Louisiana Public Service Commission



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August 8, 2016

In re: Docket No. R-33916. In re: Amendments and revisions to the General Order dated April 17, 2014 (Schedule of Prescribed Rates and Requirements for Towing and Recovery) and biennial rate review.

To: All Non-Consensual Towing & Recovery Companies

The Louisiana Public Service Commission ("LPSC") has issued a new Schedule of Prescribed Rates and Requirements for Non-Consensual Towing and Recovery Services. This schedule is effective August 05, 2016. Please review the schedule and take note of the changes including:

- 1) an increase of \$5.00 to storage rates;
- 2) a rotator certification form;
- 3) additions and changes to definitions;
- 4) rates for oversized debris;
- 5) allowance for oil absorbing materials in excess of five gallons.

Please review these changes carefully, and make sure your staff is aware of these changes as well. A copy of the new schedule is attached and can also be found on the LPSC's website at http://www.lpsc.louisiana.gov/regs3_motor.aspx.

Please note that the LPSC has opened another new docket to further consider towing rates. Docket No. R-34195. In re: Review of prescribed rates for towing and recovery services subsequent to statewide audit. You may intervene and/or request to be on the service list in the docket by sending correspondence to:

LPSC Records Division In Re: Docket No. R-34195 P.O. Box 91154 Baton Rouge, LA 70821-9154.

You may contact me by email at tammy.burl@la.gov with any questions.

Sincerely,

Tammy Burl

Transportation Division Administrator

Jammy Bul

Attachment A to the General Order (EFFECTIVE AUGUST 05, 2016)

SCHEDULE OF PRESCRIBED RATES AND REQUIREMENTS FOR NON-CONSENSUAL TOWING AND RECOVERY SERVICES

I. **DEFINITIONS**

- A. <u>Light Duty</u> the towing, transport, and recovery of a vehicle with a gross vehicle weight rating of 10,000 pounds or less.
- B. Medium Duty the towing, transport, and recovery of a vehicle with a gross vehicle weight rating of 10,001 pounds to 26,000 pounds.
- C. <u>Heavy Duty</u> the towing, transport and recovery of a vehicle with a gross vehicle weight rating of 26,001 pounds and greater.
- D. <u>Vehicle</u> every self-propelled vehicle and trailer and every vehicle which is propelled by electric power obtained from overhead wires but not operated upon rails.
- E. <u>Non-consensual towing</u> the movement or transportation of a vehicle by a tow truck without the prior consent or authorization of the owner or operator of the vehicle. This includes private property tows conducted in accordance with the provisions of R.S. 32:1736 and tows by law enforcement or other public agencies. Whenever an owner or operator of a vehicle requests a law enforcement officer or other public agency to initiate a tow, such tow shall be considered non-consensual and subject to Louisiana Public Service Commission tow rates.
- F. <u>Debris</u> materials and objects from a vehicle including, but not limited to, broken glass, bumpers, fluids, and hubcaps present at the scene of the accident.
- G. <u>Cargo</u> the goods or merchandise conveyed in a vehicle or attached trailer.
- H. <u>Hazardous Material Cargo</u> cargo that includes hazardous material defined as a substance or material that the U.S. Secretary of Transportation has determined is capable of posing an unreasonable risk to health, safety, and property when transported in commerce, and has designated as hazardous under section 5103 of Federal hazardous materials transportation law (49 U.S.C. 5103). The term includes hazardous substances, hazardous wastes, marine pollutants, elevated temperature materials, materials designated as hazardous in the Hazardous Materials Table in 49 CFR 172.101, and materials that meet the defining criteria for hazard classes and divisions in part 49 CFR 173.
- I. <u>Tow</u> a standard tow that does <u>not</u> require special techniques or special equipment as defined in Recovery but does require normal use of a tow sling, wheel lift, or winch cable to winch a vehicle onto a tilt bed tow truck. Tow rates shall apply whether the vehicle is either mobile or immobile and is in contact of the roadway surface.
- J. Private Property Tow a tow from a location as provided for in accordance with La R.S. 32:1736.
- K. Mechanical Breakdown a light duty tow that results from a mechanical breakdown.
- L. <u>Stand-by</u> time during which a towing or recovery unit is not actively engaged in the towing or recovery of a vehicle. Travel time from dispatch to arrival on the scene shall not be considered Stand-By.

