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## SENATE BILL NO. 1025

## AMENDMENT IN THE NATURE OF A SUBSTITUTE

(Proposed by the Senate Committee on Transportation  
on January 21, 2015)

(Patrons Prior to Substitute—Senators Watkins, Obenshain and Marsden [SB 1102], and Stanley [SB 1216])  
*A BILL to amend and reenact §§ 46.2-694, as it is currently effective and as it may become effective, 46.2-711, 46.2-749.5, 46.2-753, 46.2-755, 46.2-1400, 46.2-2000, 46.2-2001.3, 46.2-2011.5, 46.2-2011.6, 46.2-2011.20, 46.2-2011.22, 46.2-2011.24, 46.2-2011.29, and 46.2-2051 of the Code of Virginia and to amend the Code of Virginia by adding in Chapter 20 of Title 46.2 an article numbered 15, consisting of sections numbered 46.2-2099.45 through 46.2-2099.53, relating to transportation network companies.*

**Be it enacted by the General Assembly of Virginia:**

**1. That §§ 46.2-694, as it is currently effective and as it may become effective, 46.2-711, 46.2-749.5, 46.2-753, 46.2-755, 46.2-1400, 46.2-2000, 46.2-2001.3, 46.2-2011.5, 46.2-2011.6, 46.2-2011.20, 46.2-2011.22, 46.2-2011.24, 46.2-2011.29, and 46.2-2051 of the Code of Virginia are amended and reenacted and that the Code of Virginia is amended by adding in Chapter 20 of Title 46.2 an article numbered 15, consisting of sections numbered 46.2-2099.45 through 46.2-2099.53, as follows:**

**§ 46.2-694. (Contingent expiration date) Fees for vehicles designed and used for transportation of passengers; weights used for computing fees; burden of proof.**

A. The annual registration fees for motor vehicles, trailers, and semitrailers designed and used for the transportation of passengers on the highways in the Commonwealth are:

1. Thirty-three dollars for each private passenger car or motor home if the passenger car or motor home weighs 4,000 pounds or less, provided that it is not used for the transportation of passengers for compensation and is not kept or used for rent or for hire, or is not operated under a lease without a chauffeur; *however, the fee provided under this subdivision shall apply to a private passenger car or motor home that weighs 4,000 pounds or less and is used as a TNC partner vehicle as defined in § 46.2-2000.*

2. Thirty-eight dollars for each private passenger car or motor home ~~which~~ that weighs more than 4,000 pounds, provided that it is not used for the transportation of passengers for compensation and is not kept or used for rent or for hire, or is not operated under a lease without a chauffeur; *however, the fee provided under this subdivision shall apply to a private passenger car or motor home that weighs more than 4,000 pounds and is used as a TNC partner vehicle as defined in § 46.2-2000.*

3. Thirty cents per 100 pounds or major fraction thereof for a private motor vehicle other than a motorcycle with a normal seating capacity of more than 10 adults, including the driver, if the private motor vehicle is not used for the transportation of passengers for compensation and is not kept or used for rent or for hire or is not operated under a lease without a chauffeur. In no case shall the fee be less than \$23 if the vehicle weighs 4,000 pounds or less or \$28 if the vehicle weighs more than 4,000 pounds.

4. Thirty cents per 100 pounds or major fraction thereof for a school bus. In no case shall the fee be less than \$23 if the vehicle weighs 4,000 pounds or less or \$28 if the vehicle weighs more than 4,000 pounds.

5. Twenty-three dollars for each trailer or semitrailer designed for use as living quarters for human beings.

6. Thirteen dollars plus \$0.30 per 100 pounds or major fraction thereof for each motor vehicle, trailer, or semitrailer used as a common carrier of passengers, operating either intrastate or interstate. Interstate common carriers of interstate passengers may elect to be licensed and pay the fees prescribed in subdivision 7 on submission to the Commissioner of a declaration of operations and equipment as he may prescribe. An additional \$5 shall be charged if the motor vehicle weighs more than 4,000 pounds.

