow vehicle safety permit holder who fails to submit to the Board a timely and sufficient application for renewal of a license, registration, endorsement, enhancement, and/or permit(s), and continues to work in the perform vehicle immobilization, ~~non-consent~~ towing, recovery, or storage services/storage, repossession and/or consent towing industry, shall may be ~~held liable as outlined~~ insanctioned under -Arkansas- Code ~~Ann. §§ 27-50-1101, § and 27-50-1201 et seq., as now or hereafter~~ amended, and the Rules promulgated by the Board ~~pursuant thereto~~.

RULE 9: INSURANCE REQUIREMENTS

9.1 ~~(a) The provisions of Rule 9 shall apply to those businesses licensed by the Board to engage in vehicle immobilization, non-consent towing/storage, repossession and/or consent towing and related services.~~ All businesses required to be licensed by the Board under this Act shall comply with all requirements of this Rule 9, including without limitation the requirement to obtain, and keep in continuous effect, all applicable insurance coverage ~~required in Rule 9.2, as it applies~~. Evidence of said insurance shall be filed with the Board in the form of a valid Certificate of Insurance.

~~A.(b) The~~ Certificate of Insurance shall:

~~(1) be~~ issued to the Arkansas Towing ~~&and~~ Recovery Board at its current mailing address;

~~B.(2) Certificate of Insurance shall have~~ Describe the provisions for notice of cancellation or material change, as ~~according to~~ stated in the insurance policy; ~~and~~;

~~C.(3) Certificate of Insurance shall d~~Display the physical location of each non-consensual towing impound lot and EV storage lot for which coverage is extended.

9.2 The minimum coverage provisions ensuring the public from loss or damage that may arise to any person or property by reason of the operation of any vehicle immobilization, ~~non-consent~~ towing, repossession, and/or storage business-service, including any EV towing or storage service, are as follows:

~~A.(1)~~ Each tow vehicle shall have liability insurance covering injury and ~~or~~

damage, except that to the towed vehicle, for which the tow truck owner is liable. Said coverage shall meet state and federal minimum financial responsibility laws for motor carriers (45 CRFR 387.9); and-

B-(2) Each ~~non-consent tow vehicle, repossession tow vehicle or consent~~ tow vehicle, ~~used in conjunction with non-consent towing,~~ shall have cargo, on-hook, or similar ~~type~~ insurance in an amount not less than Fifty Thousand Dollars (\$50,000) for Light Duty, One Hundred Thousand Dollars (\$100,000) for Medium Duty, and Two Hundred Thousand Dollars (\$200,000) for Heavy Duty, according to the gross vehicle weight ~~{GVWR ratings as per under Rule 7.4(A)}~~. For purposes of this Rule, on-hook, cargo, or any similar term, is construed to include coverage for losses and ~~(property damage)~~ to the vehicle(s) being towed, recovered, up-righted, transported, or driven-away by the insured; ~~or his agent, where~~ of the insured ~~when~~ the insured is liable, whether or not such loss is due to the negligence of the insured or ~~his~~ the agent.

C-(3) -Each non-consent towing business and EV storage business shall maintain liability insurance in an amount not less than Fifty Thousand Dollars (\$50,000) to cover losses from personal injury ~~and/or~~ property damage incurred in the area in which vehicles impounded or otherwise stored by the business are stored: ~~(E.g., Garagekeepers Legal Liability)~~.

9.3 Each Licensee shall be responsible for maintaining on file with the Board a valid Certificate of Insurance reflecting current coverage as outlined in Rule 9.2.

9.4 Any Licensee who fails to meet the requirements of Rules 9.1, 9.2, or 9.3 shall have ~~his~~ any applicable license, registration, endorsement, enhancement, ~~and/or~~ permit(s) immediately suspended by the Director on behalf of the Board. The Director shall notify the Licensee by mail of the suspension and shall immediately initiate formal hearing procedures.

9.5 A vehicle immobilization company ~~will be~~ is responsible for any damage ~~/or~~ liability incurred during the immobilization and subsequent tow and storage of an immobilizeds vehicle ~~by a duly licensed and permitted non-consent towing company.~~

9.6 A vehicle immobilization company shall ~~be responsible to~~ maintain liability insurance in an amount not less than Fifty Thousand Dollars (\$50,000) to cover ~~losses incurred to property for~~ any liable

damage or liability incurred during the immobilization and subsequent tow and storage of an immobilized vehicle.

RULE 10: CHARGES FOR NOTIFICATIONS

10.1 ~~A.(a)~~ All Licensees shall comply with ~~the all~~ requirements for notification to owners and lien holders, as provided by including without limitation, Ark-ansas Code ~~Ann.~~ §§ 27-50-1101(a)(3), § 27-50-1208, and § 27-50-1209, ~~as amended from time to time~~. Unless otherwise prescribed by law, any notice required to be given by a Licensee to the registered owner, ~~(s) and/or~~ lienholder, (s) or both, shall be given to those persons or entities listed as an owner(s) and/or a lienholder(s) on the records of the Office of Motor Vehicles, Arkansas Crime Information Center records, or the motor vehicle records of any other state if there is reasons to believe the vehicle may be registered in a state other than Arkansas.