- M. Recovery The use of air bag unit(s), winching, hoisting, up-righting, removing, or otherwise relocating a vehicle when the vehicle is found in such a location, state or position in which it could not remove itself from the location, state or position under the use of its own power, even if it were in complete operating condition. Rates for recovery include the time conducting actual recovery and not Stand-by or Tow time.
- N. <u>Simple Water Recovery</u> the recovery of a vehicle when it is partially submerged in water and where the amount of water impedes recovery, but does not exceed 12 inches in depth.

O. Complicated Recovery

- 1. Rollover recovery when a vehicle is overturned or positioned in such an irregular way that requires repositioning and an additional operator to complete the recovery.
- 2. Removal of cargo that has become unsecured from the vehicle.
- 3. When unloading and reloading cargo in box trailers, box trucks, flatbed trailers and tank trucks is necessary to complete the recovery.
- 4. Water recovery when an additional operator is required to complete the recovery of a vehicle in water greater than 12 inches of depth.
- P. <u>Air Bag Unit</u> special equipment used to recover a vehicle by at least partially lifting the vehicle.
- Q. <u>Rotator</u> a specialized tow truck with a rotator system that enables the Tow Company to both lift and lower vehicles and move them horizontally.
- R. <u>Laborer</u> a Tow Company employee, other than the driver, who the Tow Company utilizes in a Complicated Recovery to perform the following services: unloading or loading cargo, cleaning up debris, applying oil absorbing material, directing traffic, or other services necessary to complete a Complicated Recovery.
- S. <u>Supervisor</u> a Tow Company employee, other than the driver or a laborer, who the Tow Company utilizes in a Complicated Recovery when two or more towing units or laborers are required.
- T. <u>Specialized Labor or Equipment</u> specialized labor or equipment necessary to complete a Complicated Recovery. Specialized labor is a certified professional diver or a law enforcement officer. Specialized equipment is heavy equipment including, but not limited to, a bulldozer or forklift.
- U. <u>Covered Storage</u>- continuous covering which adequately protects a vehicle and its contents, where said vehicle and/or its contents have some intrinsic value. Covered storage includes, but is not limited to, the use of a tarpaulin or similar covering, such as "crash wrap," which protects the vehicle and its interior from rain, dew, moisture and other elements.
- V. Oversized Vehicle Storage- the storage of a vehicle which has greater than 4 wheels on the ground or a vehicle, or any permanent portion thereof, that is greater than 20 feet in length.
- W. Outside Storage- a vehicle being placed outside and exposed to the elements.

II. RATES

A. TOWING, RECOVERY, STAND-BY

Towing rates start at time of dispatch.

Light Duty				
Towing	Standard Recovery	Simple Water	Stand-by	
_	-	Recovery		
		-		
\$ 107.50 per hour *	\$147.00 per hour ^	\$168.50 per hour ^	\$ 54.00 per hour ^	
* 1 ½ hour minimum. After minimum, compute in ½ hour increments.				
^ Computed in ½ hour increments.				
Medium Duty				
Towing	Standard Recovery	Simple Water	Stand-by	
		Recovery		
\$ 236.00 per hour*	\$ 303.50 per hour ^	\$324.50 per hour ^	\$ 117.50 per hour ^	
*1 hour minimum. After minimum, compute in ½ hour increments				
^ Computed in ½ hour increments.				
Heavy Duty				
Towing	Standard	Simple Water	Stand-by	
	Recovery	Recovery		
\$ 303.50 per hour*	\$ 370.50 per hour ^	\$392.00 per hour ^	\$ 151.50 per hour ^	
*1 hour minimum. After minimum, compute in ½ hour increments				
^ Computed in ½ hour increments.				

