By Senator Perry

|    | 8-00531B-20 2020478                                    |
|----|--|
| 1  | A bill to be entitled                                  |
| 2  | An act relating to motor vehicle rentals; amending s.  |
| 3  | 212.0606, F.S.; defining and revising terms; requiring |
| 4  | specified surcharges to be imposed upon the lease or   |
| 5  | rental of a certain motor vehicle if the lease or      |
| 6  | rental is facilitated by a car-sharing service, a      |
| 7  | motor vehicle rental company, or a peer-to-peer        |
| 8  | vehicle-sharing program under certain circumstances;   |
| 9  | creating s. 627.747, F.S.; defining terms; providing   |
| 10 | financial responsibility requirements for peer-to-peer |
| 11 | vehicle-sharing programs; providing applicability;     |
| 12 | requiring specified entities to maintain certain motor |
| 13 | vehicle liability insurance; providing certain         |
| 14 | indemnification requirements; providing construction;  |
| 15 | requiring a peer-to-peer vehicle-sharing program to    |
| 16 | give certain notice to a peer-to-peer vehicle owner    |
| 17 | relating to the implications of a lien under certain   |
| 18 | circumstances; authorizing a certain insurer to        |
| 19 | exclude coverage and the duty to defend or indemnify a |
| 20 | vehicle owner for any claim under his or her motor     |
| 21 | vehicle liability insurance policy; providing          |
| 22 | construction; requiring a peer-to-peer vehicle-sharing |
| 23 | program to collect, verify, and retain certain         |
| 24 | records, subject to certain requirements; requiring    |
| 25 | the program to provide the records to certain entities |
| 26 | under certain circumstances; authorizing a motor       |
| 27 | vehicle insurer that defends or indemnifies a claim    |
| 28 | arising from the operation of a peer-to-peer vehicle   |
| 29 | that is excluded under the terms of its policy to seek |
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# Page 1 of 18

|    | 8-00531B-20 2020478                                    |
|----|--|
| 30 | contribution against specified entities under certain  |
| 31 | circumstances; providing that a peer-to-peer vehicle-  |
| 32 | sharing program has an insurable interest in a vehicle |
| 33 | during the sharing period; providing construction;     |
| 34 | authorizing a peer-to-peer vehicle-sharing program to  |
| 35 | own and maintain as the named insured policies of      |
| 36 | motor vehicle liability insurance which provide        |
| 37 | specified coverage; requiring each peer-to-peer        |
| 38 | vehicle-sharing program agreement made in this state   |
| 39 | to disclose specified information to the peer-to-peer  |
| 40 | vehicle owner and the peer-to-peer vehicle driver;     |
| 41 | requiring a peer-to-peer vehicle-sharing program to    |
| 42 | have sole responsibility for certain equipment;        |
| 43 | requiring the program to agree to indemnify and hold   |
| 44 | harmless the owner for any damage to or theft of such  |
| 45 | equipment under certain circumstances; authorizing the |
| 46 | program to seek indemnity from the driver for any loss |
| 47 | or damage to such equipment which occurs during the    |
| 48 | sharing period; requiring a peer-to-peer vehicle-      |
| 49 | sharing program to verify certain information and      |
| 50 | notify the peer-to-peer vehicle owner of certain       |
| 51 | requirements related to safety recalls, subject to     |
| 52 | certain requirements; providing restrictions and       |
| 53 | requirements for the owner if he or she has received   |
| 54 | notice of a certain safety recall on the vehicle;      |
| 55 | prohibiting a peer-to-peer vehicle-sharing program     |
| 56 | from entering into a certain agreement with a driver   |
| 57 | unless the driver meets specified requirements related |
| 58 | to a driver license or authorization to drive peer-to- |

# Page 2 of 18

CODING: Words stricken are deletions; words underlined are additions.

