

# STATE OF NEW YORK

4793

2025-2026 Regular Sessions

## IN SENATE

February 12, 2025

Introduced by Sen. SANDERS -- read twice and ordered printed, and when printed to be committed to the Committee on Cities 1

AN ACT to amend the administrative code of the city of New York, in relation to enacting the towing protection enforcement act

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. Short title. This act shall be known and may be cited as  
2 the "towing protection enforcement act".

3 § 2. Subdivision j of section 19-169.1 of the administrative code of  
4 the city of New York, as amended by local law number 41 of the city of  
5 New York for the year 2011, is amended to read as follows:

6 j. (1) Any person who violates this section shall be punished as  
7 follows: for the first violation, a fine of five hundred dollars; for  
8 the second violation within a period of twelve months of the date of the  
9 first violation, a fine of one thousand dollars; and for any additional  
10 violations within a period of twenty-four months of the date of a first  
11 violation, a fine of [~~one~~] two thousand dollars.

12 (2) In addition to the penalties prescribed by paragraph one of this  
13 subdivision, any person who knowingly or willfully violates the  
14 provisions of this section or subdivision b of section 20-515 of this  
15 code or any rules promulgated thereunder shall be guilty of a misdemea-  
16 nor punishable by a fine of not less than five hundred dollars or more  
17 than three thousand dollars, or by imprisonment for not more than ninety  
18 days, or by both such fine and imprisonment.

19 (3) Any person who knowingly or willfully violates the provisions of  
20 this section or subdivision b of section 20-515 of this code or any  
21 rules promulgated thereunder who has been found guilty of a violation of  
22 any such provisions or such rules two times within a twenty-four-month  
23 period shall be guilty of a misdemeanor punishable by a fine of not less  
24 than one thousand dollars or more than ten thousand dollars, or by

EXPLANATION--Matter in italics (underscored) is new; matter in brackets  
[-] is old law to be omitted.

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1 imprisonment for not more than six months, or by both such fine and  
2 imprisonment.

3 § 3. Subdivisions a and b of section 20-499 of the administrative code  
4 of the city of New York, subdivision a as amended and subdivision b as  
5 added by local law number 11 of the city of New York for the year 1989,  
6 are amended to read as follows:

7 a. As a condition of the issuance of a license to engage in towing,  
8 each applicant shall furnish to the commissioner a surety bond in the  
9 sum of [~~five~~] twenty-five thousand dollars, payable to the city of New  
10 York, executed by the applicant and a surety approved by the commission-  
11 er. Such bond shall be conditioned upon the applicant's compliance with  
12 the provisions of this subchapter and any rules or regulations promul-  
13 gated hereunder, and upon the further condition that the applicant will  
14 pay to the city any fine, penalty or other obligation within thirty days  
15 of its imposition, or any final judgment recovered by any person who  
16 received towing services from a licensee thereunder and was damaged  
17 thereby. The commissioner may in [~~his or her~~] such commissioner's  
18 discretion, after a public hearing, five days notice of which shall be  
19 published in the City Record, increase the amount of the surety bond  
20 required by this section to an amount not to exceed [~~twenty-five~~] two  
21 hundred fifty thousand dollars. The commissioner may by regulation  
22 authorize an applicant to, in lieu of a bond, deposit cash to satisfy  
23 the requirements of this section in an amount equal to the sum of the  
24 surety bond required by this section.

25 b. (1) The commissioner may by regulation establish a fund to be  
26 administered by the comptroller and authorize an applicant for a license  
27 to engage in towing to, in lieu of a bond or cash equivalent, make  
28 contributions to such fund to satisfy the requirements of subdivision a  
29 of this section. The commissioner may promulgate such rules or regu-  
30 lations as are necessary for the administration of such fund including,  
31 but not limited to, regulations setting forth the conditions for partic-  
32 ipation in the fund, the contributions required to be made to the fund,  
33 including the criteria and methodology for determining the appropriate  
34 amount of the contributions, and the circumstances under which disburse-  
35 ments will be made from the fund.