7. Thirteen dollars plus \$0.70 per 100 pounds or major fraction thereof for each motor vehicle, trailer, or semitrailer used as a common carrier of interstate passengers if election is made to be licensed under this subsection. An additional \$5 shall be charged if the motor vehicle weighs more than 4,000 pounds. In lieu of the foregoing fee of \$0.70 per 100 pounds, a motor carrier of passengers, operating two or more vehicles both within and outside the Commonwealth and registered for insurance purposes with the Surface Transportation Board of the U.S. Department of Transportation, Federal Highway Administration, may apply to the Commissioner for prorated registration. Upon the filing of such application, in such form as the Commissioner may prescribe, the Commissioner shall apportion the registration fees provided in this subsection so that the total registration fees to be paid for such vehicles of such carrier shall be that proportion of the total fees, if there were no apportionment, that the total

number of miles traveled by such vehicles of such carrier within the Commonwealth bears to the total number of miles traveled by such vehicles within and outside the Commonwealth. Such total mileage in each instance is the estimated total mileage to be traveled by such vehicles during the license year for which such fees are paid, subject to the adjustment in accordance with an audit to be made by representatives of the Commissioner at the end of such license year, the expense of such audit to be borne by the carrier being audited. Each vehicle passing into or through Virginia shall be registered and licensed in Virginia and the annual registration fee to be paid for each such vehicle shall not be less than \$33. For the purpose of determining such apportioned registration fees, only those motor vehicles, trailers, or semitrailers operated both within and outside the Commonwealth shall be subject to inclusion in determining the apportionment provided for herein.

8. Thirteen dollars plus \$0.80 per 100 pounds or major fraction thereof for each motor vehicle, trailer or semitrailer kept or used for rent or for hire or operated under a lease without a chauffeur for the transportation of passengers. An additional fee of \$5 shall be charged if the vehicle weighs more than 4,000 pounds. This ~~subsection~~ *subdivision* does not apply to vehicles used as common carriers *or as TNC partner vehicles as defined in § 46.2-2000*.

9. Twenty-three dollars for a taxicab or other vehicle which is kept for rent or hire operated with a chauffeur for the transportation of passengers, and which operates or should operate under permits issued by the Department as required by law. An additional fee of \$5 shall be charged if the vehicle weighs more than 4,000 pounds. This ~~subsection~~ *subdivision* does not apply to vehicles used as common carriers *or as TNC partner vehicles as defined in § 46.2-2000*.

10. Eighteen dollars for a motorcycle, with or without a sidecar. To this fee shall be added a surcharge of \$3 which shall be distributed as provided in § 46.2-1191.

10a. Fourteen dollars for a moped, to be paid into the state treasury and set aside as a special fund to be used to meet the expenses of the Department.

10b. Eighteen dollars for an autocycle.

11. Twenty-three dollars for a bus used exclusively for transportation to and from church school, for the purpose of religious instruction, or church, for the purpose of divine worship. If the empty weight of the vehicle exceeds 4,000 pounds, the fee shall be \$28.

12. Thirteen dollars plus \$0.70 per 100 pounds or major fraction thereof for other passenger-carrying vehicles.

13. An additional fee of \$4.25 per year shall be charged and collected at the time of registration of each pickup or panel truck and each motor vehicle under subdivisions 1 through 12. All funds collected from \$4 of the \$4.25 fee shall be paid into the state treasury and shall be set aside as a special fund to be used only for emergency medical service purposes. The moneys in the special emergency medical services fund shall be distributed as follows:

a. Two percent shall be distributed to the State Department of Health to provide funding to the Virginia Association of Volunteer Rescue Squads to be used solely for the purpose of conducting volunteer recruitment, retention, and training activities;

b. Thirty percent shall be distributed to the State Department of Health to support (i) emergency medical services training programs (excluding advanced life support classes); (ii) advanced life support training; (iii) recruitment and retention programs (all funds for such support shall be used to recruit and retain volunteer emergency medical services personnel only, including public awareness campaigns, technical assistance programs, and similar activities); (iv) emergency medical services system development, initiatives, and priorities based on needs identified by the State Emergency Medical Services Advisory Board; (v) local, regional, and statewide performance contracts for emergency medical services to meet the objectives stipulated in § 32.1-111.3; (vi) technology and radio communication enhancements; and (vii) improved emergency preparedness and response. Any funds set aside for distribution under this provision and remaining undistributed at the end of any fiscal year shall revert to the Rescue Squad Assistance Fund;

c. Thirty-two percent shall be distributed to the Rescue Squad Assistance Fund;

d. Ten percent shall be available to the State Department of Health's Office of Emergency Medical Services for use in emergency medical services; and

e. Twenty-six percent shall be returned by the Comptroller to the locality wherein such vehicle is registered, to provide funding for training of volunteer or salaried emergency medical service personnel of licensed, nonprofit emergency medical services agencies and for the purchase of necessary equipment and supplies for use in such locality for licensed, nonprofit emergency medical and rescue services.