~~B.(b)~~ ———— Vehicle immobilization companies shall place a notification on the vehicle in a conspicuous area stating the following:

- (1) The vehicle has been immobilized;
- (2) The name, location, and local phone number of the company immobilizing vehicle;
- (3) A time limit of forty-eight (48) hours before the vehicle will be towed; and
- (4) The name, location, and phone number of the tow company removing the vehicle after the 48 hours has expired.

10.2 For purposes of the second notice to be given and published pursuant to Arkansas Code ~~Ann.~~ § 27-50-1209 ~~not less than thirty (30) days from impoundment but at least fifteen (15) days prior to sale of an unclaimed vehicle~~, a Licensee shall separately obtain the owner and lienholder information ~~as described set for~~ in Rule 10.1 and notice shall be given of the exact date, time, and place of the sale.

10.3 The charges for sending ~~the each~~ notice required by law(s), if any regardless of the number of owners and lienholders, shall not exceed the greater of twenty-five dollars (\$25) ~~per notification~~, or the actual cost of postage. For the purposes of ~~this~~ these ~~Rules~~ 10.3, each notice required by law to be sent regardless of the

~~number of recipient owners and lienholders the total number of notices required to be sent to the last registered owner(s) and any lien holder(s) of record pursuant to Ark. Code Ann. §§27-50-1208(b)(2) and 27-50-1209(d) after taking possession of a vehicle shall constitute a single notification subject to the limit of twenty-five dollars (\$25) or the actual cost of postage, whichever is greater.~~

10.4 ~~————— For purposes of these rules the notification required to be made pursuant to Ark. Code Ann. §§27-50-1208(b)(2) and 27-50-1209(d) each shall constitute a single notification. [Repealed.]~~

10.5 All notification documents ~~must~~ shall be maintained for a period of not less than three (3) years from the time of the tow or recovery of a vehicle.

Rule 11: EXCESSIVE PRICING FACTORS

The Arkansas Towing and Recovery Board may consider the following factors in determining if the pricing is excessive or unnecessary pursuant to Arkansas Code ~~Ann.~~ § 27-50-1203 ~~(e)(1)(C), and (D)~~:

- ~~A.~~(1) Tow vehicle(s) required and size of tow vehicle(s);
- ~~B.~~(2) Total time to accomplish recovery/tow;
- ~~C.~~(3) Number of regular employees required to safely complete recovery/tow;
- ~~D.~~(4) Number of extra people needed and /used to effectively complete recovery/tow;
- ~~E.~~(5) Special equipment required to recover or tow;
- ~~F.~~(6) Location of vehicle recovered/towed;
- ~~G.~~(7) Hazardous materials or cargo recovery involved in recovery/tow;
- ~~H.~~(8) Comparison with reasonable prices in region;
- ~~I.~~(9) Weather conditions;
- ~~J.~~(10) Computation of days of storage: midnight to midnight is presumed to be a reasonable

period; and

~~K.(11)~~ Any other relevant information having a direct effect on the pricing of the recovery, towing, storage, ~~and/or~~ vehicle immobilization.

RULE 12: PLACE OF BUSINESS REQUIREMENTS

Any towing business ~~or towing company licensed pursuant to these rules~~ shall utilize business and storage facilities that are:

~~A.(1)~~ Located in Arkansas;

~~(2)B.~~ Easily accessible to the public;

~~(3)C.~~ In compliance with all local state and federal regulations and ordinances;

~~(4)D.~~ Utilizing an appropriate and secure filing system for records;

~~(5)E~~ Utilizing clear and visible signage displaying the name on the business license issued

by the Board that:

~~(+A)~~ Is a minimum of four (4) feet by six (6) feet in size or meets the criteria established by a municipal zoning ordinance, subdivision regulation, or building code; and

~~(2B)~~ Displays the name, physical address, a published telephone number, ~~of the towing company~~ and hours of operation; ~~of the tow business;~~ and

~~F.(6)~~ Sufficient in space to safely secure the vehicles and any related personal property ~~stored within.~~

RULE 13: ISSUANCE OF CITATIONS

13.1 Acting upon probable cause or during an inspection or investigation ~~of a Business~~, an investigator ~~and/or~~ the Director ~~employed by the Board~~, may cite a licensee-tow business for any of the following offenses:

~~A.(1)~~ Operating a tow vehicle without a proper permit or license;

~~B.(2)~~ Operating a tow vehicle which is out of compliance with the safety and operating rules prescribed by the Board;

~~C.(3)~~ Operating a tow vehicle facility which has not been permitted or licensed as a tow

vehicle facility by the State of Arkansas;

~~D.(4)~~ Not responding within the prescribed time frame to a request for information relating to a consumer complaint. Citations shall be in addition to the mandated daily accrual of \$25.00 per day;

~~E.(5)~~ Failure to properly post required notifications in a conspicuous place as required by the Board; or

~~F.(6)~~ Failure to meet the basic criteria for an adequate place of business.

13.2 Fines assessed for each violation of this section shall be fifty dollars (\$50.00) for the first offense, one hundred dollars (100.00) for the second offense, and two hundred dollars (\$200.00) for the third and each subsequent offense.