Private Property Tow

Light Duty - \$107.50 flat rate; or \$131.50 flat rate when repositioning equipment, a fold down light bar, or an additional operator is required. The Tow Company must document why repositioning equipment, a fold down light bar or an additional operator is required.

Medium Duty - \$ 236.00 flat rate

Heavy Duty - \$303.50 flat rate

Mechanical Breakdown Tow

\$107.50 per hour with a 1 hour minimum. After minimum compute in 1/2 hour increments.

B. ADDITIONAL CHARGES FOR COMPLICATED RECOVERY

These charges are only allowed if the recovery meets the definition of Complicated Recovery in Section I. paragraph O.

Extra Tow Truck or Truck and Trailer For	\$ 135.00 per hour*	
Removal of Cargo or Oversized Debris.		
The Tow Company must provide		
photographs and documentation		
explaining why oversized debris will not		
fit on the initial truck.		
Laborer	\$ 40.00 per hour*	
Supervisor	\$ 67.50 per hour*	
* 1 hour minimum. After the minimum, computed in ½ hour increments		

B. ADDITIONAL CHARGES FOR COMPLICATED RECOVERY CONTINUED

Complete Air Bag Unit	\$ 2,156.50 flat rate (includes all equipment and personnel associated with the air bag recovery)
Rotator	\$210.50 per hour in addition to the Standard Recovery rate in A.** This charge is only allowed if the law enforcement officer at the scene completes the LPSC Rotator Certification Form as found in section III.E.
**2 hour minimum After the minimum, co	mpute in ½ hour increments
Recovery of Hazardous Material Cargo	If hazardous material cargo becomes unsecured, the Tow Company may charge 50% above the rates for towing, recovery, laborer, and supervisor
For medium and heavy duty recoveries, oil absorbing material in excess of the minimum 5 gallons required by LAC Title 55.	\$6 per gallon

Specialized Labor or Equipment

When it is necessary for a Tow Company to utilize Specialized Labor or Equipment to complete a Complicated Recovery, the Tow Company may charge for the Specialized Labor or Equipment as outlined in paragraphs 1 -3 below.

- 1. If the Tow Company rents or subcontracts Specialized Labor or Equipment, the Tow Company may charge the amount of the actual rental invoice or subcontractor invoice plus 10%. The Tow Company shall attach the rental invoice or subcontractor invoice to the Tow Company invoice.
- 2. If the Tow Company provides the Specialized Labor or Equipment, the Tow Company may charge the amount of the current market value of the labor or equipment plus 10%. The Tow Company shall attach documentation evidencing the current market value to the Tow Company invoice.
- 3. A Tow Company may not charge for use of equipment, tools, oil-absorbing materials, brooms, shovels, flashlights, electric lanterns, fire extinguishers, emergency warning devices, steering wheel clamps, tow slings, or tow plates, cables, blocks, chains, hooks, or any other truck components or tools required to be on the tow truck by LAC Title 55, Chapter 19.

C. STORAGE

Rates are per calendar day. A power unit and trailer are considered two separate vehicles for storage purposes.

Outside Storage	Covered Storage	Oversize Storage
\$24.00 per day	C	\$43.00 per day

D. FUEL SURCHARGE

A Tow Company shall apply the fuel surcharge on the sum of the towing and recovery and extra truck and	
trailer charges only.	

Fuel Price (per gallon)	Fuel Surcharge
\$0.00 to \$1.24	No surcharge
\$1.25 to \$1.99	3% surcharge
\$2.00 to \$2.99	9% surcharge
\$3.00 to \$3.99	12% surcharge
\$4.00 to \$4.99	14% surcharge
\$5.00 and greater	16% surcharge

There shall be no change in the top portion of the brackets. If fuel ever returns to the \$1.24 level and below, a surcharge shall not be charged. The surcharge will be based on the average price of self-service diesel fuel as determined based upon the price reported by the U. S. Department of Energy (DOE) for the Petroleum Administration for Defense District 3 (Gulf Coast).