36 (2) Notwithstanding any provisions of this title and title nineteen of  
37 this code to the contrary, any licensee who prior to the effective date  
38 of this paragraph was authorized by the commissioner to make a contrib-  
39 ution to the fund established pursuant to paragraph one of this subdivi-  
40 sion and who has been found guilty of a violation of sections 19-169.1  
41 and 20-515 of this code two times within a twelve-month period shall be  
42 required to furnish a surety bond in an amount determined by the commis-  
43 sioner.

44 § 4. Subdivisions e and f of section 20-504 of the administrative code  
45 of the city of New York, subdivision e as amended by local law number 66  
46 of the city of New York for the year 1989 and subdivision f as added by  
47 local law number 28 of the city of New York for the year 1987, are  
48 amended and a new subdivision g is added to read as follows:

49 e. the person holding a tow truck operator's license, or the person  
50 holding a license to engage in towing or where applicable any of its  
51 officers, principals, directors or stockholders owning more than ten  
52 percent of the outstanding stock of the corporation has been convicted  
53 of a crime which, in the judgment of the commissioner, has a direct  
54 relationship to such person's fitness or ability to perform any of the  
55 activities for which a license is required under this subchapter; or has  
56 been convicted of any other crime which, in accordance with article

1 twenty-three-a of the correction law, would provide a justification for  
2 the commissioner to refuse to renew, or to suspend or revoke, such  
3 license; [~~or~~]

4 f. the person holding a tow truck operator's license, or the person  
5 holding a license to engage in towing has failed to maintain any of the  
6 conditions for issuance of such license as provided under this subchap-  
7 ter or any rule or regulation promulgated hereunder[~~+~~]; or

8 g. the person holding a tow truck operator's license, or the person  
9 holding a license to engage in towing is the subject of at least five  
10 separate complaints within a one-year period to the commissioner or the  
11 police department for failure to comply with the provisions of section  
12 19-169.1 or subdivision b of section 20-515 of this code.

13 § 5. Section 20-504.1 of the administrative code of the city of New  
14 York, as amended by local law number 41 of the city of New York for the  
15 year 2011, is amended to read as follows:

16 § 20-504.1 Mandatory suspension or revocation of license. a. After  
17 due notice and opportunity to be heard, the commissioner shall refuse to  
18 renew, or shall suspend or revoke a license required under this subchap-  
19 ter, upon the occurrence of any one or more of the following conditions:

20 [~~a-~~] 1. the person holding a license to engage in towing or where  
21 applicable, any of such licensee's officers, principals, directors,  
22 employees, or stockholders owning more than ten percent of the outstand-  
23 ing stock of the corporation, has been found by the commissioner to have  
24 unjustifiably refused to release a vehicle towed pursuant to section  
25 20-518 or section 20-519 of this subchapter, to the vehicle's owner or  
26 the owner's agent. The commissioner shall establish standards concerning  
27 the sufficiency of proof of ownership of the vehicle and the legality of  
28 any charges demanded by the licensee for release of the vehicle. In  
29 determining whether such refusal is unjustifiable, the commissioner in  
30 addition to any other relevant fact shall consider such standards;

31 [~~b-~~] 2. in a [~~two-year~~] two-year period, the person holding a license  
32 to engage in towing or where applicable, any of such licensee's offi-  
33 cers, principals, directors, employees, or stockholders owning more than  
34 ten percent of the outstanding stock of the corporation, has been found  
35 by the commissioner to have committed in any combination three or more  
36 violations of sections 19-169, [~~19-169.1 of this code or any rules~~  
37 ~~promulgated thereunder, or sections~~] 20-507, 20-509, 20-509.1, 20-510,  
38 20-512, 20-514, 20-515, 20-516, 20-518, 20-519, 20-520, 20-520.1 or  
39 20-527 of this [~~subchapter~~] code or any rules promulgated thereunder;