~~\$100.00 for the second offense and \$200.00 for the third and each subsequent offense.~~

13.3. (a) The licensee-tow business may pay the fine within fifteen (15) calendar days of receiving the citation or submit an appeal to the Board within the fifteen (15) calendar days.

~~A.(b)~~ Appeals shall be in writing and shall include the following information:

- (1) Business Name and Address;
- (2) Email Address;
- (3) Daytime Telephone Number;
- (4) Name of Responsible Party and ~~or~~ Owner;
- (5) Citation Number;
- (6) Permit Number (if applicable);
- (7) Reason for appeal; and
- (8) Supporting evidentiary documentation.

13.4 (a) If the fine is not paid and no notice of an appeal is filed within the fifteen (15) calendar days, the ~~Director will~~shall set the violation and the unpaid fine for a hearing before the board. The ~~licensee will~~to ~~business shall~~ be notified in writing of the ~~first available~~ hearing date.

(b) ~~A.~~ The Board may choose to take the following actions:

- ~~_____~~(1) Uphold the fine issued by the investigator ~~or~~ Director;
- ~~_____~~(2) Uphold the citation ~~requiring and may require~~ additional action for the violation;
- ~~_____~~(3) Reduce the fine for the violation; ~~or~~
- ~~_____~~(4) Dismiss the citation; ~~or~~
- ~~_____~~(5) Revoke or suspend a license, registration, permit, endorsement, or enhancement, ~~enhancement~~.

RULE 14 SUSPENSION FROM LAW ENFORCEMENT NON-CONSENT ROTATION LIST

14.1 (a) ~~A.~~ A. A complaint request from law enforcement to remove or suspend a tow ~~company~~ business from the non-consent rotation list shall include the following:

- ~~_____~~(1) Copy of rotation policy;~~;~~
- ~~_____~~(2) Copy of complaint;~~;~~
- ~~_____~~(3) Copy of supporting documentation ~~of~~ for allegations;~~;~~ and
- ~~_____~~(4) Signature of the Department Head.

~~(b)~~ B. Upon receipt of a complaint request from law enforcement to remove or suspend a tow company from the non-consent rotation list, the Director ~~will~~shall assign the complaint to an investigator to ~~complete following~~:

- (1) ~~Timely~~ investigation to conform with Rule 5.1. the complaint;
- (2) Determine whether the law enforcement agency’s non-consent rotation

policy is reasonable; and

- (3) ~~Determine~~ the severity of the violation.

(c)

~~C.~~—The Board may issue fines in addition to removal or suspension of a tow company business from the non-consent rotation list.

(d)(1) A tow company may be suspended from the non-consent rotation list for a first-time violation of the law enforcement agency's policy for up to fifteen (15) days.

(2) A second offense may result in a suspension of up to thirty (30) days by the law enforcement agency.

~~(3)~~ A third offense may result in a suspension of a tow company from the non-consent rotation list for up to one (1) year and a fine.

~~(e)~~—~~D.~~—The law enforcement agency may request a hearing before the Board for additional sanctions which may include a longer period of suspension from the non-consent rotation list and a fine.

14.2 ~~As provided pursuant to Ark. Code Ann. §27-50-1219(b)(3) and this rule, law enforcement shall establish a~~ non-consent rotation policy shall comply with Arkansas Code § 27-50-1219.

~~A.—An adopted non-consent rotation policy shall be reasonable and reflect the day-to-day operations of a tow company in the immediate area.~~

~~B.—A law enforcement agency is not required to establish a non-consent rotation policy pursuant to Ark. Code Ann. §27-50-1219 (b)(1) or this rule if:~~

~~(1) The law enforcement agency has an existing non-consent rotation policy or non-consent towing service contract in place; and~~

~~(2) The provisions of this section would have a negative impact on the law enforcement agency or non-consent towing service contract.~~

14.3 ~~(a)~~— A law enforcement agency shall provide each tow company that participates in the non-consent rotation with a copy of the policy and each tow company operator shall acknowledge in writing that he or she has received a copy of the policy.

~~A.(b)~~— A tow company participating in a non-consent rotation policy administered by law enforcement shall be licensed and permitted by the Board.

~~(c)~~
~~B.~~— Failure to properly license or renew with the Board shall result in an immediate suspension until all permits are obtained.

~~C.(d)~~— In addition to any law enforcement non-consent rotation policy a tow operator shall comply with all of the statutes and rules administered by the Board.

14.4 — Nothing in ~~this act or rule adopted by the Board~~ these Rules shall be construed to prohibit a law enforcement agency, city, or county from:

~~A.(1)~~ Enforcing any local non-consent towing policies, rules, ordinances, or contracts;

~~B.(2)~~ Removing a tow company from the local towing rotation list; or

~~C.(3)~~ Assessing a fine, penalty, or other remedy available by law or under its

contracts or policies.

RULE 15 . ENHANCED TOW VEHICLE LICENSE FOR HEAVY DUTY NON-CONSENT ROTATION

15.1 A tow business meeting the definition and standards as defined in this rule may apply for an enhanced license to be designated as a heavy-duty motor vehicle incident management tow facility for participation in a law enforcement rotation program, heavy duty non-consent rotation.