SB 478

| i  | 8-00531B-20 2020478  |
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| 59 | peer vehicles; prohibiting the program from renting a            |
| 60 | motor vehicle to another until the driver license of             |
| 61 | the peer-to-peer vehicle driver has been inspected and           |
| 62 | verified as being unexpired; requiring the program to            |
| 63 | keep specified records; requiring such records to be             |
| 64 | open to inspection by specified entities; providing              |
| 65 | that, under certain circumstances, the peer-to-peer              |
| 66 | vehicle-sharing program is deemed to have met                    |
| 67 | specified requirements when the program requires the             |
| 68 | driver to verify at a certain time that he or she is             |
| 69 | duly licensed and that the license is unexpired;                 |
| 70 | providing an effective date.                                     |
| 71 |  |
| 72 | Be It Enacted by the Legislature of the State of Florida:        |
| 73 |  |
| 74 | Section 1. Section 212.0606, Florida Statutes, is amended        |
| 75 | to read:   |
| 76 | 212.0606 Rental car surcharge                                    |
| 77 | (1) As used in this section, the term:                           |
| 78 | (a) "Car-sharing service" means a membership-based               |
| 79 | organization or business, or division thereof, which requires    |
| 80 | the payment of an application fee or a membership fee and        |
| 81 | provides member access to motor vehicles:                        |
| 82 | 1. Only at locations that are not staffed by car-sharing         |
| 83 | service personnel employed solely for the purpose of interacting |
| 84 | with car-sharing service members;                                |
| 85 | 2. Twenty-four hours per day, 7 days per week;                   |
| 86 | 3. Only through automated means, including, but not limited      |
| 87 | to, a smartphone application or an electronic membership card;   |
| I  |  |

# Page 3 of 18

|     | 8-00531B-20 2020478  |
|-----|--|
| 88  | 4. On an hourly basis or for a shorter increment of time;                          |
| 89  | 5. Without a separate fee for refueling the motor vehicle;                         |
| 90  | 6. Without a separate fee for minimum financial                                    |
| 91  | responsibility liability insurance; and  |
| 92  | 7. Owned or controlled by the car-sharing service or its                           |
| 93  | affiliates.  |
| 94  | (b) "Dealer" means a car-sharing service, motor vehicle                            |
| 95  | rental company, or peer-to-peer vehicle-sharing program.                           |
| 96  | (c) "Motor vehicle rental company" means an entity that is                         |
| 97  | in the business of providing motor vehicles to the public under                    |
| 98  | a rental agreement for 30 days or less for financial                               |
| 99  | consideration.   |
| 100 | (d) "Peer-to-peer vehicle-sharing program" has the same                            |
| 101 | meaning as in s. 627.747.  |
| 102 | (2) (1) Except as provided in subsection $(3)$ (2), a                              |
| 103 | surcharge of \$2 per day or any part of a day is imposed upon the                  |
| 104 | lease or rental of a motor vehicle <u>that is</u> <del>licensed for hire and</del> |
| 105 | designed to carry fewer than nine passengers <u>,</u> regardless of                |
| 106 | whether the motor vehicle is licensed in this state, if the                        |
| 107 | lease or rental is facilitated, in person or through digital                       |
| 108 | means, by a car-sharing service, a motor vehicle rental company,                   |
| 109 | or a peer-to-peer vehicle-sharing program for financial                            |
| 110 | consideration without transfer of the title of the motor                           |
| 111 | vehicle. The surcharge applies to only the first 30 days of the                    |
| 112 | term of a lease or rental. The surcharge is subject to all                         |
| 113 | applicable taxes imposed by this chapter.  |
| 114 | (3) <del>(2)</del> A member of a car-sharing service who uses a motor              |
| 115 | vehicle as described in subsection <u>(2)</u> <del>(1)</del> for less than 24      |
| 116 | hours pursuant to an agreement with the car-sharing service                        |

# Page 4 of 18

|     | 8-00531B-20 2020478   |
|-----|---|
| 117 | shall pay a surcharge of \$1 per usage. A member of a car-sharing |
| 118 | service who uses the same motor vehicle for 24 hours or more      |
| 119 | shall pay a surcharge of \$2 per day or any part of a day as      |
| 120 | provided in subsection (2) (1). The surcharge imposed under this  |
| 121 | subsection does not apply to the lease, rental, or use of a       |
| 122 | motor vehicle from a location owned, operated, or leased by or    |
| 123 | for the benefit of an airport or airport authority                |
| 124 | For purposes of this subsection, the term "car-sharing            |
| 125 | service" means a membership-based organization or business, or    |
| 126 | division thereof, which requires the payment of an application    |
| 127 | or membership fee and provides member access to motor vehicles:   |
| 128 | (a) Only at locations that are not staffed by car-sharing         |
| 129 | service personnel employed solely for the purpose of interacting  |
| 130 | with car-sharing service members;                                 |
| 131 | (b) Twenty-four hours per day, 7 days per week;                   |
| 132 | (c) Only through automated means, including, but not              |
| 133 | limited to, smartphone applications or electronic membership      |
| 134 | cards;  |
| 135 | (d) On an hourly basis or for a shorter increment of time;        |
| 136 | (e) Without a separate fee for refueling the motor vehicle;       |
| 137 | (f) Without a separate fee for minimum financial                  |
| 138 | responsibility liability insurance; and                           |
| 139 | (g) Owned or controlled by the car-sharing service or its         |
| 140 | affiliates.   |
| 141 |   |
| 142 | The surcharge imposed under this subsection does not apply to     |
| 143 | the lease, rental, or use of a motor vehicle from a location      |
| 144 | owned, operated, or leased by or for the benefit of an airport    |
| 145 | or airport authority.   |
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# Page 5 of 18

