By the Committee on Banking and Insurance; and Senator Perry

597-03307-21 2021566c1 1 A bill to be entitled 2 An act relating to motor vehicle rentals; amending s. 3 212.05, F.S.; specifying the applicable sales tax rate 4 on motor vehicle leases and rentals by motor vehicle 5 rental companies and peer-to-peer car-sharing 6 programs; amending s. 212.0606, F.S.; defining terms; 7 specifying the applicable surcharge on motor vehicle 8 leases and rentals by motor vehicle rental companies 9 and peer-to-peer car-sharing programs; specifying 10 applicability of the surcharge; requiring motor 11 vehicle rental companies and peer-to-peer car-sharing 12 programs to collect specified surcharges; creating s. 13 627.7483, F.S.; defining terms; specifying motor vehicle insurance requirements for peer-to-peer car-14 15 sharing programs; providing that peer-to-peer car-16 sharing programs have an insurable interest in shared 17 vehicles during specified periods; providing 18 construction; authorizing peer-to-peer car-sharing 19 programs to own and maintain certain motor vehicle 20 insurance policies; requiring peer-to-peer car-sharing 21 programs to assume certain liability; providing 22 exceptions; providing for the assumption of primary 23 liability for claims when certain disputes exist; 24 requiring shared vehicle owners' insurers to indemnify 25 peer-to-peer car-sharing programs under certain circumstances; providing exemptions from vicarious 2.6 27 liabilities for peer-to-peer car-sharing programs and 28 shared vehicle owners; authorizing motor vehicle 29 insurers to exclude specified coverages under certain

Page 1 of 21

	597-03307-21 2021566c1
30	circumstances; providing construction related to
31	exclusions; authorizing specified insurers to seek
32	recovery against motor vehicle insurers of peer-to-
33	peer car-sharing programs under certain circumstances;
34	requiring peer-to-peer car-sharing programs to provide
35	certain information to shared vehicle owners regarding
36	liens; specifying recordkeeping, record retention, and
37	record-sharing requirements for peer-to-peer car-
38	sharing programs; specifying disclosure requirements
39	for peer-to-peer car-sharing program agreements;
40	specifying driver license verification and data
41	retention requirements for peer-to-peer car-sharing
42	programs; providing that peer-to-peer car-sharing
43	programs have sole responsibility for certain
44	equipment in or on a shared vehicle; providing for
45	indemnification regarding such equipment; specifying
46	requirements for peer-to-peer car-sharing programs
47	relating to safety recalls on a shared vehicle;
48	providing construction; providing an effective date.
49	
50	Be It Enacted by the Legislature of the State of Florida:
51	
52	Section 1. Paragraph (c) of subsection (1) of section
53	212.05, Florida Statutes, is amended to read:
54	212.05 Sales, storage, use tax.—It is hereby declared to be
55	the legislative intent that every person is exercising a taxable
56	privilege who engages in the business of selling tangible
57	personal property at retail in this state, including the
58	business of making mail order sales, or who rents or furnishes
I	

Page 2 of 21

ĺ	597-03307-21 2021566c1
59	any of the things or services taxable under this chapter, or who
60	stores for use or consumption in this state any item or article
61	of tangible personal property as defined herein and who leases
62	or rents such property within the state.
63	(1) For the exercise of such privilege, a tax is levied on
64	each taxable transaction or incident, which tax is due and
65	payable as follows:
66	(c) At the rate of 6 percent of the gross proceeds derived
67	from the lease or rental of tangible personal property, as
68	defined herein; however, the following special provisions apply
69	to the lease or rental of motor vehicles <u>and to peer-to-peer</u>
70	car-sharing programs:
71	1. When a motor vehicle is leased or rented by a motor
72	vehicle rental company or through a peer-to-peer car-sharing
73	program as those terms are defined in s. 212.0606(1) for a
74	period of less than 12 months:
75	a. If the motor vehicle is rented in Florida, the entire
76	amount of such rental is taxable, even if the vehicle is dropped
77	off in another state.
78	b. If the motor vehicle is rented in another state and
79	dropped off in Florida, the rental is exempt from Florida tax.
80	2. Except as provided in subparagraph 3., for the lease or
81	rental of a motor vehicle for a period of not less than 12
82	months, sales tax is due on the lease or rental payments if the
83	vehicle is registered in this state; provided, however, that no
84	tax shall be due if the taxpayer documents use of the motor
85	vehicle outside this state and tax is being paid on the lease or
86	rental payments in another state.
87	3. The tax imposed by this chapter does not apply to the