All revenues generated by the remaining \$0.25 of the \$4.25 fee approved by the 2008 Session of the General Assembly shall be deposited into the Rescue Squad Assistance Fund and used only to pay for the costs associated with the certification and recertification training of emergency medical services personnel.

The Comptroller shall clearly designate on the warrant, check, or other means of transmitting these funds that such moneys are only to be used for purposes set forth in this subdivision. Such funds shall

be in addition to any local appropriations and local governing bodies shall not use these funds to supplant local funds. Each local governing body shall report annually to the Board of Health on the use of the funds returned to it pursuant to this section. In any case in which the local governing body grants the funds to a regional emergency medical services council to be distributed to the licensed, nonprofit emergency medical and rescue services, the local governing body shall remain responsible for the proper use of the funds. If, at the end of any fiscal year, a report on the use of the funds returned to the locality pursuant to this section for that year has not been received from a local governing body, any funds due to that local governing body for the next fiscal year shall be retained until such time as the report has been submitted to the Board.

B. All motor vehicles, trailers, and semitrailers registered as provided in subsection B of § 46.2-646 shall pay a registration fee equal to one-twelfth of all fees required by subsection A of this section or § 46.2-697 for such motor vehicle, trailer, or semitrailer, computed to the nearest cent, multiplied by the number of months in the registration period for such motor vehicles, trailers, and semitrailers.

C. The manufacturer's shipping weight or scale weight shall be used for computing all fees required by this section to be based upon the weight of the vehicle.

D. The applicant for registration bears the burden of proof that the vehicle for which registration is sought is entitled by weight, design, and use to be registered at the fee tendered by the applicant to the Commissioner or to his authorized agent.

**§ 46.2-694. (Contingent effective date) Fees for vehicles designed and used for transportation of passengers; weights used for computing fees; burden of proof.**

A. The annual registration fees for motor vehicles, trailers, and semitrailers designed and used for the transportation of passengers on the highways in the Commonwealth are:

1. Twenty-three dollars for each private passenger car or motor home if the passenger car or motor home weighs 4,000 pounds or less, provided that it is not used for the transportation of passengers for compensation and is not kept or used for rent or for hire, or is not operated under a lease without a chauffeur; *however, the fee provided under this subdivision shall apply to a private passenger car or motor home that weighs 4,000 pounds or less and is used as a TNC partner vehicle as defined in § 46.2-2000.*

2. Twenty-eight dollars for each *private* passenger car or motor home ~~which~~ *that* weighs more than 4,000 pounds, provided that it is not used for the transportation of passengers for compensation and is not kept or used for rent or for hire, or is not operated under a lease without a chauffeur; *however, the fee provided under this subdivision shall apply to a private passenger car or motor home that weighs more than 4,000 pounds and is used as a TNC partner vehicle as defined in § 46.2-2000.*

3. Thirty cents per 100 pounds or major fraction thereof for a private motor vehicle other than a motorcycle with a normal seating capacity of more than 10 adults, including the driver, if the private motor vehicle is not used for the transportation of passengers for compensation and is not kept or used for rent or for hire or is not operated under a lease without a chauffeur. In no case shall the fee be less than \$23 if the vehicle weighs 4,000 pounds or less or \$28 if the vehicle weighs more than 4,000 pounds.

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5. Twenty-three dollars for each trailer or semitrailer designed for use as living quarters for human beings.

6. Thirteen dollars plus \$0.30 per 100 pounds or major fraction thereof for each motor vehicle, trailer, or semitrailer used as a common carrier of passengers, operating either intrastate or interstate. Interstate common carriers of interstate passengers may elect to be licensed and pay the fees prescribed in subdivision 7 on submission to the Commissioner of a declaration of operations and equipment as he may prescribe. An additional \$5 shall be charged if the motor vehicle weighs more than 4,000 pounds.