8-00531B-20 2020478 (4) (3) (a) Notwithstanding s. 212.20, and less the costs of 146 147 administration, 80 percent of the proceeds of this surcharge 148 shall be deposited in the State Transportation Trust Fund, 15.75 149 percent of the proceeds of this surcharge shall be deposited in 150 the Tourism Promotional Trust Fund created in s. 288.122, and 151 4.25 percent of the proceeds of this surcharge shall be 152 deposited in the Florida International Trade and Promotion Trust 153 Fund. For the purposes of this subsection, the term "proceeds of 154 this surcharge" of the surcharge means all funds collected and 155 received by the department under this section, including 156 interest and penalties on delinquent surcharges. The department 157 shall provide the Department of Transportation rental car 158 surcharge revenue information for the previous state fiscal year 159 by September 1 of each year.

(b) Notwithstanding any other provision of law, the
proceeds deposited in the State Transportation Trust Fund shall
be allocated on an annual basis in the Department of
Transportation's work program to each department district,
except the Turnpike District. The amount allocated to each
district shall be based on the amount of proceeds attributed to
the counties within each respective district.

167 <u>(5) (a) (4)</u> Except as provided in this section, the 168 department shall administer, collect, and enforce the surcharge 169 as provided in this chapter.

170 <u>(b) (a)</u> The department shall require <u>a dealer</u> <del>dealers</del> to 171 report surcharge collections according to the county to which 172 the surcharge was attributed. For purposes of this section, the 173 surcharge shall be attributed to the county where the rental 174 agreement was entered into.

## Page 6 of 18

|     | 8-00531B-20 2020478_  |
|-----|---|
| 175 | <u>(c) (b)</u> <u>A dealer</u> <del>Dealers</del> who <u>collects</u> <del>collect</del> the rental car |
| 176 | surcharge shall report to the department all surcharge revenues   |
| 177 | attributed to the county where the rental agreement was entered   |
| 178 | into on a timely filed return for each required reporting   |
| 179 | period. The provisions of this chapter which apply to interest  |
| 180 | and penalties on delinquent taxes apply to the surcharge. The   |
| 181 | surcharge shall not be included in the calculation of estimated   |
| 182 | taxes pursuant to s. 212.11. The dealer's credit provided in s.   |
| 183 | 212.12 does not apply to any amount collected under this  |
| 184 | section.  |
| 185 | <u>(6)</u> The surcharge imposed by this section does not apply   |
| 186 | to a motor vehicle provided at no charge to a person whose motor  |
| 187 | vehicle is being repaired, adjusted, or serviced by the entity  |
| 188 | providing the replacement motor vehicle.  |
| 189 | Section 2. Section 627.747, Florida Statutes, is created to   |
| 190 | read:   |
| 191 | 627.747 Peer-to-peer vehicle-sharing program  |
| 192 | (1) DEFINITIONSAs used in this section, the term:   |
| 193 | (a) "Peer-to-peer vehicle" or "vehicle" means a vehicle   |
| 194 | made available for sharing through a peer-to-peer vehicle-  |
| 195 | sharing program, used nonexclusively for peer-to-peer vehicle   |
| 196 | sharing, and used by the peer-to-peer vehicle owner for personal  |
| 197 | use outside of peer-to-peer vehicle sharing.  |
| 198 | (b) "Peer-to-peer vehicle delivery period" or "delivery   |
| 199 | period" means the period of time during which a peer-to-peer  |
| 200 | vehicle is being delivered to the location where the peer-to-   |
| 201 | peer vehicle-sharing start time commences, if applicable, as  |
| 202 | documented by the governing peer-to-peer vehicle-sharing program  |
| 203 | agreement.  |
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Page 7 of 18