Page 3 of 21

	597-03307-21 2021566c1
88	lease or rental of a commercial motor vehicle as defined in s.
89	316.003(13)(a) to one lessee or rentee for a period of not less
90	than 12 months when tax was paid on the purchase price of such
91	vehicle by the lessor. To the extent tax was paid with respect
92	to the purchase of such vehicle in another state, territory of
93	the United States, or the District of Columbia, the Florida tax
94	payable shall be reduced in accordance with the provisions of s.
95	212.06(7). This subparagraph shall only be available when the
96	lease or rental of such property is an established business or
97	part of an established business or the same is incidental or
98	germane to such business.
99	Section 2. Section 212.0606, Florida Statutes, is amended
100	to read:
101	212.0606 Rental car surcharge.—
102	(1) As used in this section, the term:
103	(a) "Car-sharing service" means a membership-based
104	organization or business, or division thereof, which requires
105	the payment of an application fee or a membership fee and
106	provides member access to motor vehicles:
107	1. Only at locations that are not staffed by car-sharing
108	service personnel employed solely for the purpose of interacting
109	with car-sharing service members;
110	2. Twenty-four hours per day, 7 days per week;
111	3. Only through automated means, including, but not limited
112	to, a smartphone application or an electronic membership card;
113	4. On an hourly basis or for a shorter increment of time;
114	5. Without a separate fee for refueling the motor vehicle;
115	6. Without a separate fee for minimum financial
116	responsibility liability insurance; and

Page 4 of 21

597-03307-21 2021566c1 117 7. Owned or controlled by the car-sharing service or its 118 affiliates. (b) "Motor vehicle rental company" means an entity that is 119 120 in the business of providing, for financial consideration, motor 121 vehicles to the public under a rental agreement. 122 (c) "Peer-to-peer car-sharing program" has the same meaning 123 as in s. 627.7483(1). 124 (2) Except as provided in subsections (3), (4), and (5) 125 subsection (2), a surcharge of \$2 per day or any part of a day 126 is imposed upon the lease or rental by a motor vehicle rental 127 company of a motor vehicle that is licensed for hire and 128 designed to carry fewer than nine passengers, regardless of 129 whether the motor vehicle is licensed in this state, for 130 financial consideration and without transfer of the title of the motor vehicle. The surcharge is imposed regardless of whether 131 132 the lease or rental occurs in person or through digital means. 133 The surcharge applies to only the first 30 days of the term of a 134 lease or rental and must be collected by the motor vehicle 135 rental company. The surcharge is subject to all applicable taxes 136 imposed by this chapter. 137 (3) A surcharge of \$1 per day or any part of a day is 138 imposed upon each peer-to-peer car-sharing program agreement 139 involving a shared vehicle that is registered in this state and 140 designed to carry fewer than nine passengers for financial consideration and without transfer of the title of the shared 141 vehicle. If the duration of the car-sharing period for a peer-142 143 to-peer car-sharing program agreement subject to the surcharge 144 established pursuant to this section is less than 24 hours, the 145 applicable surcharge will be \$1 per usage. The surcharge applies

