To: Transportation

By: Representative Busby

HOUSE BILL NO. 1075

- AN ACT TO BRING FORWARD SECTIONS 77-8-1 THROUGH SECTION 1 77-8-39, MISSISSIPPI CODE OF 1972, WHICH REGULATE TRANSPORTATION 2 3 NETWORK COMPANIES, FOR PURPOSES OF POSSIBLE AMENDMENT; AND FOR RELATED PURPOSES.
- 5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI:
- SECTION 1. Section 77-8-1, Mississippi Code of 1972, is 6
- 7 brought forward as follows:
- 77-8-1. As used in this chapter: 8
- (a) "Personal vehicle" means a vehicle that is used by 9
- 10 a transportation network company driver and is:
- 11 (i) Owned, leased or otherwise authorized for use
- 12 by the transportation network company driver; and
- (ii) Not a common carrier by motor vehicle, 13
- 14 contract carrier by motor vehicle, or restricted motor carrier
- under Chapter 7, Title 77, Mississippi Code of 1972. 15
- (b) "Commissioner" means the Commissioner of Insurance. 16
- 17 (c) "Department" means the Mississippi Department of
- 18 Insurance.

19	(d) "Digital network" means any online-enabled
20	technology application service, website or system offered or
21	utilized by a transportation network company that enables the
22	prearrangement of rides with transportation network company

23 drivers.

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- 24 (e) "Transportation network company" means a corporation, partnership, sole proprietorship, or other entity 25 26 that is licensed under this chapter and operating in Mississippi 27 that uses a digital network to connect transportation network 28 company riders to transportation network company drivers who 29 provide prearranged rides. A transportation network company shall 30 not be deemed to control, direct or manage the personal vehicles 31 or transportation network company drivers that connect to its
- 33 (f) "Transportation network company driver" or "driver" 34 means an individual who:

digital network, except where agreed to by written contract.

- 35 (i) Receives connections to potential passengers
 36 and related services from a transportation network company in
 37 exchange for payment of a fee to the transportation network
 38 company; and
- (ii) Uses a personal vehicle to offer or provide a
 prearranged ride to riders upon connection through a digital
 network controlled by a transportation network company in return
 for compensation or payment of a fee.

- (g) "Transportation network company rider" or "rider"

 44 means an individual or persons who use a transportation network

 45 company's digital network to connect with a transportation network

 46 driver who provides prearranged rides to the rider in the driver's
- 47 personal vehicle between points chosen by the rider.
- 48 (h) "Prearranged ride" means the provision of
- 49 transportation by a driver to a rider, beginning when a driver
- 50 accepts a ride requested by a rider through a digital network
- 51 controlled by a transportation network company, continuing while
- 52 the driver transports a requesting rider, and ending when the last
- 53 requesting rider departs from the personal vehicle. A prearranged
- 54 ride does not include transportation provided using a common
- 55 carrier by motor vehicle, contract carrier by motor vehicle, or
- 56 restricted motor carrier under Chapter 7, Title 77, Mississippi
- 57 Code of 1972. A prearranged ride does not include shared expense
- 58 carpool arrangements or vanpooling as defined in Section 77-7-7,
- 59 or any other type of arrangement or service in which the driver
- 60 receives a fee that does not exceed the driver's costs associated
- 61 with providing the ride.
- 62 **SECTION 2.** Section 77-8-3, Mississippi Code of 1972, is
- 63 brought forward as follows:
- 77-8-3. Transportation network companies or transportation
- 65 network company drivers are not common carriers by motor vehicle,
- 66 contract carriers by motor vehicle, or restricted motor carriers
- 67 under Chapter 7, Title 77, Mississippi Code of 1972, nor do they