7. Thirteen dollars plus \$0.70 per 100 pounds or major fraction thereof for each motor vehicle, trailer, or semitrailer used as a common carrier of interstate passengers if election is made to be licensed under this subsection. An additional \$5 shall be charged if the motor vehicle weighs more than 4,000 pounds. In lieu of the foregoing fee of \$0.70 per 100 pounds, a motor carrier of passengers, operating two or more vehicles both within and outside the Commonwealth and registered for insurance purposes with the Surface Transportation Board of the U.S. Department of Transportation, Federal Highway Administration, may apply to the Commissioner for prorated registration. Upon the filing of such application, in such form as the Commissioner may prescribe, the Commissioner shall apportion the registration fees provided in this subsection so that the total registration fees to be paid for such vehicles of such carrier shall be that proportion of the total fees, if there were no apportionment, that the total number of miles traveled by such vehicles of such carrier within the Commonwealth bears to the total number of miles traveled by such vehicles within and outside the Commonwealth. Such total mileage in

each instance is the estimated total mileage to be traveled by such vehicles during the license year for which such fees are paid, subject to the adjustment in accordance with an audit to be made by representatives of the Commissioner at the end of such license year, the expense of such audit to be borne by the carrier being audited. Each vehicle passing into or through Virginia shall be registered and licensed in Virginia and the annual registration fee to be paid for each such vehicle shall not be less than \$33. For the purpose of determining such apportioned registration fees, only those motor vehicles, trailers, or semitrailers operated both within and outside the Commonwealth shall be subject to inclusion in determining the apportionment provided for herein.

8. Thirteen dollars plus \$0.80 per 100 pounds or major fraction thereof for each motor vehicle, trailer or semitrailer kept or used for rent or for hire or operated under a lease without a chauffeur for the transportation of passengers. An additional fee of \$5 shall be charged if the vehicle weighs more than 4,000 pounds. This ~~subsection~~ *subdivision* does not apply to vehicles used as common carriers or as *TNC partner vehicles as defined in § 46.2-2000*.

9. Twenty-three dollars for a taxicab or other vehicle which is kept for rent or hire operated with a chauffeur for the transportation of passengers, and which operates or should operate under permits issued by the Department as required by law. An additional fee of \$5 shall be charged if the vehicle weighs more than 4,000 pounds. This ~~subsection~~ *subdivision* does not apply to vehicles used as common carriers or as *TNC partner vehicles as defined in § 46.2-2000*.

10. Eighteen dollars for a motorcycle, with or without a sidecar. To this fee shall be added a surcharge of \$3, which shall be distributed as provided in § 46.2-1191.

10a. Fourteen dollars for a moped, to be paid into the state treasury and set aside as a special fund to be used to meet the expenses of the Department.

10b. Eighteen dollars for an autocycle.

11. Twenty-three dollars for a bus used exclusively for transportation to and from church school, for the purpose of religious instruction, or church, for the purpose of divine worship. If the empty weight of the vehicle exceeds 4,000 pounds, the fee shall be \$28.

12. Thirteen dollars plus \$0.70 per 100 pounds or major fraction thereof for other passenger-carrying vehicles.

13. An additional fee of \$4.25 per year shall be charged and collected at the time of registration of each pickup or panel truck and each motor vehicle under subdivisions 1 through 12. All funds collected from \$4 of the \$4.25 fee shall be paid into the state treasury and shall be set aside as a special fund to be used only for emergency medical service purposes. The moneys in the special emergency medical services fund shall be distributed as follows:

a. Two percent shall be distributed to the State Department of Health to provide funding to the Virginia Association of Volunteer Rescue Squads to be used solely for the purpose of conducting volunteer recruitment, retention and training activities;

b. Thirty percent shall be distributed to the State Department of Health to support (i) emergency medical services training programs (excluding advanced life support classes); (ii) advanced life support training; (iii) recruitment and retention programs (all funds for such support shall be used to recruit and retain volunteer emergency medical services personnel only, including public awareness campaigns, technical assistance programs, and similar activities); (iv) emergency medical services system development, initiatives, and priorities based on needs identified by the State Emergency Medical Services Advisory Board; (v) local, regional, and statewide performance contracts for emergency medical services to meet the objectives stipulated in § 32.1-111.3; (vi) technology and radio communication enhancements; and (vii) improved emergency preparedness and response. Any funds set aside for distribution under this provision and remaining undistributed at the end of any fiscal year shall revert to the Rescue Squad Assistance Fund;

c. Thirty-two percent shall be distributed to the Rescue Squad Assistance Fund;

d. Ten percent shall be available to the State Department of Health's Office of Emergency Medical Services for use in emergency medical services; and

e. Twenty-six percent shall be returned by the Comptroller to the locality wherein such vehicle is registered, to provide funding for training of volunteer or salaried emergency medical service personnel of licensed, nonprofit emergency medical services agencies and for the purchase of necessary equipment and supplies for use in such locality for licensed, nonprofit emergency medical and rescue services.