|     | 8-00531B-20 2020478  |
|-----|--|
| 204 | (c) "Peer-to-peer vehicle driver" or "driver" means an           |
| 205 | individual who has been authorized to drive the peer-to-peer     |
| 206 | vehicle by the peer-to-peer vehicle owner under a peer-to-peer   |
| 207 | vehicle-sharing program agreement.                               |
| 208 | (d) "Peer-to-peer vehicle owner" or "owner" means the            |
| 209 | registered owner of a peer-to-peer vehicle made available for    |
| 210 | sharing to peer-to-peer vehicle drivers through a peer-to-peer   |
| 211 | vehicle-sharing program.   |
| 212 | (e) "Peer-to-peer vehicle sharing" or "sharing" means the        |
| 213 | authorized use of a peer-to-peer vehicle by an individual other  |
| 214 | than the peer-to-peer vehicle owner through a peer-to-peer       |
| 215 | vehicle-sharing program.   |
| 216 | (f) "Peer-to-peer vehicle-sharing agreement" or "agreement"      |
| 217 | means the terms and conditions applicable to a peer-to-peer      |
| 218 | vehicle owner and a peer-to-peer vehicle driver which govern the |
| 219 | use of a peer-to-peer vehicle through a peer-to-peer vehicle-    |
| 220 | sharing program.   |
| 221 | (g) "Peer-to-peer vehicle-sharing period" or "sharing            |
| 222 | period" means the period of time that commences with the peer-   |
| 223 | to-peer vehicle delivery period or, if there is no peer-to-peer  |
| 224 | vehicle delivery period, that commences with the peer-to-peer    |
| 225 | vehicle-sharing start time and in either case ends at the peer-  |
| 226 | to-peer vehicle-sharing termination time.                        |
| 227 | (h) "Peer-to-peer vehicle-sharing program" or "program"          |
| 228 | means a business platform that connects peer-to-peer vehicle     |
| 229 | owners with peer-to-peer vehicle drivers to enable the sharing   |
| 230 | of peer-to-peer vehicles for financial consideration.            |
| 231 | (i) "Peer-to-peer vehicle-sharing start time" or "start          |
| 232 | time" means the time when the peer-to-peer vehicle becomes       |

# Page 8 of 18

| 1   | 8-00531B-20 2020478  |
|-----|--|
| 233 | subject to the control of the peer-to-peer vehicle driver at or  |
| 234 | after the time the reservation of a peer-to-peer vehicle is      |
| 235 | scheduled to begin, as documented in the records of a peer-to-   |
| 236 | peer vehicle-sharing program.                                    |
| 237 | (j) "Peer-to-peer vehicle-sharing termination time" or           |
| 238 | "termination time" means the earliest of the following events:   |
| 239 | 1. The expiration of the agreed-upon period of time              |
| 240 | established for the use of a peer-to-peer vehicle according to   |
| 241 | the terms of the vehicle-sharing program agreement, if the peer- |
| 242 | to-peer vehicle is delivered to the location agreed upon in the  |
| 243 | peer-to-peer vehicle-sharing program agreement;                  |
| 244 | 2. The expiration of the time period established for use of      |
| 245 | the peer-to-peer vehicle when the peer-to-peer vehicle is        |
| 246 | returned to an alternate location agreed upon by the peer-to-    |
| 247 | peer vehicle owner and the peer-to-peer vehicle driver as        |
| 248 | communicated through a peer-to-peer vehicle-sharing program; or  |
| 249 | 3. The peer-to-peer vehicle owner or the owner's authorized      |
| 250 | designee takes possession and control of the peer-to-peer        |
| 251 | vehicle.   |
| 252 | (2) FINANCIAL RESPONSIBILITY                                     |
| 253 | (a) A peer-to-peer vehicle-sharing program shall assume the      |
| 254 | liability of a peer-to-peer vehicle owner, except as provided in |
| 255 | paragraph (b), for bodily injury or property damage to third     |
| 256 | parties or uninsured and underinsured motorist or personal       |
| 257 | injury protection losses during the peer-to-peer vehicle-sharing |
| 258 | period in an amount stated in the peer-to-peer vehicle-sharing   |
| 259 | program.   |
| 260 | (b) The assumption of liability under paragraph (a) does         |
| 261 | not apply to any peer-to-peer vehicle owner when:                |
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# Page 9 of 18