- 68 provide taxicab or limousine services. A transportation network
- 69 company driver shall not be required to register the vehicle the
- 70 driver uses to provide prearranged rides as a commercial vehicle.
- 71 **SECTION 3.** Section 77-8-5, Mississippi Code of 1972, is
- 72 brought forward as follows:
- 73 77-8-5. (1) A person shall not operate a transportation
- 74 network company in Mississippi without first having obtained a
- 75 license from the department, provided that any transportation
- 76 network company operating in this state before July 1, 2016, may
- 77 continue operating until the department creates a license process
- 78 and sets a registration deadline.
- 79 (2) The Department shall issue a license to each applicant
- 80 that meets the requirements for a transportation network company
- 81 as provided for in this chapter, and pays an annual license fee of
- 82 Five Thousand Dollars (\$5,000.00) to the department.
- SECTION 4. Section 77-8-7, Mississippi Code of 1972, is
- 84 brought forward as follows:
- 85 77-8-7. The transportation network company shall maintain an
- 86 agent for service of process in the State of Mississippi.
- 87 **SECTION 5.** Section 77-8-9, Mississippi Code of 1972, is
- 88 brought forward as follows:
- 89 77-8-9. On behalf of a transportation network company

- 90 driver, a transportation network company may charge a fare for the
- 91 services provided to riders; however, if a fare is collected from
- 92 a rider, the transportation network company shall disclose to the

- 93 rider the fare or fare calculation method on its website or within
- 94 the online-enabled technology application service. The
- 95 transportation network company shall also provide riders with the
- 96 applicable rates being charged and the option to receive an
- 97 estimated fare before the rider enters the transportation network
- 98 company driver's vehicle.
- 99 **SECTION 6.** Section 77-8-11, Mississippi Code of 1972, is
- 100 brought forward as follows:
- 101 77-8-11. The transportation network company's online-enabled
- 102 technology application or website shall display a picture of the
- 103 transportation network company driver, and the license plate
- 104 number of the motor vehicle utilized for providing the prearranged
- 105 ride before the rider enters the transportation network company
- 106 driver's vehicle.
- 107 **SECTION 7.** Section 77-8-13, Mississippi Code of 1972, is
- 108 brought forward as follows:
- 109 77-8-13. Within a reasonable period of time following the
- 110 completion of a trip, a transportation network company shall
- 111 transmit an electronic receipt to the rider on behalf of the
- 112 transportation network company driver that lists:
- 113 (a) The origin and destination of the trip;

- 114 (b) The total time and distance of the trip; and
- 115 (c) An itemization of the total fare paid, if any.
- SECTION 8. Section 77-8-15, Mississippi Code of 1972, is
- 117 brought forward as follows:

118	77-8-15. (1) On or before July 1, 2016, and thereafter, a
119	transportation network company driver or transportation network
120	company on the driver's behalf shall maintain primary automobile
121	insurance that recognizes that the driver is a transportation
122	network company driver or otherwise uses a vehicle to transport
123	passengers for compensation and covers the driver:

- While the driver is logged on to the transportation 124 (a) 125 network company's digital network; or
- 126 While the driver is engaged in a prearranged ride. (b)
- 127 (2) A participating transportation network company driver 128 who is logged on to the transportation network company's digital 129 network and is available to receive transportation requests but is 130 not engaged in a prearranged ride shall be covered by primary 131 automobile liability insurance in the amount of at least Fifty 132 Thousand Dollars (\$50,000.00) for death and bodily injury per

person, One Hundred Thousand Dollar (\$100,000.00) for death and

135 (\$25,000.00) for property damage and uninsured motorist to the 136 extent required by Section 83-11-101.

bodily injury per incident and Twenty-five Thousand Dollars

- 137 The coverage requirements of subsection (2) of this (3) 138 section may be satisfied by any of the following:
- 139 Automobile insurance maintained by the 140 transportation network company driver; or
- 141 (b) Automobile insurance maintained by the 142 transportation network company; or

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143		(C)	Any	combination	of	paragraphs	(a)	and	(b)	of	this
144	subsection	•									