All revenues generated by the remaining \$0.25 of the \$4.25 fee approved by the 2008 Session of the General Assembly shall be deposited into the Rescue Squad Assistance Fund and used only to pay for the costs associated with the certification and recertification training of emergency medical services personnel.

The Comptroller shall clearly designate on the warrant, check, or other means of transmitting these funds that such moneys are only to be used for purposes set forth in this subdivision. Such funds shall be in addition to any local appropriations and local governing bodies shall not use these funds to supplant local funds. Each local governing body shall report annually to the Board of Health on the use

of the funds returned to it pursuant to this section. In any case in which the local governing body grants the funds to a regional emergency medical services council to be distributed to the licensed, nonprofit emergency medical and rescue services, the local governing body shall remain responsible for the proper use of the funds. If, at the end of any fiscal year, a report on the use of the funds returned to the locality pursuant to this section for that year has not been received from a local governing body, any funds due to that local governing body for the next fiscal year shall be retained until such time as the report has been submitted to the Board.

B. All motor vehicles, trailers, and semitrailers registered as provided in subsection B of § 46.2-646 shall pay a registration fee equal to one-twelfth of all fees required by subsection A of this section or § 46.2-697 for such motor vehicle, trailer, or semitrailer, computed to the nearest cent, multiplied by the number of months in the registration period for such motor vehicles, trailers, and semitrailers.

C. The manufacturer's shipping weight or scale weight shall be used for computing all fees required by this section to be based upon the weight of the vehicle.

D. The applicant for registration bears the burden of proof that the vehicle for which registration is sought is entitled by weight, design, and use to be registered at the fee tendered by the applicant to the Commissioner or to his authorized agent.

**§ 46.2-711. Furnishing number and design of plates; displaying on vehicles required.**

A. The Department shall furnish one license plate for every registered moped, motorcycle, autocycle, tractor truck, semitrailer, or trailer, and two license plates for every other registered motor vehicle, except to licensed motor vehicle dealers and persons delivering unladen vehicles who shall be furnished one license plate. The license plates for trailers, semitrailers, commercial vehicles, and trucks, other than license plates for dealers, may be of such design as to prevent removal without mutilating some part of the indicia forming a part of the license plate, when secured to the bracket.

B. The Department shall issue appropriately designated license plates for:

1. Passenger-carrying vehicles for rent or hire for the transportation of passengers for private trips, *other than TNC partner vehicles as defined in § 46.2-2000*;

2. Taxicabs;

3. Passenger-carrying vehicles operated by common carriers or restricted common carriers;

4. Property-carrying motor vehicles to applicants who operate as private carriers only;

5. Applicants, *other than TNC partners as defined in § 46.2-2000*, who operate motor vehicles as carriers for rent or hire;

6. Vehicles operated by nonemergency medical transportation carriers as defined in § 46.2-2000; and

7. Trailers and semitrailers.

C. The Department shall issue appropriately designated license plates for motor vehicles held for rental as defined in § 58.1-1735.

D. The Department shall issue appropriately designated license plates for low-speed vehicles.

E. No vehicles shall be operated on the highways in the Commonwealth without displaying the license plates required by this chapter. The provisions of this subsection shall not apply to vehicles used to collect and deliver the United States mail to the extent that their rear license plates may be covered by the "CAUTION, FREQUENT STOPS, U.S. MAIL" sign when the vehicle is engaged in the collection and delivery of the United States mail.

F. Pickup or panel trucks are exempt from the provisions of subsection B with reference to displaying for-hire license plates when operated as a carrier for rent or hire. However, this exemption shall not apply to pickup or panel trucks subject to regulation under Chapter 21 (§ 46.2-2100 et seq.).

**§ 46.2-749.5. Special license plates celebrating Virginia's tobacco heritage.**

A. On receipt of an application, the Commissioner shall issue special license plates celebrating Virginia's tobacco heritage. For each set of license plates issued under this section, the Commissioner shall charge, in addition to the prescribed cost of state license plates, an annual fee of ~~ten dollars~~ \$10.

B. License plates may be issued under this section for display on vehicles registered as trucks, as that term is defined in § 46.2-100, provided that no license plates are issued pursuant to this section for (i) vehicles operated for hire, *except TNC partner vehicles as defined in § 46.2-2000*; (ii) vehicles registered under the International Registration Plan; or (iii) vehicles registered as tow trucks or tractor trucks as defined in § 46.2-100. No permanent license plates without decals as authorized in subsection B of § 46.2-712 may be issued under this section. For each set of truck license plates issued under this subsection, the Commissioner shall charge, in addition to the prescribed cost of state license plates, an annual fee of \$25.