Page 5 of 21

597-03307-21 2021566c1 146 to the first 30 days only of a car-sharing period for any peer-147 to-peer car-sharing program agreement to which the surcharge 148 applies and must be collected by the peer-to-peer car-sharing 149 program. The surcharge is subject to all applicable taxes 150 imposed by this chapter. 151 (4) A surcharge of \$1 per usage is imposed upon the lease 152 or rental for less than 24 hours by a motor vehicle rental company of a motor vehicle that is licensed for hire and 153 154 designed to carry fewer than nine passengers, regardless of 155 whether the motor vehicle is licensed in this state, for financial consideration and without transfer of the title of the 156 157 motor vehicle. The surcharge is imposed regardless of whether 158 the lease or rental occurs in person or through digital means. 159 The surcharge is subject to all applicable taxes imposed by this 160 chapter. 161 (5) (2) A member of a car-sharing service who uses a motor 162 vehicle as described in subsection (2) (1) for less than 24 163 hours pursuant to an agreement with the car-sharing service 164 shall pay a surcharge of \$1 per usage. A member of a car-sharing

165 service who uses the same motor vehicle for 24 hours or more 166 shall pay a surcharge of \$2 per day or any part of a day as 167 provided in subsection (2) (1). The car-sharing service shall 168 collect the surcharge For purposes of this subsection, the term "car-sharing service" means a membership-based organization or 169 170 business, or division thereof, which requires the payment of an 171 application or membership fee and provides member access to 172 motor vehicles:

173 (a) Only at locations that are not staffed by car-sharing
174 service personnel employed solely for the purpose of interacting

Page 6 of 21

597-03307-21 2021566c1 175 with car-sharing service members; 176 (b) Twenty-four hours per day, 7 days per week; 177 (c) Only through automated means, including, but not 178 limited to, smartphone applications or electronic membership 179 cards; 180 (d) On an hourly basis or for a shorter increment of time; 181 (c) Without a separate fee for refueling the motor vehicle; 182 (f) Without a separate fee for minimum financial responsibility liability insurance; and 183 184 (g) Owned or controlled by the car-sharing service or its 185 affiliates. 186

187 The surcharge imposed under this subsection does not apply to 188 the lease, rental, or use of a motor vehicle from a location 189 owned, operated, or leased by or for the benefit of an airport 190 or airport authority.

191 (6) (a) (3) (a) Notwithstanding s. 212.20, and less the costs 192 of administration, 80 percent of the proceeds of this surcharge 193 shall be deposited in the State Transportation Trust Fund, 15.75 194 percent of the proceeds of this surcharge shall be deposited in 195 the Tourism Promotional Trust Fund created in s. 288.122, and 196 4.25 percent of the proceeds of this surcharge shall be 197 deposited in the Florida International Trade and Promotion Trust 198 Fund. For the purposes of this subsection, the term "proceeds of 199 this surcharge" of the surcharge means all funds collected and 200 received by the department under this section, including 201 interest and penalties on delinquent surcharges. The department 202 shall provide the Department of Transportation rental car 203 surcharge revenue information for the previous state fiscal year

Page 7 of 21

597-03307-21 2021566c1 204 by September 1 of each year. 205 (b) Notwithstanding any other provision of law, the 206 proceeds deposited in the State Transportation Trust Fund shall 207 be allocated on an annual basis in the Department of 208 Transportation's work program to each department district, 209 except the Turnpike District. The amount allocated to each 210 district shall be based on the amount of proceeds attributed to 211 the counties within each respective district.

212 <u>(7) (a) (4)</u> Except as provided in this section, the 213 department shall administer, collect, and enforce the <u>surcharges</u> 214 surcharge as provided in this chapter.

215 (b) (a) The department shall require a dealer or peer-to-216 peer car-sharing program dealers to report surcharge collections 217 according to the county to which the surcharge was attributed. 218 For purposes of this section, the surcharge shall be attributed to the county in which where the rental agreement was entered 219 220 into, except that, for peer-to-peer car-sharing, the surcharge 221 shall be attributable to the county corresponding to the 222 location of the motor vehicle at the car-sharing start time.