E. GENERAL PROVISIONS

- 1. A Tow Company shall only charge the rates stated in this order and fees allowed by State Police in LAC Title 55.
- 2. All rates for towing, recovery, and stand-by in Section II.A include the truck and driver.
- 3. A Tow Company shall only charge for equipment and personnel that are present at the scene of the recovery or tow.
- 4. The Commission's jurisdiction is from the time that the towing or recovery unit is dispatched to provide the non-consensual tow service until the time the vehicle is released to the owner (or authorized representative) of the vehicle. Rates in addition to those allowed by this order are not allowed for removal of debris from the scene or for draining fluids, removing batteries, or other similar activity aimed at preventing the vehicle from leaking.

III. INVOICES

- A. The Tow Company shall provide an invoice to the vehicle owner (or authorized representative) at the time the vehicle is released to the owner, or upon request.
- B. The invoice shall include the time of dispatch and the time the Tow Company unhooks from the towed vehicle.
- C. The invoice shall be itemized on a line item basis to clearly reflect how all recovery, standby, towing, storage, fuel surcharge charges and any additional charges were calculated.
- D. All invoices shall include the following language: Complaints may be addressed to the Louisiana Public Service Commission- Attention Transportation Division, P.O. Box 91154, Baton Rouge, Louisiana 70821 or by contacting a district Commissioner. (In the event a complaint is made in writing to the Transportation Division of the LPSC or made to a district Commissioner, storage fees shall not accrue beyond the date of said complaint and shall not be charged to the vehicle owner *if* the charges are ultimately found to be excessive by the LPSC's Administrative Hearings Division or *if* the Towing Company pleads guilty to charging excessive rates.)

E. Rotator Certification Form. In order to charge rates for a rotator, a form with the following language shall be completed by the law enforcement officer at the scene.

LPSC ROTATOR CERTIFICATION FORM

Being present as the	law enforcement office	r in charge of the incident scene at	
street	city	parish	
I agree that use of a lanes was proper in t	•	iciently conduct recovery and ensure t	he flow of traffic to travel
Printed Name	Title	Law Enforcement Agency	
Signature		Date	

IV. NOTICE TO VEHICLE OWNER/OPERATOR

All Towing Companies shall provide the following written notice to the vehicle owner or driver at the scene or at first contact: <u>IMPORTANT NOTICE</u>: This towing & recovery by [insert Tow Company name here] has been designated as a non-consensual tow. [insert Tow Company name here] is required to charge rates set by Louisiana Public Service Commission orders. These rates may be found on the internet by accessing www.lpsc.louisiana.gov or by contacting the Louisiana Public Service Commission, Transportation Division at 1-888-342-5717. If you have a complaint against this Tow Company regarding the amount charged for this non-consensual tow, complaints should be made in writing and addressed to LPSC Transportation Division, P.O. Box 91154, Baton Rouge, Louisiana 70821 or by contacting an LPSC District Commissioner.

V. FORMS OF PAYMENT

The Commission encourages all Tow Companies to accept forms of payment other than cash. However, if a Tow Company accepts only cash in payment of the invoice, the Tow Company must either provide change at the time of payment or must state on the invoice the total amount of the invoice, the amount of cash received and the amount of change due to the consumer. The change due to the consumer shall be paid within 10 days of the payment of the invoice, by mailing a check to the consumer. It shall be the responsibility of the Tow Company to retain evidence of payment of the change in the form of a cancelled check or certified mail receipt (green card). The Tow Company must also post a clearly visible sign in its place of business advising consumers that if change is due, it will be mailed to the consumer within 10 days.

VI. COMPLAINTS AND FINES

- A. It shall not be necessary for a complainant to pay a towing invoice to obtain standing to a towing complaint to the Commission or District Commissioner.
- B. In addition to any fines authorized by La. R.S. Title 45 or Commission Orders, the Commission may order a refund of up to 200% of any overcharges.