- (4) (a) While a transportation network company driver is engaged in a prearranged ride he must be covered by a primary automobile liability insurance that provides at least One Million Dollars (\$1,000,000.00) for death, bodily injury and property damage and uninsured motorist to the extent required by Section
- 151 (b) The coverage requirements of this subsection may be 152 satisfied by any of the following:
- 153 (i) Automobile insurance maintained by the 154 transportation network company driver; or
- 155 (ii) Automobile insurance maintained by the 156 transportation network company; or
- 157 (iii) Any combination of paragraphs (a) and (b) of 158 this subsection.
- (5) If insurance maintained by driver in subsections (3) or

 (4) of this section has lapsed or does not provide the required

 coverage, insurance maintained by a transportation network company

 shall provide the coverage required by this section beginning with

 the first dollar of a claim and the insurer shall have the duty to

 defend such claim.
- 165 (6) Coverage under an automobile insurance policy maintained
 166 by the transportation network company shall not be dependent on a
 167 personal automobile insurer first denying a claim nor shall a

83-11-101.

- 168 personal automobile insurance policy be required to first deny a 169 claim.
- 170 (7) Insurance required by this section may be placed with an 171 insurer licensed to do business in Mississippi or with a surplus 172 lines insurer eliqible under Section 83-21-17 et seq.
- 173 (8) Insurance satisfying the requirements of this section
 174 shall be deemed to satisfy the financial responsibility
 175 requirement for a motor vehicle under the Mississippi Motor
 176 Vehicle Safety Responsibility Law Section 63-15-1 et seq.
- 177 A transportation network company driver shall carry 178 proof of coverage satisfying this section with him or her at all 179 times during his or her use of a vehicle in connection with a 180 transportation network company's digital network. In the event of 181 an accident, a transportation network company driver shall provide 182 this insurance coverage information to the directly interested 183 parties, automobile insurers and investigating police officers, 184 upon request. Upon a request, a transportation network company 185 driver shall also disclose to directly interested parties, 186 automobile insurers, and investigating police officers, whether he 187 or she was logged on to the transportation network company's 188 digital network or on a prearranged ride at the time of an 189 accident.
- 190 **SECTION 9.** Section 77-8-17, Mississippi Code of 1972, is 191 brought forward as follows:

192	77-8-17. The transportation network company shall disclose
193	in writing to transportation network company drivers the following
194	before they are allowed to accept a request for a prearranged ride
195	on the transportation network company's digital network:

- (a) The insurance coverage, including the types of
 coverage and the limits for each coverage, that the transportation
 network company provides while the transportation network company
 driver uses a personal vehicle in connection with a transportation
 network company's digital network; and
- 201 (b) That the transportation network company driver's
 202 own automobile insurance policy might not provide any coverage
 203 while the driver is logged on to the transportation network
 204 company's digital network and is available to receive
 205 transportation requests or is engaged in a prearranged ride,
 206 depending on its terms.
- 207 **SECTION 10.** Section 77-8-19, Mississippi Code of 1972, is 208 brought forward as follows:
- 77-8-19. (1) 209 Insurers that write automobile insurance in 210 Mississippi may exclude any and all coverage afforded under the 211 policy issued to an owner or operator of a personal vehicle for any loss or injury that occurs while a driver is logged on to a 212 213 transportation network company's digital network or while a driver provides a prearranged ride. This right to exclude all coverage 214 215 may apply to any coverage included in an automobile insurance policy including, but not limited to: 216