223 (c) (b) A dealer or peer-to-peer car-sharing program that 224 collects a Dealers who collect the rental car surcharge pursuant 225 to this section shall report to the department all surcharge 226 revenues attributed to the county where the rental agreement was 227 entered into on a timely filed return for each required 228 reporting period; except that, in the case of peer-to-peer car-229 sharing, the peer-to-peer car-sharing program shall report the 230 applicable surcharge revenue attributed to the county 231 corresponding to the location of the motor vehicle at the car 232 sharing start time. The provisions of this chapter which apply

Page 8 of 21

	597-03307-21 2021566c1
233	to interest and penalties on delinquent taxes apply to the
234	surcharge. The surcharge shall not be included in the
235	calculation of estimated taxes pursuant to s. 212.11. The
236	dealer's credit provided in s. 212.12 does not apply to any
237	amount collected under this section.
238	<u>(8)</u> The surcharge imposed by this section does not apply
239	to a motor vehicle <u>or a shared vehicle</u> provided at no charge to
240	a person whose motor vehicle is being repaired, adjusted, or
241	serviced by the entity providing the replacement motor vehicle.
242	Section 3. Section 627.7483, Florida Statutes, is created
243	to read:
244	627.7483 Peer-to-peer car sharing; insurance requirements
245	(1) DEFINITIONSAs used in this section, the term:
246	(a) "Car-sharing delivery period" means the period of time
247	during which a shared vehicle is being delivered to the location
248	of the car-sharing start time, if applicable, as documented by
249	the governing peer-to-peer car-sharing program agreement.
250	(b) "Car-sharing period" means the period of time that
251	commences either at the car-sharing delivery period or, if there
252	is no car-sharing delivery period, at the car-sharing start time
253	and that ends at the car-sharing termination time.
254	(c) "Car-sharing start time" means the time when the shared
255	vehicle is under the control of the shared vehicle driver, which
256	time occurs at or after the time the reservation of the shared
257	vehicle is scheduled to begin, as documented in the records of a
258	peer-to-peer car-sharing program.
259	(d) "Car-sharing termination time" means the earliest of
260	the following events:
261	1. The expiration of the agreed-upon period of time
	Page 9 of 21

597-03307-21 2021566c1 established for the use of a shared vehicle according to the 262 263 terms of the peer-to-peer car-sharing program agreement if the 264 shared vehicle is delivered to the location agreed upon in the 265 peer-to-peer car-sharing program agreement; 266 2. The time the shared vehicle is returned to a location as 267 alternatively agreed upon by the shared vehicle owner and shared 268 vehicle driver, as communicated through a peer-to-peer car-269 sharing program, which alternatively agreed-upon location must 270 be incorporated into the peer-to-peer car-sharing program 271 agreement; or 272 3. The time the shared vehicle owner takes possession and 273 control of the shared vehicle. 274 (e) "Peer-to-peer car sharing" or "car sharing" means the authorized use of a motor vehicle by an individual other than 275 276 the vehicle's owner through a peer-to-peer car-sharing program. 277 For the purposes of this section, the term does not include the 278 renting of a motor vehicle through a rental car company, the use 279 of a for-hire vehicle as defined in s. 320.01(15), ridesharing 280 as defined in s. 341.031(9), a carpool as defined in s. 281 450.28(3), or the use of a motor vehicle under an agreement for 282 a car-sharing service as defined in s. 212.0606(1). 283 (f) "Peer-to-peer car-sharing program" means a business 284 platform that enables peer-to-peer car sharing by connecting 285 motor vehicle owners with drivers for financial consideration. 286 For the purposes of this section, the term does not include a 287 rental car company, a car-sharing service as defined in s. 288 212.0606(1), a taxicab association, the owner of a for-hire 289 vehicle as defined in s. 320.01(15), or a service provider that 290 is solely providing hardware or software as a service to a