15.2 (a) ~~A~~The tow facility ~~must~~shall:

A.(1) Complete in its entirety the application for a Heavy-Duty Motor Vehicle Incident Management Tow Facility which includes an on-site inspection by an investigator or the ~~D~~Director.;

B.(2) Comply with all applicable state and federal laws for a tow business operating in the State of Arkansas.;

C.(3) Have at least one (1) person (owner, partner or employee) who has proof of:

(A+) ~~D~~ocumented training through a nationally recognized towing and recovery program in heavy-duty on-scene recovery techniques; or

(B2) ~~F~~ive (5) years or more experience in the towing and recovery of heavy-duty vehicles that can be verified.

D.(b) Each tow facility owner, partner, and employee ~~must~~ shall complete a minimum of four (4) hours of Traffic Incident Management Training sanctioned by the ~~Arkansas Towing & Recovery~~ Board in a classroom setting or an on-line program sanctioned by the Board.

15.3 A tow vehicle used in the towing ~~and~~ or recovery by a Heavy-Duty Motor Vehicle Incident Management Tow Facility ~~must~~ shall:

A.(1) Meet the criteria in the Required Tow Vehicle & Equipment List established ~~through Rule 154.4~~ by the Arkansas Towing & Recovery Board.

B.(2) Successfully pass a Tow Vehicle Safety Inspection administered by ~~the Arkansas Towing & Recovery~~ Board staff including proof of safety inspection by the Arkansas Highway Police for the North American Standard Level I Inspection Procedure of the Commercial Vehicle Safety Alliance; and

C.(3) Comply with all other applicable state and federal laws.

15.4 (a)(1) The ~~following~~ tow vehicle(s) and equipment described in:

~~(A) Subsection (b) of this Rule 15.4 must shall~~ be accessible for use at all times ~~either~~ through ownership;

~~(B) Subsection (c) of this Rule 15.4 may be~~ shared with other licensed tow facilities ~~located within a reasonable distance~~ with a common ownership ~~if accessible within thirty (30) minutes;~~ ~~located within a reasonable distance~~ or

~~(C) Subsection (d) of this Rule 15.4 may be~~ available through contract on a 24-hour, seven (7) day ~~aper~~ week basis ~~if accessible within thirty (30) minutes and located within a reasonable distance.~~

~~(2) Each Heavy-Duty Motor Vehicle Incident Management Tow Facility shall independently satisfy the requirements of this Rule 15.4.~~

~~(b)A.~~ ~~Items requiring ownership shall include the following:~~

~~(1) RequiredFor~~ tow vehicles, trailers, and other support vehicles:

~~(aA)~~ Two (2) heavy duty tow and recovery vehicles with a combined integrated unit capacity rating of seventy (70) tons established by the manufacturer's specifications, ~~(Including but not limited to GVWR including without limitation gross vehicle weight rating,~~ boom capacity, winch rating, wheel lift capacity, and wheelbase ~~all~~) noted on the data plate of the unit. A rotator may be substituted for one (1) of the tow vehicles;

~~(bB)~~ A medium duty rollback or other similarly configured equipment (such as a Trailer) which could be used ~~in instead its stead;~~

~~(cC)~~ SA support vehicle, service truck, or other vehicle capable of transporting equipment and supplies to the scene in a timely manner; ~~and~~

~~(dD)~~ SA skid steer or tractor with a front-loaded bucket and forks; ~~and-~~

(2) ~~Required For~~ equipment and supplies:

(~~A~~A) Shovel(s);

(~~b~~B) Broom(s);

(~~e~~C) Crowbar(s);

(~~d~~D) Bolt Cutter(s);

(~~e~~E) Pike Bar;

(~~f~~F) Sledgehammer(s);

(~~g~~G) Snatch blocks - Four (4) ~~O~~on each ~~T~~truck;

(~~h~~H) Hydraulic jacks(s) and one (1) 20-ton mat jack, a ~~high-pressure~~high-pressure lift jack;

(~~i~~I) Ladder - 20' Type 1A OSHA Standard;

(~~j~~J) Wheel chocks;

(~~k~~K) Hand truck;

(~~l~~L) Pallet jack;

(~~m~~M) Transfer pump, 20 gallon/per minute minimum;

(~~n~~N) Two (2) 55-gallon drums ~~(2)~~;

(~~o~~O) Brake release kit;

(~~p~~P) Full set of tools, standard & metric;

(~~q~~Q) Transport chains and binders;

(~~r~~R) Miscellaneous chains ~~&~~and straps for recovery;

~~(S)~~ Hardwood cribbing and angle irons of (various sizes);

~~(T)~~ Heavy duty flashlights;

~~(U)~~ Acetylene/Oxygen torch with tanks;

~~(V)~~ Portable air compressor or other means of continuous air supply;

~~(W)~~ Chop saw;

~~(X)~~ Impact wrench with sockets; and

~~(Y)~~ Light plant or truck mounted auxiliary flood lights.