217	(a) Liability coverage for bodily injury and property
218	damage;
219	(b) Uninsured and underinsured motorist coverage;
220	(c) Medical payments coverage;
221	(d) Comprehensive physical damage coverage; and
222	(e) Collision physical damage coverage.
223	(2) The exclusions provided for in subsection (1) of this
224	section shall apply notwithstanding any requirement under the
225	Mississippi Motor Vehicle Safety Responsibility Law, Section
226	63-15-1 et seq. Nothing in this section implies or requires that
227	a personal automobile insurance policy provide coverage while the
228	driver is logged on to the transportation network company's
229	digital network, while the driver is engaged in a prearranged ride
230	or while the driver otherwise uses a vehicle to transport
231	passengers for compensation. Nothing shall preclude an insurer
232	from providing coverage for the transportation network company
233	driver's vehicle, if it chooses to do so by contract or
234	endorsement.
235	(3) Automobile insurers that exclude the coverage described
236	in Section 77-8-15 shall have no duty to defend or indemnify any
237	claim expressly excluded. Nothing in this chapter shall
238	invalidate or limit an exclusion contained in a policy including
239	any policy in use or approved for use in Mississippi prior to July
240	1, 2016, that excludes coverage for vehicles used to carry persons

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or property for a charge or available for hire by the public. An

242	automobile insurer that defends or indemnifies a claim against a
243	driver that is excluded under the terms of its policy, shall have
244	a right of contribution against other insurers that provide
245	automobile insurance to the same driver in satisfaction of the

- 247 (4) In a claims coverage investigation, transportation
- 248 network companies and any insurer providing coverage under Section

coverage requirements of Section 77-8-15 at the time of loss.

- 249 77-8-15 shall cooperate to facilitate the exchange of relevant
- 250 information with directly involved parties and any insurer of the
- 251 transportation network company driver if applicable, including the
- 252 precise times that a transportation network company driver logged
- 253 on and off of the transportation network company's digital network
- 254 in the twelve-hour period immediately preceding and in the
- 255 twelve-hour period immediately following the accident and disclose
- 256 to one another a clear description of the coverage, exclusions and
- 257 limits provided under any automobile insurance maintained under
- 258 Section 77-8-15.

- 259 **SECTION 11.** Section 77-8-21, Mississippi Code of 1972, is
- 260 brought forward as follows:
- 261 77-8-21. Drivers shall be independent contractors and not
- 262 employees of the transportation network company if all of the
- 263 following conditions are met:
- 264 (a) The transportation network company does not
- 265 prescribe specific hours during which a transportation network

266	company	driver	must	be	logged	into	the	transportation	network
267	company	's digi	tal pi	lati	form;				

- 268 (b) The transportation network company imposes no
 269 restrictions on the transportation network company driver's
 270 ability to utilize digital platforms from other transportation
 271 network companies;
- 272 (c) The transportation network company does not assign 273 a transportation network company driver a particular territory in 274 which to operate;
- 275 (d) The transportation network company does not 276 restrict a transportation network company driver from engaging in 277 any other occupation or business; and
- (e) The transportation network company and transportation network company driver agree in writing that the driver is an independent contractor of the transportation network company.
- 282 **SECTION 12.** Section 77-8-23, Mississippi Code of 1972, is 283 brought forward as follows:
- 77-8-23. (1) The transportation network company shall implement a zero tolerance policy regarding a transportation network company driver's activities while accessing the transportation network company's digital platform. The zero tolerance policy shall address the use of drugs or alcohol while a transportation network company driver is providing prearranged rides or is logged into the transportation network company's

- digital network but is not providing prearranged rides, and the
 transportation network company shall provide notice of this policy
 on its website, as well as procedures to report a complaint about
 a driver with whom a rider was matched and whom the rider
 reasonably suspects was under the influence of drugs or alcohol
 during the course of the trip.
- 298 violation of the zero tolerance policy, the transportation network
 299 company shall suspend such transportation network company driver's
 300 access to the transportation network company's digital platform as
 301 soon as possible, and shall conduct an investigation into the
 302 reported incident. The suspension shall last the duration of the
 303 investigation.
- 304 (3) The transportation network company shall maintain 305 records relevant to the enforcement of this requirement for a 306 period of at least two (2) years from the date that a rider 307 complaint is received by the transportation network company.
- 308 **SECTION 13.** Section 77-8-25, Mississippi Code of 1972, is 309 brought forward as follows:
- 77-8-25. (1) Before allowing an individual to accept trip requests through a transportation network company's digital platform as a transportation network company driver:
- 313 (a) The individual shall submit an application to the 314 transportation network company, which includes information 315 regarding his or her address, age, driver's license, motor vehicle