|     | 8-00531B-20 2020478  |
|-----|--|
| 262 | 1. A peer-to-peer vehicle owner makes an intentional or          |
| 263 | fraudulent material misrepresentation or omission to the peer-   |
| 264 | to-peer vehicle-sharing program before the peer-to-peer vehicle- |
| 265 | sharing period in which the loss occurred; or                    |
| 266 | 2. A peer-to-peer vehicle owner acts in concert with a           |
| 267 | peer-to-peer vehicle driver who fails to return the vehicle      |
| 268 | pursuant to the terms of the peer-to-peer vehicle-sharing        |
| 269 | program agreement.   |
| 270 | (c) The assumption of liability under paragraph (a) applies      |
| 271 | to bodily injury and property damage losses by damaged third     |
| 272 | parties as required under s. 324.021(7).                         |
| 273 | (d) A peer-to-peer vehicle-sharing program shall ensure          |
| 274 | that, during each peer-to-peer vehicle-sharing period, the peer- |
| 275 | to-peer vehicle owner and the peer-to-peer vehicle driver are    |
| 276 | insured under a motor vehicle liability insurance policy that    |
| 277 | provides insurance coverage in amounts no less than the minimum  |
| 278 | amounts provided in s. 324.021(7), and:                          |
| 279 | 1. Recognizes that the peer-to-peer vehicle insured under        |
| 280 | the policy is made available and used through a peer-to-peer     |
| 281 | vehicle-sharing program; or                                      |
| 282 | 2. Does not exclude use of a peer-to-peer vehicle by a           |
| 283 | <u>peer-to-peer vehicle driver.</u>                              |
| 284 | (e) The insurance requirement under paragraph (d) may be         |
| 285 | satisfied by motor vehicle liability insurance maintained by a   |
| 286 | peer-to-peer vehicle owner; a peer-to-peer vehicle driver; a     |
| 287 | peer-to-peer vehicle-sharing program; or by a peer-to-peer       |
| 288 | vehicle owner, a peer-to-peer vehicle driver, and a peer-to-peer |
| 289 | vehicle-sharing program.   |
| 290 | (f) The insurance maintained under paragraph (e) which           |
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# Page 10 of 18

|     | 8-00531B-20 2020478  |
|-----|--|
| 291 | satisfies the insurance requirement under paragraph (d) must be  |
| 292 | primary during each peer-to-peer vehicle-sharing period.         |
| 293 | (g) The peer-to-peer vehicle-sharing program must assume         |
| 294 | primary liability for a claim when it is providing, in whole or  |
| 295 | in part, the insurance required under paragraphs (d) and (e)     |
| 296 | and:   |
| 297 | 1. A dispute exists as to who was in control of the peer-        |
| 298 | to-peer vehicle at the time of the loss; and                     |
| 299 | 2. The peer-to-peer vehicle-sharing program does not have        |
| 300 | available, did not retain, or fails to provide the information   |
| 301 | required in paragraph (11)(c).                                   |
| 302 | (h) The peer-to-peer vehicle owner's insurer shall               |
| 303 | indemnify the peer-to-peer vehicle-sharing program to the extent |
| 304 | of the insurer's obligation, if any, under the applicable        |
| 305 | insurance policy, if it is determined that the peer-to-peer      |
| 306 | vehicle owner was in control of the peer-to-peer vehicle at the  |
| 307 | time of the loss.  |
| 308 | (i) If insurance maintained by a peer-to-peer vehicle owner      |
| 309 | or peer-to-peer vehicle driver in accordance with paragraph (e)  |
| 310 | lapses or does not provide the required coverage, insurance      |
| 311 | maintained by a peer-to-peer vehicle-sharing program shall       |
| 312 | provide the coverage required by paragraph (d) beginning with    |
| 313 | the first dollar of a claim and the insurer has the duty to      |
| 314 | defend such claim except under circumstances specified in        |
| 315 | paragraph (b).   |
| 316 | (j) Coverage under a motor vehicle insurance policy              |
| 317 | maintained by the peer-to-peer vehicle-sharing program may not   |
| 318 | be dependent on another motor vehicle insurer first denying a    |
| 319 | claim.   |
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# Page 11 of 18