**§ 46.2-753. Additional license fees in certain localities.**

Notwithstanding any other provision of law, the governing bodies of Alexandria, Arlington, Fairfax County, Fairfax City, and Falls Church are authorized to charge annual license fees, in addition to those specified in § 46.2-752, on passenger cars, *including passenger cars that are used as TNC partner vehicles as defined in § 46.2-2000, but not on passenger cars that are otherwise used for the*

306 transportation of passengers for compensation. The additional fee shall be no more than ~~five dollars~~ \$5.  
307 The total local license fee shall be no more than ~~twenty-five dollars~~ \$25 on any vehicle, and this license  
308 fee shall not be imposed on any motor vehicle exempted under § 46.2-739.

309 The governing bodies are also authorized to charge additional annual license fees on the motor  
310 vehicles, trailers, and semitrailers as specified in § 46.2-697 in an amount of no more than ~~five dollars~~  
311 \$5 for each such vehicle. This authorization shall not increase the maximum chargeable by more than  
312 ~~five dollars~~ \$5 or affect any existing exemption.

313 Any funds acquired in excess of those allowed by § 46.2-752, shall be allocated to the Northern  
314 Virginia Transportation Commission to be a credit to that ~~jurisdiction~~ *locality* making the payment for  
315 its share of any operating deficit assigned to it by the Washington Metropolitan Area Transit Authority.

316 **§ 46.2-755. Limitations on imposition of motor vehicle license taxes and fees.**

317 A. No county, city, or town shall impose any motor vehicle license tax or fee on any motor vehicle,  
318 trailer, or semitrailer when:

319 1. A similar tax or fee is imposed by the county, city, or town wherein the vehicle is normally  
320 garaged, stored or parked;

321 2. The vehicle is owned by a nonresident of such locality and is used exclusively for pleasure or  
322 personal transportation *or as a TNC partner vehicle as defined in § 46.2-2000* and not *otherwise* for hire  
323 or for the conduct of any business or occupation other than that set forth in subdivision 3 ~~of this~~  
324 ~~subsection~~;

325 3. The vehicle is (i) owned by a nonresident and (ii) used for transporting into and within the  
326 locality, for sale in person or by his employees, wood, meats, poultry, fruits, flowers, vegetables, milk,  
327 butter, cream, or eggs produced or grown by him, and not purchased by him for sale;

328 4. The motor vehicle, trailer, or semitrailer is owned by an officer or employee of the  
329 Commonwealth who is a nonresident of such county, city, or town and who uses the vehicle in the  
330 performance of his duties for the Commonwealth under an agreement for such use;

331 5. The motor vehicle, trailer, or semitrailer is kept by a dealer or manufacturer for sale or for sales  
332 demonstration;

333 6. The motor vehicle, trailer, or semitrailer is operated by a common carrier of persons or property  
334 operating between cities and towns in the Commonwealth and not in intracity transportation or between  
335 cities and towns on the one hand and points and places outside cities and towns on the other and not in  
336 intracity transportation; or

337 7. The motor vehicle, trailer, or semitrailer is inoperable and unlicensed pursuant to § 46.2-734.

338 B. No county, city, or town shall impose a license fee for any one motor vehicle owned and used  
339 personally by any veteran who holds a current state motor vehicle registration card establishing that he  
340 has received a disabled veteran's exemption from the Department and has been issued a disabled  
341 veteran's motor vehicle license plate as prescribed in § 46.2-739.

342 C. No county, city, or town shall impose any license tax or license fee or the requirement of a  
343 license tag, sticker or decal upon any daily rental vehicle, as defined in § 58.1-1735, the rental of which  
344 is subject to the tax imposed by subdivision A 2 of § 58.1-1736.

345 D. In the rental agreement between a motor vehicle renting company and a renter, the motor vehicle  
346 renting company may separately itemize and charge daily fees or transaction fees to the renter, provided  
347 that the amounts of such fees are disclosed at the time of reservation and rental as part of any estimated  
348 pricing provided to the renter. Such fees include a vehicle license fee to recover the company's incurred  
349 costs in licensing, titling, and registering its rental fleet, concession recovery fees actually charged the  
350 company by an airport, or other governmentally owned or operated facility, and consolidated facility  
351 charges actually charged by an airport, or other governmentally owned or operated facility for  
352 improvements to or construction of facilities at such facility where the motor vehicle rental company  
353 operates. The vehicle license fee shall represent the company's good faith estimate of the average per  
354 day per vehicle portion of the company's total annual vehicle licensing, titling, and registration costs.