Page 10 of 21

	597-03307-21 2021566c1
291	person or an entity that is not effectuating payment of
292	financial consideration for use of a shared vehicle.
293	(g) "Peer-to-peer car-sharing program agreement" means the
294	terms and conditions established by the peer-to-peer car-sharing
295	program which are applicable to a shared vehicle owner and a
296	shared vehicle driver and which govern the use of a shared
297	vehicle through a peer-to-peer car-sharing program. For the
298	purposes of this section, the term does not include a rental
299	agreement or an agreement for a for-hire vehicle as defined in
300	s. 320.01(15) or for a car-sharing service as defined in s.
301	<u>212.0606(1).</u>
302	(h) "Shared vehicle" means a motor vehicle that is
303	available for sharing through a peer-to-peer car-sharing
304	program. For the purposes of this section, the term does not
305	include a rental car, a for-hire vehicle as defined in s.
306	320.01(15), or a motor vehicle used for ridesharing as defined
307	in s. 341.031(9), for a carpool as defined in s. 450.28(3), or
308	for a car-sharing service as defined in s. 212.0606(1).
309	(i) "Shared vehicle driver" means an individual who has
310	been authorized by the shared vehicle owner to drive the shared
311	vehicle under the peer-to-peer car-sharing program agreement.
312	(j) "Shared vehicle owner" means the registered owner, or a
313	natural person or an entity designated by the registered owner,
314	of a motor vehicle made available for sharing to shared vehicle
315	drivers through a peer-to-peer car-sharing program. For the
316	purposes of this section, the term does not include an owner of
317	a for-hire vehicle as defined in s. 320.01(15).
318	(2) INSURANCE COVERAGE REQUIREMENTS
319	(a)1. A peer-to-peer car-sharing program shall ensure that,

Page 11 of 21

597-03307-21 2021566c1 320 during each car-sharing period, the shared vehicle owner and the 321 shared vehicle driver are insured under a motor vehicle 322 insurance policy that provides all of the following: 323 a. Property damage liability coverage that meets the 324 minimum coverage amounts required under s. 324.022. 325 b. Bodily injury liability coverage limits as described in 326 s. 324.021(7)(a) and (b). 327 c. Personal injury protection benefits that meet the 328 minimum coverage amounts required under s. 627.736. 329 d. Uninsured and underinsured vehicle coverage as required 330 under s. 627.727. 331 2. The peer-to-peer car-sharing program shall also ensure 332 that the motor vehicle insurance policy under subparagraph 1.: 333 a. Recognizes that the shared vehicle insured under the 334 policy is made available and used through a peer-to-peer car-335 sharing program; or 336 b. Does not exclude the use of a shared vehicle by a shared 337 vehicle driver. 338 (b)1. The insurance described under paragraph (a) may be 339 satisfied by a motor vehicle insurance policy maintained by: 340 a. A shared vehicle owner; 341 b. A shared vehicle driver; 342 c. A peer-to-peer car-sharing program; or 343 d. A combination of a shared vehicle owner, a shared vehicle driver, and a peer-to-peer car-sharing program. 344 345 2. The insurance policy maintained in subparagraph 1. which 346 satisfies the insurance requirements under paragraph (a) is 347 primary during each car-sharing period. If a claim occurs during

348 the car-sharing period in another state with minimum financial

Page 12 of 21

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

CS for SB 566

597-03307-21 2021566c1 349 responsibility limits higher than those limits required under 350 chapter 324, the coverage maintained under paragraph (a) satisfies the difference in minimum coverage amounts up to the 351 352 applicable policy limits. 353 3.a. If the insurance maintained by a shared vehicle owner 354 or shared vehicle driver in accordance with subparagraph 1. has 355 lapsed or does not provide the coverage required under paragraph 356 (a), the insurance maintained by the peer-to-peer car-sharing 357 program must provide the coverage required under paragraph (a), beginning with the first dollar of a claim, and must defend such 358 359 claim, except under circumstances as set forth in subparagraph 360 (3)(a)2. 361 b. Coverage under a motor vehicle insurance policy 362 maintained by the peer-to-peer car-sharing program must not be 363 dependent on another motor vehicle insurer first denying a 364 claim, and another motor vehicle insurance policy is not 365 required to first deny a claim. 366 c. Notwithstanding any other law, statute, rule, or 367 regulation to the contrary, a peer-to-peer car-sharing program 368 has an insurable interest in a shared vehicle during the car-369 sharing period. This sub-subparagraph does not create liability 370 for a peer-to-peer car-sharing program for maintaining the 371 coverage required under paragraph (a) and under this paragraph, 372 if applicable. 373 d. A peer-to-peer car-sharing program may own and maintain 374 as the named insured one or more policies of motor vehicle 375 insurance which provide coverage for: 376 (I) Liabilities assumed by the peer-to-peer car-sharing 377 program under a peer-to-peer car-sharing program agreement;