|     | 8-00531B-20 2020478  |
|-----|--|
| 320 | (k) This subsection does not:                                    |
| 321 | 1. Limit the liability of the peer-to-peer vehicle-sharing       |
| 322 | program for any act or omission of the program itself which      |
| 323 | results in injury to any person as a result of the use of a      |
| 324 | peer-to-peer vehicle through the peer-to-peer vehicle-sharing    |
| 325 | program; or  |
| 326 | 2. Limit the ability of the peer-to-peer vehicle-sharing         |
| 327 | program to seek indemnification, by contract, from the peer-to-  |
| 328 | peer vehicle owner or the peer-to-peer vehicle driver for        |
| 329 | economic losses the peer-to-peer vehicle-sharing program         |
| 330 | sustains which result from a breach of the terms and conditions  |
| 331 | of the peer-to-peer vehicle-sharing program agreement.           |
| 332 | (3) NOTIFICATION OF IMPLICATIONS OF A LIENAt the time a          |
| 333 | peer-to-peer vehicle owner registers a vehicle for use through a |
| 334 | peer-to-peer vehicle-sharing program and before the owner makes  |
| 335 | the vehicle available for use through the program, the program   |
| 336 | must notify the owner that, if the vehicle has a lien against    |
| 337 | it, the use of the vehicle through the program, including use    |
| 338 | without physical damage coverage, may violate the terms of the   |
| 339 | contract with the lienholder.                                    |
| 340 | (4) EXCLUSIONS IN MOTOR VEHICLE LIABILITY INSURANCE              |
| 341 | POLICIES   |
| 342 | (a) An authorized insurer that writes motor vehicle              |
| 343 | liability insurance in this state may exclude any coverage and   |
| 344 | the duty to defend or indemnify for any claim under the peer-to- |
| 345 | peer vehicle owner's motor vehicle liability insurance policy,   |
| 346 | including, but not limited to:                                   |
| 347 | 1. Liability coverage for bodily injury and property             |
| 348 | damage;  |

# Page 12 of 18

|     | 8-00531B-20 2020478   |
|-----|---|
| 349 | 2. Personal injury protection coverage;                         |
| 350 | 3. Uninsured and underinsured motorist coverage;                |
| 351 | 4. Medical payments coverage;                                   |
| 352 | 5. Comprehensive physical damage coverage; and                  |
| 353 | 6. Collision physical damage coverage.                          |
| 354 | (b) This subsection does not invalidate or limit an             |
| 355 | exclusion contained in a motor vehicle liability insurance      |
| 356 | policy, including any insurance policy in use or approved for   |
| 357 | use which excludes coverage for motor vehicles made available   |
| 358 | for rent, hire, or for any business use, including peer-to-peer |
| 359 | vehicle sharing.  |
| 360 | (5) RECORDKEEPING   |
| 361 | (a) A peer-to-peer vehicle-sharing program must collect and     |
| 362 | verify records pertaining to the use of peer-to-peer vehicles,  |
| 363 | including, but not limited to, times used, fees paid by the     |
| 364 | peer-to-peer vehicle driver, and revenues received by the peer- |
| 365 | to-peer vehicle owner.  |
| 366 | (b) Pursuant to all applicable federal and state privacy        |
| 367 | obligations, and after receiving the informed consent of the    |
| 368 | peer-to-peer vehicle owner and the peer-to-peer vehicle driver, |
| 369 | a peer-to-peer vehicle-sharing program must provide the         |
| 370 | information collected pursuant to paragraph (a), upon request,  |
| 371 | to the owner, the owner's insurer, and the driver's insurer to  |
| 372 | facilitate a claim investigation.                               |
| 373 | (c) The program must retain the records required in this        |
| 374 | subsection for not less than 3 years.                           |
| 375 | (6) CONTRIBUTION AGAINST INDEMNIFICATIONA motor vehicle         |
| 376 | insurer that defends or indemnifies a claim arising from the    |
| 377 | operation of a peer-to-peer vehicle that is excluded under the  |