355 No motor vehicle renting company charging a vehicle license fee, concession recovery fee, or  
356 consolidated facility charge may make an advertisement in the Commonwealth that includes a statement  
357 of the rental rate for a vehicle available for rent in the Commonwealth unless such advertisement  
358 includes a statement that the customer will be required to pay a vehicle license fee, concession recovery  
359 fee, or consolidated facility charge. The vehicle license fee, concession recovery fee, or consolidated  
360 facility charge shall be shown as a separately itemized charge on the rental agreement. The vehicle  
361 license fee shall be described in either the terms and conditions of the rental agreement as the "estimated  
362 average per day per vehicle portion of the company's total annual vehicle licensing, titling, and  
363 registration costs" or, for renters participating in an extended rental program pursuant to a master rental  
364 agreement, by posting such statement on the rental company website.

365 Any amounts collected by the motor vehicle renting company in excess of the actual amount of its  
366 costs incurred relating to its vehicle license fees shall be retained by the motor vehicle renting company  
367 and applied toward the recovery of its next calendar year's costs relating to such fees. In such event, the

good faith estimate of any vehicle license fee to be charged by the company for the next calendar year shall be reduced to take into account the excess amount collected from the prior year.

E. As used in this section, common carrier of persons or property includes any person who undertakes, whether directly or by lease or any other arrangement, to transport passengers or household goods for the general public by motor vehicle for compensation over the highways of the Commonwealth, whether over regular or irregular routes, that has obtained the required certificate from the Department of Motor Vehicles pursuant to § 46.2-2075 or 46.2-2150.

**§ 46.2-1400. "Ridesharing arrangement" defined.**

"Ridesharing arrangement" means the transportation of persons in a motor vehicle when such transportation is incidental to the principal purpose of the driver, which is to reach a destination and not to transport persons for profit. The term includes ridesharing arrangements known as carpools, vanpools, and bus pools. *"Ridesharing arrangement" does not include a prearranged ride as defined in § 46.2-2000.*

**§ 46.2-2000. Definitions.**

Whenever used in this chapter unless expressly stated otherwise:

"Authorized insurer" means, in the case of an interstate motor carrier whose operations may or may not include intrastate activity, an insurer authorized to transact business in any one state, or, in the case of a solely intrastate motor carrier, an insurer authorized to transact business in the Commonwealth.

"Broker" means any person not included in the term "motor carrier" and not a bona fide employee or agent of any such carrier, who, as principal or agent, sells or offers for sale any transportation subject to this chapter, or negotiates for, or holds himself out by solicitation, advertisement, or otherwise as one who sells, provides, furnishes, contracts, or arranges for such transportation.

"Carrier by motor launch" means a common carrier ~~or contract carrier~~, which carrier uses one or more motor launches operating on the waters within the Commonwealth to transport passengers.

"Certificate" means a certificate of public convenience and necessity or a certificate of fitness.

"Certificate of fitness" means a certificate issued by the Department to a contract passenger carrier, a sight-seeing carrier, *a transportation network company*, or a nonemergency medical transportation carrier.

"Certificate of public convenience and necessity" means a certificate issued by the Department of Motor Vehicles to certain common carriers, but nothing contained in this chapter shall be construed to mean that the Department can issue any such certificate authorizing intracity transportation.

"Common carrier" means any person who undertakes, whether directly or by a lease or any other arrangement, to transport passengers for the general public by motor vehicle for compensation over the highways of the Commonwealth, whether over regular or irregular routes, including such motor vehicle operations of carriers by rail or water under this chapter. "Common carrier" does not include nonemergency medical transportation carriers, *transportation network companies*, or *TNC partners* as defined in this section.

~~"Contract carrier" means any person who, under special and individual contracts or agreements, and whether directly or by a lease or any other arrangement, transports passengers for compensation.~~

"Contract passenger carrier" means a motor carrier that transports groups of passengers under a single contract made with one person for an agreed charge for such transportation, regardless of the number of passengers transported, and for which transportation no individual or separate fares are solicited, charged, collected, or received by the carrier. *"Contract passenger carrier" does not include a transportation network company or TNC partner as defined in this section.*

"Department" means the Department of Motor Vehicles.