~~B-(c)~~ Items which may be shared with other tow facilities with common ownership located within a reasonable distance and- that can be accessed within thirty (30) minutes or less shall include:

(1) RequiredFor tow vehicles, trailers, and other support vehicles:

~~(A)~~ Sliding or traveling axle trailer such as a landoll or a heavy-dutyheavy-duty low boy trailer or a heavy-dutyheavy-duty construction trailer; and

~~(B)~~ Box trailer for purposes of transloading cargo and the power unit to move the trailer to the scene.

~~C-(d)~~ Items that can-may be rented on a 24-hour, seven (7) days aper week basis if located within a reasonable distance and accessible within thirty (30) minutes or less shall include:

(1) RequiredFor tow vehicles, trailers and other support vehicles:

(A) Rough Terrain-terrain Fforklift;

~~(B)~~ Standard Fforklift;

~~(C)~~ Track Hhoe;

~~(D)~~ Dumpsters and Hhoppers;

~~(eE) Dump Truck; and~~

~~(#F) -Forty (40) Yard Roll-Offs.~~

15.5 ~~Safety standard for~~For the safety of on-scene personnel-

~~A. —Every each~~ person working on scene should have Personal Protective Equipment (PPE). ~~Reference, and~~
the tow business shall meet the safety standards of the 2009 Edition, Manual on Traffic Devices, Section 6D.03

Worker Safety Consideration, Standard 04~~;~~, including:

(1) High-visibility apparel meeting Performance Class 2 or 3 requirements

of the ANSI/ISEA 107–2004 publication entitled “American National Standard for High-

Visibility Safety Apparel and Headwear” (see Section 1A.11), or equivalent revisions, and

labeled as meeting the ANSI 107-2004 standard performance for Class 2 or 3 risk

exposure;

~~—————~~(2) Eye protection;

(3) Head protection;

(4) Foot protection; and

(5) Hand protection.

15.6 A law enforcement agency may utilize any properly licensed tow facility to respond to an incident when:

~~A.(1)~~ Response time is of the essence; and

~~B.(2)~~ A Heavy-Duty Motor Vehicle Incident Management Tow Facility is not available in or near the local area.

15.7 (a) A Heavy-Duty Motor Vehicle Incident Management Tow Facility ~~must~~shall perform in a manner that reflects the intent of Rule 15~~;~~ to maintain or re-establish traffic flow as quickly as reasonable, enable commerce, and protect the safety and well-being of the motoring public.

~~A.~~(b) Poor or inadequate on-scene performance by a Heavy-Duty Motor Vehicle Incident Management Tow Facility resulting in lengthy lane closures or unreasonable clean-up times may result in the suspension or revocation of its enhanced license. Criteria for a final determination ~~will~~shall include:

(1) Inability to access tow vehicles or equipment required for the issuance of an enhanced heavy-duty tow license in a timely manner~~;~~

(2) Improper maintenance of tow vehicles or equipment resulting in poor performance and unnecessary time delays~~;~~

(3) Demonstrating inadequate performance due to a lack of training by the owner, partner, or employee in accordance with Rule 15.2~~(C)~~; and

(4) Lack of personnel to operate tow vehicles or utilize equipment in a timely manner.

~~B.~~(c) A tow business ~~will~~shall not be held accountable for any delay prior to the accident scene being turned over to ~~their~~its care or instructions or requests that may be made by law enforcement or other on-scene state or federal agencies with additional requirements for recovery ~~and~~/or clean-up.

~~C.~~(d) A law enforcement agency that uses an enhanced heavy-duty non consent rotation list and manages a traffic incident may submit to the Board for review a performance ~~or~~/ safety~~-~~related issue.

RULE 16. SALE AND POSTING OF VEHICLES, TRAILERS, AND CONTENTS ON WEBSITE

16.1 (a) As used in this Rule 16, “vehicles, trailers, and contents” means a towed or stored vehicle and its contents and any trailer attached to the vehicle at the time it is towed and any contents of such trailer including, but not limited to, other vehicles or boats, to which a possessory lien attached under Arkansas Code § 27-50-1208.

~~_____~~ (b) All vehicles, trailers, and ~~equipment contents~~ towed, ~~recovered~~recovered, or stored that have not been claimed.;

~~_____~~ A. ~~By~~by the owner within forty-five (45) days ~~must~~shall be offered for sale through a non-judicial public sale ~~pursuant to~~. ~~(A.C.A. Arkansas Code §§ 27-50-1208 through 27-5-1210.)~~;

(c) ~~B.~~ All vehicles, trailers, and contents ~~vehicle~~ that ~~is~~are impounded, towed, ~~recovered~~recovered, or stored which ~~has~~have not been properly registered with a state and ~~or~~ for which no ownership information may be found ~~must~~shall be advertised and sold in accordance with ~~this rule~~ Arkansas Code §§ 27-50-1208 through 27-5-1210.

16.2 (a) In addition to the advertising requirements requiring publication of vehicles, ~~trailer~~trailers, and ~~equipment contents~~ in a newspaper of general circulation, the same ~~must simultaneously~~shall contemporaneously be posted on the ~~tow~~Board's website, including without limitation ;

~~_____~~ A. ~~V~~ehicles, ~~trailer~~trailers, and ~~equipment contents~~ which have been impounded and no owner or registration information can be found either through a thorough search of the vehicle, law enforcement, vehicle identification number, or the Arkansas Office of Motor Vehicle licensing database.

