COMMITTEE/SUBCOMMITTEE ACTION ADOPTED _____ (Y/N) ADOPTED AS AMENDED _____ (Y/N) ADOPTED W/O OBJECTION _____ (Y/N) FAILED TO ADOPT ______ (Y/N) WITHDRAWN _____ (Y/N) OTHER

Committee/Subcommittee hearing bill: Transportation & Ports Subcommittee

Representative Gaetz offered the following:

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Amendment (with title amendment)

Remove everything after the enacting clause and insert: Section 1. Section 316.680, Florida Statutes, is created to read:

- 316.680 Transportation network companies.-
- (1) DEFINITIONS.—As used in this section, the term:
- (a) "Transportation network company" or "company" means an entity granted a permit under this section to operate in this state using a digital network or software application service to connect passengers to transportation network company service provided by drivers. A company is not deemed to own, control, operate, or manage the vehicles used by drivers; is not deemed to control or manage drivers; and is not a taxicab association

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or for-hire vehicle owner. A transportation network company
shall not include an individual, corporation, partnership, sole
proprietorship, or other entity arranging non-emergency medical
transportation for individuals qualifying for Medicaid under
P.L.1968, c.413 (C.30:4D-1 et seq.) or Medicare under the
federal Social Security Act, Pub.L.89-97 (42 U.S.C. s.1395 et
seq.) pursuant to a contract with the state or a managed care
organization.

- (b) "Transportation network company driver" or "driver" means an individual who operates a motor vehicle who:
- 1. Receives connections to potential passengers and related services from a transportation network company in exchange for payment of a fee to the transportation network company; and
 - 2. Operate a motor vehicle that is:
- A. Owned, leased, or otherwise authorized for use by the individual;
- B. Not a taxi, jitney, limousine, or for-hire vehicle as defined in s. 320.01(15); and
 - C. Used to provide transportation network company service.
- (c) "Transportation network company service" means the transportation of a passenger between points chosen by the passenger and prearranged with a driver through the use of a company digital network or software application service. Service begins when a driver accepts a request for transportation received through the company's digital network or software

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- application service, continues while the driver transports the passenger in the driver's vehicle, and ends when the passenger exits the driver's vehicle. The term does not include a taxi, for-hire vehicle, or street hail service.
- (d) "Trip" means the duration of transportation network company service beginning at a point of origin where the passenger enters the driver's vehicle and ending at a point of destination where the passenger exits the vehicle.
- (2) NOT COMMON CARRIERS.—A transportation network company or transportation network company driver is not a common carrier and does not provide taxi or for-hire vehicle service. In addition, a driver shall not be required to register the vehicle such driver uses for transportation network company service as a commercial vehicle or a for-hire vehicle.
 - (3) PERMIT REQUIRED.—
- (a) A person must obtain a permit from the department to operate a transportation network company in this state.
- (b) The department shall issue a permit to each applicant that meets the requirements for a transportation network company pursuant to this section and pays an annual permit fee of \$5,000 to the department.
- (4) AGENT FOR SERVICE OF PROCESS REQUIRED.—A transportation network company must designate and maintain an agent for service of process in this state.
- (5) FARE COLLECTED FOR SERVICES.—On behalf of a driver, a company may collect a fare for the services provided to

passengers; provided that, if a fare is collected from a
passenger, the company shall disclose to passengers the fare
calculation method on its website or within its software
application. The company shall also provide passengers with the
applicable rates being charged and the option to receive an
estimated fare before the passenger enters the driver's vehicle.

- (6) IDENTIFICATION OF VEHICLES AND DRIVERS.—The company's software application service or website shall display a picture of the driver and the license plate number of the motor vehicle used to provide transportation network company service before the passenger enters the driver's vehicle.
- (7) ELECTRONIC RECEIPT.—Within a reasonable period of time, to be determined by the department, after completion of a trip, the company shall provide an electronic receipt to the passenger which lists:
 - (a) The origin and destination of the trip.
 - (b) The total time and distance of the trip.
 - (c) An itemization of the total fare paid.
- (8) TRANSPORTATION NETWORK COMPANY AND DRIVER INSURANCE REQUIREMENTS.—
- (a) Beginning October 1, 2015, companies and transportation network company drivers must comply with automobile liability insurance requirements under this subsection.
- (b)1. When a driver is logged into the company's digital network and is available to receive requests for transportation,

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96	but is not providing transportation network company service, t	the
97	following automobile liability insurance requirements shall	
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- a. Automobile liability insurance that meets at least the minimum coverage requirements under s. 324.021(7)(a)-(c).
- b. Automobile liability insurance that provides the minimum coverage requirements where required of a limousine by ss. 627.730 through 627.7405.
- 2. A company shall maintain automobile liability insurance in the amount required in sub-subparagraph 1.a. and shall provide coverage in the event a participating driver's own automobile liability policy excludes coverage according to its policy terms or does not provide coverage of the minimum requirements in sub-subparagraph 1.a.
- (c) When a driver is providing transportation network company service, the following automobile liability insurance requirements shall apply:
- 1. Automobile liability insurance that recognizes the driver's provision of transportation network company service.
- 2. Automobile liability insurance of at least \$1 million for death, personal injury, and property damage.
- 3. Automobile liability insurance that provides the minimum coverage requirements where required of a limousine by ss. 627.730 through 627.7405.
- 120 (d) The coverage requirements of paragraph (c) may be
 121 satisfied by:

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122		1.	Automobile	liability	insurance	maintained	by	the
123	drive	er;						

- 2. Automobile liability insurance maintained by the company; or
- 3. A combination of coverage maintained as provided in subparagraphs 1. and 2.
- (e) If insurance maintained by a driver under this section has lapsed, failed to provide the required coverage, denied a claim for the required coverage, or otherwise ceased to exist, insurance maintained by the company shall provide the coverage required by this section beginning with the first dollar of a claim.
- (f) Insurance required by this section may be placed with an insurer authorized to do business in the state or with a surplus lines insurer eligible under the Surplus Lines Law under ss. 626.913-626.937.
- (g) A company or driver may prove financial responsibility under chapter 324 and s. 627.733 by providing satisfactory evidence of holding an automobile liability policy pursuant to this subsection.
- (9) TRANSPORTATION NETWORK COMPANY AND INSURER DISCLOSURE REQUIREMENTS.—
- (a) The company shall disclose in writing to drivers

 before the drivers are allowed to accept a request for

 transportation network company service on the company's digital
 network the following:

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company provides while the driver uses a personal vehicle in connection with a company's digital network.														

- 2. That the driver's personal insurance policy may not provide coverage while the driver uses a vehicle in connection with a company's digital network depending on its terms.
- (b) An insurer that provides automobile liability insurance policies under part XI of chapter 627 may:
- 1. Exclude any and all coverage and the duty to defend afforded under the owner's insurance policy for a loss or injury that occurs while an insured vehicle provides or is available to provide transportation network company service, if such exclusion is expressly set forth in the policy and approved for sale in the state. This right to exclude coverage and the duty to indemnify and defend applies to any coverage included in an automobile liability insurance policy, including, but not limited to:
- a. Liability coverage for bodily injury and property damage.
 - b. Uninsured and underinsured motorist coverage.
 - c. Medical payments coverage.
 - d. Comprehensive physical damage coverage.
 - e. Collision physical damage coverage.
 - f. Personal injury protection.
- 2. The insurer must notify the insured within 30 days
 after receiving a notice of loss that the insurer has no duty to

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defend or indemnify any person or organization for liability for a loss that is properly excluded pursuant to the terms of the applicable primary or excess insurance policy.

- (c) An insurer that provides automobile liability insurance in the state must disclose in a prominent place on its application for insurance whether the insurance policy provides coverage for an insured vehicle providing or available to provide transportation network company service. If an automobile liability insurance policy contains an exclusion for such service, the insurer or its agent must disclose in writing the exact language of such exclusion to the applicant during the application process.
- (d) In a claims coverage investigation, companies and any insurer providing coverage under this section shall cooperate to facilitate the exchange of information, including the precise times that a driver logged on and off of the company's digital network in the 24-hour period immediately preceding the accident and disclose to one another a clear description of the coverage, exclusions, and limits provided under the insurance policy each party issued or maintained.
- (10) LIMITATIONS ON TRANSPORTATION NETWORK COMPANIES.
 Drivers shall be independent contractors and not employees of
 the company if all of the following conditions are met:
- (a) The company does not prescribe specific hours during which a driver must be logged into the company's digital platform;

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_(b)	The	compar	ny impo	ses	no	rest	rict	lons	on	the	driver	's
abilit	y to	uti	lize d	digital	L pla	atfo	orms	from	othe	er (compa	anies;	

- (c) The company does not assign a driver a particular territory in which transportation network company services can be provided;
- (d) The company does not restrict a driver from engaging in any other occupation or business; and
- (e) The company and the driver agree in writing the driver is an independent contractor of the company.
 - (11) ZERO TOLERANCE FOR DRUG OR ALCOHOL USE.-
- (a) A company shall implement a zero tolerance policy on use of drugs or alcohol by a driver who is providing transportation network company service or who is logged into the company's digital network but is not providing service.
- (b) A company shall provide notice on its website of a zero tolerance policy under paragraph (a) and shall provide procedures for a passenger to file a complaint about a driver who the passenger reasonably suspects was under the influence of drugs or alcohol during the course of a trip.
- (c) Upon receipt of a passenger complaint alleging a violation of the zero tolerance policy, the company shall immediately suspend the accused driver's access to the company's digital platform and shall conduct an investigation into the reported incident. The suspension shall last for the duration of the investigation.
 - (d) The company shall maintain records of a passenger

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227	complaint	is	re	ceived :	bу	the	compar	ıy.					