Page 13 of 21

	597-03307-21 2021566c1
378	(II) Liability of the shared vehicle owner;
379	(III) Liability of the shared vehicle driver;
380	(IV) Damage or loss to the shared motor vehicle; or
381	(V) Damage, loss, or injury to persons or property to
382	satisfy the personal injury protection and uninsured and
383	underinsured motorist coverage requirements of this section.
384	e. Insurance required under paragraph (a), when maintained
385	by a peer-to-peer car-sharing program, may be provided by an
386	insurer authorized to do business in this state which is a
387	member of the Florida Insurance Guaranty Association or an
388	eligible surplus lines insurer that has a superior, excellent,
389	exceptional, or equivalent financial strength rating by a rating
390	agency acceptable to the office. A peer-to-peer car-sharing
391	program is not transacting in insurance when it maintains the
392	insurance required under this section.
393	(3) LIABILITIES AND INSURANCE EXCLUSIONS
394	(a) Liability
395	1. A peer-to-peer car-sharing program shall assume
396	liability, except as provided in subparagraph 2., of a shared
397	vehicle owner for bodily injury or property damage to third
398	parties or uninsured and underinsured motorist or personal
399	injury protection losses during the car-sharing period in an
400	amount stated in the peer-to-peer car-sharing program agreement,
401	which amount may not be less than those set forth in ss.
402	324.021(7)(a) and (b), 324.022, 627.727, and 627.736,
403	respectively.
404	2. The assumption of liability under subparagraph 1. does
405	not apply if a shared vehicle owner:
406	a. Makes an intentional or fraudulent material

Page 14 of 21

597-03307-21 2021566c1 407 misrepresentation or omission to the peer-to-peer car-sharing 408 program before the car-sharing period in which the loss occurs; 409 or 410 b. Acts in concert with a shared vehicle driver who fails 411 to return the shared vehicle pursuant to the terms of the peer-412 to-peer car-sharing program agreement. 413 3. The insurer, insurers, or peer-to-peer car-sharing 414 program providing coverage under paragraph (2) (a) shall assume 415 primary liability for a claim when: 416 a. A dispute exists over who was in control of the shared 417 motor vehicle at the time of the loss, and the peer-to-peer car-418 sharing program does not have available, did not retain, or 419 fails to provide the information required under subsection (5); 420 or 421 b. A dispute exists over whether the shared vehicle was 422 returned to the alternatively agreed-upon location as required 423 under subparagraph (1) (d) 2. 424 (b) Vicarious liability.-A peer-to-peer car-sharing program 425 and a shared vehicle owner are exempt from vicarious liability 426 consistent with 49 U.S.C. s. 30106 (2005) under any state or 427 local law that imposes liability solely based on vehicle 428 ownership. 429 (c) Exclusions in motor vehicle insurance policies.-An 430 authorized insurer that writes motor vehicle liability insurance 431 in this state may exclude any coverage and the duty to defend or indemnify for any claim under a shared vehicle owner's motor 432 433 vehicle insurance policy, including, but not limited to: 434 1. Liability coverage for bodily injury and property 435 damage;