~~_____~~ (b)(1) The

~~1. This~~ post on the Board's website ~~must~~shall occur on or before the 10th business day after the vehicle, trailer, and contents were ~~or equipment was~~ towed.;

~~_____~~ (2). All posts on the ~~tow~~Board website shall follow the template prescribed and ~~must~~shall be filled out completely.;

~~_____~~ (3). Usage fees ~~must~~shall be paid at the time the items are posted in accordance with Rule 8 of these rules;

(c)(1)(A)

~~4. Failure to post items meeting the conditions noted above may result in civil penalties of up to five thousand (5,000) dollars, suspension or revocation of tow business license or both.~~

~~B-~~ Any and all vehicles, trailers, and contents~~vehieles~~ scheduled for a non-judicial public sale ~~must~~ shall be posted on the ~~tow-b~~Board website in addition to the required newspaper posting at least fifteen (15) days before the sale.

~~(B) The newspaper publication and website posting shall include the specific date of the sale.-~~

(2)

~~1-~~ All posts on the ~~tow-b~~Board website shall follow the template prescribed and ~~must~~shall be filled out completely;

(3)

~~2-~~ Usage fees ~~must~~shall be paid at the time the items are posted in accordance with Rule 8 of these rules;

~~3. Failure to post items meeting the conditions noted above may result in civil penalties of up to five thousand (5,000) dollars, suspension or revocation of tow business license or both.~~

16.3 The Board's online template ~~must~~shall include ~~the following items;~~without limitation:

~~A-~~(1) Date and time of sale;

~~B-~~(2) Company name and tow business license number;

~~C-~~(3) The address of the facility where the non-judicial public sale will occur including the city and county;

~~D.(4)~~ Type of sale (auction, written bids, online, etc.);

~~E.(5)~~ Type and description of item to be offered for sale. ~~(V, for example, vehicle, motorcycle, trailer, equipment, etc.);~~

~~F.(6)~~ A thorough description including, if applicable, year, make, model, vehicle identification or serial number, license plate number, color, reason for impounding, where the impound occurred, length of trailer, model and type of equipment, ~~type of equipment, and any~~ other items which may be ~~included~~ on the template or in the description which may help identify ownership; ~~and~~

~~G.(7)~~ Any special or unusual identifying marks or characteristics which may be helpful in determining ownership.

16.4 The search engine for a user or a vehicle, trailer or equipment owner will include:

~~A.(1)~~ The ~~last eight (8) digits of the full~~ vehicle identification or serial number;

~~B.(2)~~ Make;

~~C.(3)~~ Model;

~~D.(4)~~ Year; and

~~E.(5)~~ ~~†~~The county where the item was impounded.

16.5 ~~Failure to post items in accordance with this Rule 16 may result in civil penalties of up to~~ not to exceed five-thousand dollars (\$5,000), suspension or revocation of a tow business license, or both.

16.6 Any person claiming ownership of a vehicle, trailer, contents, or piece of equipment must provide proof of ownership and pay all applicable tow, recovery, and storage fees before taking possession of the item.

16.67 ~~–A tow company business shall~~ be licensed through the ~~Arkansas Towing & Recovery~~ Board ~~and~~ operating with a current, active tow business license and all civil penalties must be paid before posting a vehicle, trailer, ~~contents~~, or piece of equipment on the website.

16.78 ~~Consumers~~ and law enforcement officers may use the website without limitation and at no cost.

16.89 A company (such as a ~~financial finance~~ institution) may contract with the ~~tow b~~Board to develop a program that would allow the use of the database to automatically identify specific vehicles for a ~~monthly~~ fee ~~with the use~~ approved by the Board.

RULE 17. TOWING, RECOVERING, AND STORING ELECTRIC VEHICLES

17.1 TOWING AUTHORIZATION

~~(a) A duly licensed tow business in good standing may perform EV towing services and EV storage services.~~

~~(b) The Board recommends that all EV towing services and EV storage services be performed according to the guidelines contained in Rules 17.3, 17.4, and 17.6 of this Rule 17.~~

17.2 DISCIPLINARY ACTION

~~(a)(1) The failure to comply with all applicable local, state, and federal laws and accepted standards for a tow business operating in the State of Arkansas for towing, recovering, or storing an EV may result in a fine, restitution, suspension or revocation of a license, and any other action authorized by Arkansas Code § 27-50-1201 et seq. and the rules of the Board.~~

~~(2)(A) A second and any subsequent failure to comply with all applicable local, state, and federal laws and accepted standards for a tow business operating in the State of Arkansas for towing, recovering, or storing an EV in any consecutive twelve- month period shall result in the immediate suspension of an applicable EV towing endorsement or EV storage endorsement, or both, followed by a prompt hearing before the Board.~~

(B) At the hearing the Board may impose any additional penalty authorized by Arkansas Code § 27-50-1201 et seq. and the rules of the Board, including without limitation a fine, restitution, and the continued suspension or revocation of an EV towing endorsement or EV storage endorsement.