316	registration, automobile liability insurance, and other
317	information required by the transportation network company;
318	(b) The transportation network company shall conduct,
319	or have a third party conduct, a local and national criminal
320	background check for each applicant that shall include:
321	(i) Multistate/multijurisdiction criminal records
322	locator or other similar commercial nationwide database with
323	validation (primary source search); and
324	(ii) United States Department of Justice National
325	Sex Offender Public Website;
326	(2) The transportation network company shall review, or have
327	a third party review, a driving history research report for such
328	individual.
329	(3) The transportation network company shall not permit an
330	individual to act as a transportation network company driver on
331	its digital platform who:
332	(a) Has had more than three (3) moving violations in
333	the prior three-year period, or one (1) of the following major
334	violations in the prior three-year period:
335	(i) Attempting to evade the police;
336	(ii) Reckless driving; or
337	(iii) Driving on a suspended or revoked license;
338	(b) Has been convicted, within the past seven years, of
339	(i) Any felony; or

341	reckless driving, hit and run, or any other driving-related
342	offense or any misdemeanor violent offense or sexual offense;
343	(c) Is a match in the United States Department of
344	Justice National Sex Offender Public Website;
345	(d) Does not possess a valid driver's license;
346	(e) Does not possess proof of registration for the
347	motor vehicle used to provide prearranged rides;
348	(f) Does not possess proof of automobile liability
349	insurance for the motor vehicle used to provide prearranged rides;
350	or
351	(g) Is not at least nineteen (19) years of age.
352	SECTION 14. Section 77-8-27, Mississippi Code of 1972, is
353	brought forward as follows:
354	77-8-27. A transportation network company driver shall not
355	solicit or accept street hails.
356	SECTION 15. Section 77-8-29, Mississippi Code of 1972, is
357	brought forward as follows:
358	77-8-29. The transportation network company shall adopt a
359	policy prohibiting solicitation or acceptance of cash payments for

the fares charged to riders for prearranged rides and notify

Transportation network company drivers shall not solicit or accept

transportation network company drivers of the policy.

(ii) Misdemeanor driving under the influence,

cash payments from riders.

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364	SECTION 16.	Section 77-8-31,	Mississippi	Code	of	1972,	is
365	brought forward a	s follows:					

- 366 77-8-31. (1) The transportation network company shall adopt 367 a policy of nondiscrimination with respect to riders and potential 368 riders and notify transportation network company drivers of the 369 policy.
- 370 (2) Transportation network company drivers shall comply with 371 all applicable laws regarding nondiscrimination against riders or 372 potential riders.
- 373 (3) Transportation network company drivers shall comply with 374 all applicable laws relating to accommodation of service animals.
- 375 (4) A transportation network company shall not impose 376 additional charges for providing services to persons with physical 377 disabilities because of those disabilities.
- 378 **SECTION 17.** Section 77-8-33, Mississippi Code of 1972, is 379 brought forward as follows:
- 380 77-8-33. A transportation network company shall maintain the following customer records:
- 382 (a) Individual trip records for at least one (1) year 383 from the date each trip was provided; and
- 384 (b) Individual records of transportation network
 385 company driver customers at least until the one-year anniversary
 386 of the date on which a transportation network company driver's
 387 customer relationship with the transportation network company has
 388 ended.