Page 15 of 21

	597-03307-21 2021566c1
436	2. Personal injury protection coverage;
437	3. Uninsured and underinsured motorist coverage;
438	4. Medical payments coverage;
439	5. Comprehensive physical damage coverage; and
440	6. Collision physical damage coverage.
441	
442	This paragraph does not invalidate or limit any exclusion
443	contained in a motor vehicle insurance policy, including any
444	insurance policy in use or approved for use which excludes
445	coverage for motor vehicles made available for rent, sharing, or
446	hire or for any business use. This paragraph does not
447	invalidate, limit, or restrict an insurer's ability under
448	existing law to underwrite, cancel, or nonrenew any insurance
449	policy.
450	(d) Contribution against indemnificationA shared vehicle
451	owner's motor vehicle insurer that defends or indemnifies a
452	claim against a shared vehicle which is excluded under the terms
453	of its policy has the right to seek recovery against the motor
454	vehicle insurer of the peer-to-peer car-sharing program if the
455	<u>claim is:</u>
456	1. Made against the shared vehicle owner or the shared
457	vehicle driver for loss or injury that occurs during the car-
458	sharing period; and
459	2. Excluded under the terms of its policy.
460	(4) NOTIFICATION OF IMPLICATIONS OF LIENAt the time a
461	motor vehicle owner registers as a shared vehicle owner on a
462	peer-to-peer car-sharing program and before the shared vehicle
463	owner may make a shared vehicle available for car sharing on the
464	peer-to-peer car-sharing program, the peer-to-peer car-sharing

Page 16 of 21

597-03307-21 2021566c1 465 program must notify the shared vehicle owner that, if the shared 466 vehicle has a lien against it, the use of the shared vehicle 467 through a peer-to-peer car-sharing program, including the use 468 without physical damage coverage, may violate the terms of the 469 contract with the lienholder. 470 (5) RECORDKEEPING.-A peer-to-peer car-sharing program 471 shall: 472 (a) Collect and verify records pertaining to the use of a 473 shared vehicle, including, but not limited to, the times used, 474 car-sharing period pick up and drop off locations, and revenues 475 received by the shared vehicle owner; 476 (b) Retain the records in paragraph (a) for a time period 477 not less than the applicable personal injury statute of 478 limitations; and 479 (c) Provide the information contained in the records in 480 paragraph (a) upon request to the shared vehicle owner, the 481 shared vehicle owner's insurer, or the shared vehicle driver's 482 insurer to facilitate a claim coverage investigation, 483 settlement, negotiation, or litigation. 484 (6) CONSUMER PROTECTIONS.-485 (a) Disclosures.-Each peer-to-peer car-sharing program 486 agreement made in this state must disclose to the shared vehicle 487 owner and the shared vehicle driver: 488 1. Any right of the peer-to-peer car-sharing program to 489 seek indemnification from the shared vehicle owner or the shared 490 vehicle driver for economic loss resulting from a breach of the 491 terms and conditions of the peer-to-peer car-sharing program 492 agreement. 493 2. That a motor vehicle insurance policy issued to the

Page 17 of 21

	597-03307-21 2021566c1
494	shared vehicle owner for the shared vehicle or to the shared
495	vehicle driver does not provide a defense or indemnification for
496	any claim asserted by the peer-to-peer car-sharing program.
497	3. That the peer-to-peer car-sharing program's insurance
498	coverage on the shared vehicle owner and the shared vehicle
499	driver is in effect only during each car-sharing period and
500	that, for any use of the shared vehicle by the shared vehicle
501	driver after the car-sharing termination time, the shared
502	vehicle driver and the shared vehicle owner may not have
503	insurance coverage.
504	4. The daily rate and, if applicable, any insurance or
505	protection package costs that are charged to the shared vehicle
506	owner or the shared vehicle driver.
507	5. That the shared vehicle owner's motor vehicle liability
508	insurance may exclude coverage for a shared vehicle.
509	6. An emergency telephone number of the personnel capable
510	of fielding calls for roadside assistance and other customer
511	service inquiries.
512	7. Any conditions under which a shared vehicle driver must
513	maintain a personal motor vehicle insurance policy with certain
514	applicable coverage limits on a primary basis in order to book a
515	shared vehicle.
516	(b) Driver license verification and data retention
517	1. A peer-to-peer car-sharing program may not enter into a
518	peer-to-peer car-sharing program agreement with a driver unless
519	the driver:
520	a. Holds a driver license issued under chapter 322 which
521	authorizes the driver to drive vehicles of the class of the
522	shared vehicle;