# Page 13 of 18

|     | 8-00531B-20 2020478   |
|-----|---|
| 378 | terms of its policy may seek contribution against the peer-to-  |
| 379 | peer vehicle-sharing program if the claim is made against the   |
| 380 | peer-to-peer vehicle owner or the peer-to-peer vehicle driver   |
| 381 | for loss or injury that occurs during the peer-to-peer vehicle- |
| 382 | sharing period.   |
| 383 | (7) INSURABLE INTEREST.—  |
| 384 | (a) A peer-to-peer vehicle-sharing program has an insurable     |
| 385 | interest in a vehicle during the sharing period.                |
| 386 | (b) This subsection does not impose liability on a peer-to-     |
| 387 | peer vehicle-sharing program to maintain the coverage mandated  |
| 388 | by subsection (2).  |
| 389 | (c) A peer-to-peer vehicle-sharing program may own and          |
| 390 | maintain as the named insured one or more policies of motor     |
| 391 | vehicle liability insurance which provide coverage for:         |
| 392 | 1. Liabilities assumed by the peer-to-peer vehicle-sharing      |
| 393 | program under agreement;  |
| 394 | 2. Liability of the peer-to-peer vehicle owner;                 |
| 395 | 3. Damage or loss to the vehicle; or                            |
| 396 | 4. Liability of the peer-to-peer vehicle driver.                |
| 397 | (8) CONSUMER PROTECTIONS  |
| 398 | (a) Each peer-to-peer vehicle-sharing program agreement         |
| 399 | made in this state must disclose to the peer-to-peer vehicle    |
| 400 | owner and the peer-to-peer vehicle driver:                      |
| 401 | 1. Any right of a program to seek indemnification from the      |
| 402 | owner or the driver for economic losses the program sustains    |
| 403 | which result from a breach of the terms and conditions of the   |
| 404 | agreement;  |
| 405 | 2. That a motor vehicle liability insurance policy issued       |
| 406 | to the owner for the peer-to-peer vehicle or to the driver does |

# Page 14 of 18

|     | 8-00531B-20 2020478  |
|-----|--|
| 407 | not provide defense indemnity for any claim asserted by the      |
| 408 | program;   |
| 409 | 3. That the program's financial responsibility afforded to       |
| 410 | the owner and driver is available only during the peer-to-peer   |
| 411 | vehicle-sharing period;  |
| 412 | 4. That, for any use of the peer-to-peer vehicle by the          |
| 413 | driver after the peer-to-peer vehicle-sharing termination time,  |
| 414 | the driver and owner may not have coverage;                      |
| 415 | 5. The daily rate, fees, costs, and, if applicable, any          |
| 416 | insurance or protection package costs that are charged to the    |
| 417 | owner or driver; and   |
| 418 | 6. That the peer-to-peer vehicle owner's motor vehicle           |
| 419 | liability insurance may not provide coverage for the vehicle.    |
| 420 | (b) Each peer-to-peer vehicle-sharing program agreement          |
| 421 | made in this state must disclose to the peer-to-peer vehicle     |
| 422 | driver:  |
| 423 | 1. An emergency telephone number to contact personnel            |
| 424 | capable of fielding roadside assistance requests and other       |
| 425 | customer service inquiries; and                                  |
| 426 | 2. Any conditions under which a driver must maintain a           |
| 427 | personal motor vehicle insurance policy, and any required        |
| 428 | coverage limits, on a primary basis in order to rent the peer-   |
| 429 | to-peer vehicle.   |
| 430 | (9) RESPONSIBILITY FOR EQUIPMENTThe peer-to-peer vehicle-        |
| 431 | sharing program has sole responsibility for any equipment that   |
| 432 | is put in or on the vehicle, such as a GPS system or other       |
| 433 | device, used to monitor or facilitate the sharing, and must      |
| 434 | agree to indemnify and hold harmless the owner for any damage to |
| 435 | or theft of such equipment during the sharing period which is    |
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# Page 15 of 18