389 **SECTION 18.** Section 77-8-35, Mississippi Code of 1972, is 390 brought forward as follows:

391 77-8-35. For the sole purpose of verifying that a (1)392 transportation network company is in compliance with the 393 requirements of this chapter and not more than annually, the 394 commissioner shall have the right to visually inspect a sample of 395 records that the transportation network company is required to 396 maintain. The sample shall include required records pertaining to 397 up to fifty (50) transportation network drivers, provided that the transportation network company shall undertake best efforts not to 398 399 share records about the same transportation network company driver during consecutive reporting periods. If, after this initial 400 401 review, the commissioner has a reasonable basis to conclude that 402 the transportation network company is not in compliance with the requirements of this chapter, the commissioner may, upon 403 404 reasonable notice, conduct a supplemental audit of records for an 405 additional selection of transportation network company drivers. 406 The audit shall take place at a mutually agreed location in 407 Mississippi. The expenses of the examination shall be borne and 408 paid by the transportation network company that is under 409 examination.

410 (2) Documents, materials or other information, including,
411 but not limited to, all working papers, and copies thereof,
412 created, produced or obtained by or disclosed to the commissioner
413 or any other person in the course of an examination made under

- this chapter shall be confidential by law and privileged, and
 shall not be subject to the Mississippi Public Records Act. The
 commissioner is authorized to use the documents, materials or
 other information in the furtherance of any regulatory or legal
 action brought as part of the commissioner's official duties.
 - (3) In order to assist in the performance of the commissioner's duties, the commissioner may share confidential and privileged documents, materials or other information, with other state, federal and international regulatory agencies, and with state, federal and international law enforcement authorities, provided that the recipient agrees to maintain the confidentiality and privileged status of the document, material, communication or other information. The commissioner may enter into agreements governing the sharing and use of information consistent with this subsection.
- (4) No waiver of any applicable privilege or claim of
 confidentiality in the documents, materials or information shall
 occur as a result of disclosure to the commissioner under this
 section or as a result of sharing as authorized in subsection (3)
 of this section.
- 434 (5) In response to a specific complaint against any
 435 transportation network company driver or transportation network
 436 company, the commissioner is authorized to inspect records held by
 437 the transportation network company that are necessary to
 438 investigate and resolve the complaint.

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439	SECTION 19.	Section	77-8-37,	Mississippi	Code	of	1972,	is

- 440 brought forward as follows:
- 77-8-37. (1) 441 Transportation network companies and
- transportation network company drivers are governed exclusively by 442
- 443 this chapter and any rules promulgated by the commissioner
- 444 consistent with this chapter. A county, municipality or other
- 445 local entity may not:
- 446 Impose a tax on, or require a license for, a (a)
- 447 transportation network company, a transportation network company
- 448 driver or a vehicle used by a transportation network company
- 449 driver where the tax or licenses relate to providing prearranged
- 450 rides;
- 451 (b) Require a transportation network company or a
- 452 transportation network company driver to obtain a business license
- 453 or any other type of similar authorization to operate within the
- 454 jurisdiction; or
- 455 Subject a transportation network company or a
- 456 transportation network company driver to any type of rate, entry,
- 457 operational or other requirements.
- 458 Notwithstanding subsection (1) of this section, a (2)
- 459 county, municipality or other local entity that owns or operates
- 460 an airport, may adopt reasonable regulations relating to the
- 461 duties and responsibilities on airport property of a
- 462 transportation network company or transportation network company
- driver, including its ability to impose reasonable fees and 463

464	vehicle	tracking	requirements	on	a	transportation	network	company
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- 465 or its affiliated transportation network company drivers, but
- 466 excluding its ability to impose other fees, taxes, registration,
- 467 licensing or special insurance requirements on transportation
- 468 network company drivers, and excluding its ability to impose
- 469 requirements with respect to special markings or identification
- 470 other than that provided for in Section 77-8-11, and excluding its
- 471 ability to impose requirements for equipment.
- 472 **SECTION 20.** Section 77-8-39, Mississippi Code of 1972, is
- 473 brought forward as follows:
- 474 77-8-39. The commissioner may adopt rules and regulations
- 475 necessary to ensure compliance with this chapter.
- 476 **SECTION 21.** This act shall take effect and be in force from
- 477 and after July 1, 2022.