(b) Except as provided in Rule 17.7, nothing in this Rule 17:

(1) Relieves the tow business engaging in the original tow from the obligation to provide notice to a vehicle owner or lienholder in accordance with Arkansas Code § 27-50-1201 et seq. and the rules of the Board; or

(2) Prevents a tow business's right to execute a possessory lien when the standard for doing so has been met.

17.3 GUIDELINES FOR PERFORMING EV TOWING SERVICES

(a)(1) Prior to performing an EV towing service a tow business should obtain an EV assessment.

(2) If during the performance of EV towing services anything occurs that might reasonably change the EV assessment an additional EV assessment should be obtained.

(3) All EV towing services should be performed in accordance with the most recent EV assessment.

(b)(1) The tow business:

(A) Should maintain a record of all EV assessments for two (2) years and provide a copy of the most recent EV assessment to:

(i) The person, if any, the tow business uses to provide EV storage services; and

(ii) Any other transferee of the EV, including without limitation the EV owner, a lienholder, an insurance provider, a garage or body shop, or another tow business; and

(B) Consents to the release to the Board of all EV assessment records of each of its third-party EV resources.

(2) A sticker or decal indicating the level of the most recent EV assessment should be affixed to the EV at all times during EV towing services and EV storage services.

17.4 GUIDELINES FOR PERFORMING EV STORAGE SERVICES

(a)(1) Prior to performing an EV storage service a tow business should obtain an EV assessment.

(2) If during the performance of EV storage services anything occurs that might reasonably change the EV assessment an additional EV assessment should be obtained.

(3) All EV storage services should be performed in accordance with the most recent EV assessment.

(b)(1) The tow business:

(A) Should maintain a record of all EV assessments for two (2) years and provide a copy of the most recent EV assessment to any transferee, including the owner or lienholder, of the EV; and

(B) Consents to the release to the Board of all EV assessment records of each of its third-party EV resources.

(2) A sticker or decal indicating the level of the most recent EV assessment should be affixed to the EV.

(c)(1) If and only if the most recent EV assessment indicates the EV may not be safely stored in the same manner as a non-EV vehicle, the EV should be stored in a manner that separates the EV from buildings, other vehicles, and combustible materials of any sort by a minimum of fifty feet (50') unless the vehicle is stored in a vehicle isolation bay.

(2) A vehicle isolation bay should be located in an area that is easily accessible by fire equipment and personnel.

(d)(1) Each stored EV should be clearly marked and recognizable as an electric vehicle.

(2) The continued affixation of the EV assessment sticker or decal indicating the level of the most recent EV assessment should comply with subdivision (d)(1) of this Rule 17.4.

(e) A damaged EV should not be stored inside a building unless it is secured in a fully enclosed vehicle isolation bay approved for indoor use.

17.5 INFORMATION AND OTHER RESOURCES

The Board may post on its website or otherwise publish information concerning training opportunities and best practices for providing EV towing services and EV storage services.

17.6 CHAIN OF CUSTODY

(a)(1) Upon release of the EV to another party including without limitation to the EV owner, a lienholder, an insurance provider, a garage or body shop, or another tow business, a copy of the most recent EV assessment and a written or electronic chain of custody record should accompany the EV, signed and dated by the party releasing the EV and the party receiving the EV.

(2) Each party in the chain of custody should maintain a copy of each chain of custody form signed by the party for two (2) years.

(b) The chain of custody form should include:

(1) The name and contact information of the tow business releasing the EV;

(2) The name and contact information of each party receiving the EV;

(3) A description of the EV including the year, make, model, and vehicle identification number of the EV; and

(4) Signature blocks and a place for the date for each person who transfers and each person who receives the EV.

17.7 LIEN RIGHTS AND PROCEDURES

(a)(1) Except as provided in this Rule 17.7, a towing business that performs EV towing services, EV storage services, or both, shall have a first priority possessory lien on the EV, its contents, and any trailer, vehicle, or boat attached to the EV and their contents under Arkansas Code § 27-50-1208.

(2)(A) Upon delivery of a vehicle for EV storage services, a tow business that uses another tow business to provide EV storage services shall accept and the tow business providing EV storage services shall pay the fair market value of the towing services.

(B) Upon the payment described in this subdivision (a)(2) of Rule 17.7, the amount paid shall be transferred to and included in the storage tow business’s lien for EV storage services.

(b) The procedures for notice, foreclosure, sale, and disposition of proceeds shall be governed by Arkansas Code §§ 27-50-1208 through 27-50-1210.

17.8 REPORTING EV INCIDENTS TO THE ARKANSAS TOWING & RECOVERY BOARD

(a) Any catastrophic, extraordinary, or noteworthy incident involving the performance of EV towing services or EV storage services, including without limitation an incident involving fire, smoke, damage to property, injury to persons, or necessitating an emergency response, shall be reported to the Director of the Board as quickly as possible, but no later than ten (10) calendar days.

(b)(1) The report shall include:

(A) The location, date, and time the incident occurred;

(B) A written description of the nature of the incident (fire, off-gassing, smoke, damage to property, injury to personnel, etc.)

(C) The name and job title of each tow business personnel onsite or otherwise providing assistance concerning the incident;

(D) If emergency personnel were called and if so, a general description of the emergency responders and the services provided; and

(E) A description of any:

(i) Damage to a tow facility, equipment, or stored vehicles; and

(ii) Injury to any person.