|     | 8-00531B-20 2020478  |
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| 436 | not caused by the owner. The program may seek indemnity from the |
| 437 | driver for any loss or damage to such equipment which occurs     |
| 438 | during the sharing period.                                       |
| 439 | (10) AUTOMOBILE SAFETY RECALLS                                   |
| 440 | (a) At the time an owner registers a vehicle for use in the      |
| 441 | program, and before the owner makes the vehicle available for    |
| 442 | use, the peer-to-peer vehicle-sharing program must:              |
| 443 | 1. Verify that the vehicle does not have any safety recalls      |
| 444 | for which repairs have not been made; and                        |
| 445 | 2. Notify the owner of the requirements under paragraph          |
| 446 | <u>(c).</u>  |
| 447 | (b) The program must periodically, at least once in each         |
| 448 | 72-hour period, verify that any vehicle available for use        |
| 449 | through the program is not subject to an open safety recall for  |
| 450 | which repairs have not been made.                                |
| 451 | (c) If the peer-to-peer vehicle owner has received notice        |
| 452 | of a safety recall on the vehicle, he or she may not make the    |
| 453 | vehicle available for use through a peer-to-peer vehicle-sharing |
| 454 | program until the safety recall repair has been made. Upon       |
| 455 | receiving notice of a safety recall on the vehicle when it is    |
| 456 | available for use through the program, the owner shall remove    |
| 457 | the vehicle from availability as soon as practicable, but in no  |
| 458 | case more than 48 hours after receiving the notice of the safety |
| 459 | recall, and until the safety recall repair has been made. Upon   |
| 460 | receiving notice of a safety recall on the vehicle, and in no    |
| 461 | case more than 48 hours after such receipt, when such vehicle is |
| 462 | in the possession of the driver, the owner must notify the       |
| 463 | program of the safety recall so that the program may notify the  |
| 464 | driver and the vehicle can be removed from use until the owner   |

# Page 16 of 18

|     | 8-00531B-20 2020478  |
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| 465 | effects the necessary safety recall repair.                      |
| 466 | (11) DRIVER LICENSE VERIFICATION AND RETENTION                   |
| 467 | (a) A peer-to-peer vehicle-sharing program may not enter         |
| 468 | into a peer-to-peer vehicle-sharing program agreement with a     |
| 469 | driver unless the driver who will operate the peer-to-peer       |
| 470 | vehicle:   |
| 471 | 1. Holds an unexpired driver license in this state which         |
| 472 | authorizes the driver to operate vehicles of the class of the    |
| 473 | peer-to-peer vehicle; or   |
| 474 | 2. Is a nonresident who:   |
| 475 | a. Has an unexpired driver license issued by the state or        |
| 476 | country of the driver's residence which authorizes the driver in |
| 477 | that state or country to drive vehicles of the class of the      |
| 478 | peer-to-peer vehicle; and  |
| 479 | b. Is at least the same age as that required of a resident       |
| 480 | to drive.  |
| 481 | (b) A peer-to-peer vehicle-sharing program may not rent a        |
| 482 | motor vehicle to another until the driver license of the peer-   |
| 483 | to-peer vehicle driver has been inspected and the program has    |
| 484 | verified that the driver license is unexpired.                   |
| 485 | (c) A peer-to-peer vehicle-sharing program must keep a           |
| 486 | record of:   |
| 487 | 1. The registration number of the peer-to-peer vehicle;          |
| 488 | 2. The name and address of the peer-to-peer vehicle driver;      |
| 489 | 3. The driver license number of the peer-to-peer vehicle         |
| 490 | driver and the place where the license was issued; and           |
| 491 | 4. Each other person, if any, who will operate the peer-to-      |
| 492 | peer vehicle.  |
| 493 | (d) Such record must be open to inspection by any police         |
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# Page 17 of 18

|     | 8-00531B-20 2020478_   |
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| 494 | officer, or officer or employee of the Department of Law         |
| 495 | Enforcement.   |
| 496 | (e) If a peer-to-peer vehicle-sharing program rents a peer-      |
| 497 | to-peer vehicle to a driver through digital, electronic, or      |
| 498 | other means that allow the driver to obtain possession of the    |
| 499 | vehicle without direct contact with an agent, an employee of the |
| 500 | peer-to-peer vehicle-sharing program, or the vehicle owner, or   |
| 501 | if the driver does not execute a peer-to-peer vehicle-sharing    |
| 502 | program agreement at the time he or she takes possession of the  |
| 503 | vehicle, the peer-to-peer vehicle-sharing program is deemed to   |
| 504 | have met all requirements of paragraphs (a) and (b) when the     |
| 505 | program, at the time the driver enrolls in a membership program, |
| 506 | master agreement, or other means of establishing use of the      |
| 507 | program's services, or any time thereafter, requires the driver  |
| 508 | to verify that he or she is duly licensed and that the license   |
| 509 | is unexpired.  |
| 510 | Section 3. This act shall take effect July 1, 2020.              |
|     |  |