- (12) TRANSPORTATION NETWORK COMPANY DRIVER REQUIREMENTS.-
- (a) Before allowing a person to act as a driver on its digital platform, the company shall:
- 1. Require the person to submit an application to the company, including his or her address, date of birth, driver license number, driving history, motor vehicle registration, automobile liability insurance, and other information required by the company.
- 2. Conduct, or have a third party conduct, a state and national criminal background check for each applicant to include:
- <u>a. The Multi-State/Multi-Jurisdiction Criminal Records</u>

 <u>Locator or other similar commercial national database with</u>

 validation.
 - b. The Dru Sjodin National Sex Offender Public Website.
- 3. Obtain and review a driving history research report for such person.
- (b) The company shall prohibit a person to act as a driver on its digital platform if the person:
- 1. Has had more than three moving violations in the preceding 3-year period or one major violation in the preceding 3-year period. A major violation includes, but is not limited to, fleeing or attempting to elude a law enforcement officer, reckless driving, or driving with a suspended or revoked

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- 2. Has been convicted, within the past 7 years, of driving under the influence of drugs or alcohol, fraud, sexual offenses, use of a motor vehicle to commit a felony, a crime involving property damage or theft, acts of violence, or acts of terror;
- 3. Is a match in the Dru Sjodin National Sex Offender Public Website;
 - 4. Does not possess a valid driver license;
- 5. Does not possess proof of registration for the motor vehicle used to provide transportation network company service;
- 6. Does not possess proof of automobile liability insurance for the motor vehicle used to provide transportation network company service; or
 - 7. Has not attained the age of 19 years.
- (13) VEHICLE SAFETY AND EMISSIONS.—A company shall require that a motor vehicle used by a driver to provide transportation network company service meets the vehicle safety and emissions requirements for a private motor vehicle of the state in which the vehicle is registered.
 - (14) PROHIBITED CONDUCT.—A driver may not:
- (a) Accept a ride other than a ride arranged through a digital network or software application service.
 - (b) Solicit or accept street hails.
- (c) Solicit or accept cash payments from passengers. A company shall adopt a policy prohibiting solicitation or acceptance of cash payments from passengers and notify drivers

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of such policy. Such policy must require a payment for
transportation network company service to be made electronically
using the company's digital network or software application
service.

- (15) NONDISCRIMINATION; ACCESSIBILITY.-
- (a) A company shall adopt a policy of nondiscrimination on the basis of destination, race, color, national origin, religious belief or affiliation, sex, disability, age, sexual orientation, or gender identity with respect to passengers and potential passengers and shall notify drivers of such policy.
- (b) A driver shall comply with the nondiscrimination policy.
- (c) A driver shall comply with all applicable laws relating to accommodation of service animals.
- (d) A company may not impose additional charges for providing transportation network company service to persons with physical disabilities because of those disabilities.
- (e) A company shall provide passengers an opportunity to indicate whether they require a wheelchair-accessible vehicle.

 If a company cannot arrange wheelchair-accessible service, it shall direct the passenger to an alternate provider of wheelchair-accessible service, if available.
 - (15) RECORDS.—A company shall maintain:
- (a) Individual trip records for at least 1 year after the date each trip was provided.
 - (b) Driver records for at least 1 year after the date on

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which	а	driver's	activation	on	the	company's	digital	network	has
ended.									

- (16) PREEMPTION.—It is the intent of the Legislature to provide for uniformity of laws governing transportation network companies and transportation network company drivers through the state. Notwithstanding any other provision of law, companies and drivers are governed exclusively by this section and any rules adopted by the department to administer this section. A county, municipality, special district, or other local governmental entity or subdivision may not impose a tax on, or require a license for, a company or a driver, or a vehicle used by a driver which such tax or license relates to providing transportation network company services, or subject a company to the county's, municipality's, special districts, or other local governmental entity's or subdivision's rate, entry, operational, or other requirements.
- (17) RULEMAKING.—The department may adopt rules to administer this section.
- 322 Section 2. This act shall take effect July 1, 2015.

325 TITLE AMENDMENT

Remove everything before the enacting clause and insert:
An act relating to transportation network companies; creating s.
316.680, F.S.; providing definitions; providing requirements for a person to obtain a permit as a transportation network company;

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COMMITTEE/SUBCOMMITTEE AMENDMENT Bill No. HB 817 (2015)

Amendment No. 1.

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providing a permit fee; requiring an agent for service of process; requiring disclosure of a company's fares; requiring display of certain information related to a transportation network company driver; requiring that a company provide an electronic receipt to a passenger; providing requirements for automobile liability insurance and insurance disclosure; providing certain limitations on transportation network companies regarding conditions when drivers are independent contractors; requiring that a company implement a zero tolerance policy for drug and alcohol use; providing requirements for employment as a transportation network company driver; requiring that motor vehicles used by a transportation network company meet certain safety and emissions requirements; prohibiting specified conduct; requiring a company to adopt a nondiscrimination policy and meet certain requirements for accessibility; requiring a company to maintain specified records; providing for preemption; authorizing rulemaking; providing an effective date.

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