(2) Any police report or accident report that may have been generated as a result of the incident shall be included with the report to the Director.

Effective date: _____

FINANCIAL IMPACT STATEMENT

PLEASE ANSWER ALL QUESTIONS COMPLETELY.

DEPARTMENT Department of Labor and Licensing
BOARD/COMMISSION The Arkansas Towing and Recovery Board
PERSON COMPLETING THIS STATEMENT Dan Parker
TELEPHONE NO. (501) 682-4502 **EMAIL** Daniel.L.Parker@arkansas.gov

To comply with Ark. Code Ann. § 25-15-204(e), please complete the Financial Impact Statement and email it with the questionnaire, summary, markup and clean copy of the rule, and other documents. Please attach additional pages, if necessary.

TITLE OF THIS RULE Administrative Rules of the Arkansas Towing and Recovery Board

1. Does this proposed, amended, or repealed rule have a financial impact?
Yes No

2. Is the rule based on the best reasonably obtainable scientific, technical, economic, or other evidence and information available concerning the need for, consequences of, and alternatives to the rule?
Yes No

3. In consideration of the alternatives to this rule, was this rule determined by the agency to be the least costly rule considered? Yes No

If no, please explain:

(a) how the additional benefits of the more costly rule justify its additional cost;

(b) the reason for adoption of the more costly rule;

(c) whether the reason for adoption of the more costly rule is based on the interests of public health, safety, or welfare, and if so, how; and

(d) whether the reason for adoption of the more costly rule is within the scope of the agency's statutory authority, and if so, how.

4. If the purpose of this rule is to implement a *federal* rule or regulation, please state the following:

(a) What is the cost to implement the federal rule or regulation? *n/a*

Current Fiscal Year

Next Fiscal Year

General Revenue _____
Federal Funds _____
Cash Funds _____
Special Revenue _____
Other (Identify) _____

Total _____

General Revenue _____
Federal Funds _____
Cash Funds _____
Special Revenue _____
Other (Identify) _____

Total _____

(b) What is the additional cost of the state rule?

Current Fiscal Year

Next Fiscal Year

General Revenue _____
Federal Funds _____
Cash Funds _____
Special Revenue _____
Other (Identify) _____

Total _____

General Revenue _____
Federal Funds _____
Cash Funds _____
Special Revenue _____
Other (Identify) _____

Total _____

5. What is the total estimated cost by fiscal year to any private individual, private entity, or private business subject to the proposed, amended, or repealed rule? Please identify those subject to the rule, and explain how they are affected.

Current Fiscal Year

Next Fiscal Year

\$ _____

\$ _____

Optional costs, if desired, to construct an EV storage facility would be approximately \$7,000 per vehicle isolation bay. No increased insurance coverage is mandated, but if additional coverage is desired the cost is estimated to be approximately \$20 to \$40 per month depending upon coverage and underwriting requirements. The current rule requiring at least a nine-pound fire extinguisher costs roughly \$50 to \$70 per tow vehicle; the reduction to a five-pound fire extinguisher reduces this cost to approximately \$20 to \$30 per tow vehicle.

6. What is the total estimated cost by fiscal year to a state, county, or municipal government to implement this rule? Is this the cost of the program or grant? Please explain how the government is affected.

Current Fiscal Year

Next Fiscal Year

\$ 0.00

\$ 0.00

n/a

7. With respect to the agency's answers to Questions #5 and #6 above, is there a new or increased cost or obligation of at least one hundred thousand dollars (\$100,000) per year to a private individual, private entity, private business, state government, county government, municipal government, or to two (2) or more of those entities combined?

Yes No

If yes, the agency is required by Ark. Code Ann. § 25-15-204(e)(4) to file written findings at the time of filing the financial impact statement. The written findings shall be filed simultaneously with the financial impact statement and shall include, without limitation, the following:

- (1) a statement of the rule's basis and purpose;
- (2) the problem the agency seeks to address with the proposed rule, including a statement of whether a rule is required by statute;
- (3) a description of the factual evidence that:
 - (a) justifies the agency's need for the proposed rule; and
 - (b) describes how the benefits of the rule meet the relevant statutory objectives and justify the rule's costs;
- (4) a list of less costly alternatives to the proposed rule and the reasons why the alternatives do not adequately address the problem to be solved by the proposed rule;
- (5) a list of alternatives to the proposed rule that were suggested as a result of public comment and the reasons why the alternatives do not adequately address the problem to be solved by the proposed rule;
- (6) a statement of whether existing rules have created or contributed to the problem the agency seeks to address with the proposed rule and, if existing rules have created or contributed to the problem, an explanation of why amendment or repeal of the rule creating or contributing to the problem is not a sufficient response; and
- (7) an agency plan for review of the rule no less than every ten (10) years to determine whether, based upon the evidence, there remains a need for the rule including, without limitation, whether:
 - (a) the rule is achieving the statutory objectives;
 - (b) the benefits of the rule continue to justify its costs; and
 - (c) the rule can be amended or repealed to reduce costs while continuing to achieve the statutory objectives.