Page 18 of 21

	597-03307-21 2021566c1
523	b. Is a nonresident who:
524	(I) Holds a driver license issued by the state or country
525	of the driver's residence which authorizes the driver in that
526	state or country to drive vehicles of the class of the shared
527	vehicle; and
528	(II) Is at least the same age as that required of a
529	resident to drive; or
530	c. Is otherwise specifically authorized by the Department
531	of Highway Safety and Motor Vehicles to drive vehicles of the
532	class of the shared vehicle.
533	2. A peer-to-peer car-sharing program shall keep a record
534	<u>of:</u>
535	a. The name and address of the shared vehicle driver;
536	b. The driver license number of the shared vehicle driver
537	and each other person, if any, who will operate the shared
538	vehicle; and
539	c. The place of issuance of the driver license.
540	(c) Responsibility for equipment.—A peer-to-peer car-
541	sharing program has sole responsibility for any equipment that
542	is put in or on the shared vehicle to monitor or facilitate the
543	peer-to-peer car-sharing transaction, including a GPS system.
544	The peer-to-peer car-sharing program shall indemnify and hold
545	harmless the shared vehicle owner for any damage to or theft of
546	such equipment during the car-sharing period which is not caused
547	by the shared vehicle owner. The peer-to-peer car-sharing
548	program may seek indemnity from the shared vehicle driver for
549	any damage to or loss of such equipment which occurs during the
550	car-sharing period.
551	(d) Motor vehicle safety recalls.—At the time a motor

Page 19 of 21

597-03307-21 2021566c1 552 vehicle owner registers as a shared vehicle owner on a peer-to-553 peer car-sharing program and before the shared vehicle owner may 554 make a shared vehicle available for car sharing on the peer-to-555 peer car-sharing program, the peer-to-peer car-sharing program 556 must: 557 1. Verify that the shared vehicle does not have any safety 558 recalls on the vehicle for which the repairs have not been made; 559 and 560 2. Notify the shared vehicle owner that if the shared 561 vehicle owner: 562 a. Has received an actual notice of a safety recall on the 563 vehicle, he or she may not make a vehicle available as a shared 564 vehicle on the peer-to-peer car-sharing program until the safety 565 recall repair has been made. 566 b. Receives an actual notice of a safety recall on a shared 567 vehicle while the shared vehicle is made available on the peer-568 to-peer car-sharing program, he or she shall remove the shared vehicle as available on the peer-to-peer car-sharing program as 569 570 soon as practicably possible after receiving the notice of the 571 safety recall and until the safety recall repair has been made. 572 c. Receives an actual notice of a safety recall while the 573 shared vehicle is in the possession of a shared vehicle driver, 574 he or she shall notify the peer-to-peer car-sharing program 575 about the safety recall as soon as practicably possible after 576 receiving the notice of the safety recall, so that he or she may 577 address the safety recall repair. 578 (7) CONSTRUCTION.-This section does not limit: 579 (a) The liability of a peer-to-peer car-sharing program for 580 any act or omission of the peer-to-peer car-sharing program

Page 20 of 21

	597-03307-21 2021566c1
581	which results in the bodily injury of a person as a result of
582	the use of a shared vehicle through peer-to-peer car sharing; or
583	(b) The ability of a peer-to-peer car-sharing program to
584	seek, by contract, indemnification from the shared vehicle owner
585	or the shared vehicle driver for economic loss resulting from a
586	breach of the terms and conditions of the peer-to-peer car-
587	sharing program agreement.
588	Section 4. This act shall take effect January 1, 2022.

Page 21 of 21