40 [~~c-~~] 3. the person holding a license to engage in towing or where  
41 applicable, any of such licensee's officers, principals, directors,  
42 employees, or stockholders owning more than ten percent of the outstand-  
43 ing stock of the corporation, has been convicted of a misdemeanor or a  
44 felony relating to auto stripping in violation of article [~~165~~] one  
45 hundred sixty-five of the penal law;

46 [~~d-~~] 4. in a [~~two-year~~] two-year period, the person holding a tow  
47 truck operator's license has been found by the commissioner to have  
48 committed in any combination three or more violations of the provisions  
49 of sections 19-169 [~~and 19.169.1 of this code and any rules promulgated~~  
50 ~~thereunder, or sections~~], 20-510, 20-512, 20-514, 20-515, 20-518,  
51 20-519, 20-520, 20-520.1 or 20-527 of this [~~subchapter~~] code or any  
52 rules promulgated thereunder;

53 [~~e-~~] 5. the person holding a tow truck operator's license has been  
54 found to have operated any motor vehicle in violation of section eleven  
55 hundred ninety-two of the vehicle and traffic law during the license

1 term, or has been found to have operated a tow truck in violation of  
2 section eleven hundred eighty-two of the vehicle and traffic law.

3 b. Notwithstanding the provisions of paragraph two of subdivision a of  
4 this section, the commissioner, after due notice and opportunity to be  
5 heard, shall refuse to renew, or shall suspend or revoke a license  
6 required under this subchapter upon a finding that, in a one-year peri-  
7 od, the person holding a license to engage in towing or where applica-  
8 ble, any of such licensee's officers, principals, directors, employees,  
9 or stockholders owning more than ten percent of the outstanding stock of  
10 the corporation, committed any combination of two or more violations of  
11 section 19-169.1 or subdivision b of section 20-515 of this code.

12 § 6. The opening paragraph of section 20-510 of the administrative  
13 code of the city of New York is designated subdivision a and a new  
14 subdivision b is added to read as follows:

15 b. A tow truck operator is forbidden from using spotters or spotting  
16 techniques, such as waiting and targeting drivers at parking lots, to  
17 tow vehicles on private or commercial property and must obtain the writ-  
18 ten consent of the owner or manager of the private or commercial proper-  
19 ty to conduct towing pursuant to section 19-169.1 of this code.

20 § 7. Subdivision b of section 20-515 of the administrative code of the  
21 city of New York, as amended by local law number 94 of the city of New  
22 York for the year 1997, is amended to read as follows:

23 b. soliciting or offering any inducements or making representations:  
24 (i) at the scene of a vehicular accident for the towing of any vehicle  
25 involved in an accident, (ii) at or near the scene of the removal of a  
26 vehicle pursuant to section 19-169.1 of this code, or (iii) for the  
27 performance of any repairs on any vehicle involved in an accident except  
28 as may be reasonable and necessary at the scene of an accident for the  
29 towing of an accident vehicle on a segment of the arterial highways by  
30 an arterial tow permittee who has been authorized by the commissioner of  
31 transportation or the police commissioner to provide tow service on such  
32 segment.

33 § 8. The interagency advisory council, shall make recommendations to  
34 address this growing problem including how to improve enforcement of  
35 section 19-169.1 of such administrative code and the laws or rules  
36 prohibiting the soliciting or making representations at or near the  
37 scene of the towing or removal of a vehicle by a tow truck operator.

38 § 9. Severability. If any clause, sentence, paragraph, section or part  
39 of this act shall be adjudged by any court of competent jurisdiction to  
40 be invalid and after exhaustion of all further judicial review, the  
41 judgment shall not affect, impair or invalidate the remainder thereof,  
42 but shall be confined in its operation to the clause, sentence, para-  
43 graph, section or part of this act directly involved in the controversy  
44 in which the judgment shall have been rendered.

45 § 10. This act shall take effect immediately.