*"Digital platform" means any online-enabled application, software, website, or system offered or utilized by a transportation network company that enables the prearrangement of rides with TNC partners.*

"Employee hauler" means a motor carrier operating for compensation and exclusively transporting only bona fide employees directly to and from the factories, plants, office or other places of like nature where the employees are employed and accustomed to work.

"Excursion train" means any steam-powered train that carries passengers for which the primary purpose of the operation of such train is the passengers' experience and enjoyment of this means of transportation, and does not, in the course of operation, carry (i) freight other than the personal luggage of the passengers or crew or supplies and equipment necessary to serve the needs of the passengers and crew, (ii) passengers who are commuting to work, or (iii) passengers who are traveling to their final destination solely for business or commercial purposes.

"Financial responsibility" means the ability to respond in damages for liability thereafter incurred arising out of the ownership, maintenance, use, or operation of a motor vehicle, in the amounts provided for in this chapter.

"Highway" means every public highway or place of whatever nature open to the use of the public for

429 purposes of vehicular travel in the Commonwealth, including the streets and alleys in towns and cities.

430 "Identification marker" means a decal or other visible identification issued *or required* by the  
431 Department to show *one or more of the following*: (i) that the operator of the vehicle has registered with  
432 the Department for the payment of the road tax imposed under Chapter 27 (§ 58.1-2700 et seq.) of Title  
433 58.1; (ii) proof of the possession of a certificate or permit issued pursuant to Chapter 20 (§ 46.2-2000  
434 et seq.) ~~of this title, and/or~~; (iii) *proof that the vehicle has been registered with the Department as a*  
435 *TNC partner vehicle under subsection B of § 46.2-2099.50*; (iv) *proof that the vehicle has been*  
436 *authorized by a transportation network company to be operated as a TNC partner vehicle, in*  
437 *accordance with subsection C of § 46.2-2099.50*; or (v) proof of compliance with the insurance  
438 requirements of this chapter.

439 "Interstate" means transportation of passengers between states.

440 "Intrastate" means transportation of passengers solely within a state.

441 "License" means a license issued by the Department to a broker.

442 "Minibus" means any motor vehicle having a seating capacity of not less than seven nor more than  
443 31 passengers, including the driver, and used in the transportation of passengers.

444 "Motor carrier" means any person who undertakes, whether directly or by lease, to transport  
445 passengers for compensation over the highways of the Commonwealth.

446 "Motor launch" means a motor vessel that meets the requirements of the U.S. Coast Guard for the  
447 carriage of passengers for compensation, with a capacity of six or more passengers, but not in excess of  
448 ~~fifty~~ 50 passengers. "Motor launch, as defined herein, shall" *does not* include sight-seeing vessels,  
449 special or charter party vessels within the provisions of this chapter. A carrier by motor launch shall not  
450 be regarded as a steamship company.

451 "Nonemergency medical transportation carrier" means a motor carrier that exclusively provides  
452 nonemergency medical transportation and provides such transportation only (i) through the Department  
453 of Medical Assistance Services; (ii) through a broker operating under a contract with the Department of  
454 Medical Assistance Services; or (iii) as a Medicaid Managed Care Organization contracted with the  
455 Department of Medical Assistance Services to provide such transportation.

456 "Nonprofit/tax-exempt passenger carrier" means a bona fide nonprofit corporation organized or  
457 existing under Chapter 10 (§ 13.1-801 et seq.) of Title 13.1, or a tax-exempt organization as defined in  
458 §§ 501(c)(3) and 501(c)(4) of the United States Internal Revenue Code, as from time to time amended,  
459 who undertakes, whether directly or by lease, to control and operate minibuses exclusively in the  
460 transportation, for compensation, of members of such organization if it is a membership corporation, or  
461 of elderly, disabled, or economically disadvantaged members of the community if it is not a membership  
462 corporation.

463 "Operation" or "operations" includes the operation of all motor vehicles, whether loaded or empty,  
464 whether for compensation or not, and whether owned by or leased to the motor carrier who operates  
465 them or causes them to be operated.

466 "Operation of a TNC partner vehicle" means (i) *any time a TNC partner is logged into a digital*  
467 *platform and is available to pick up passengers*; (ii) *any time a passenger is in the TNC partner*  
468 *vehicle*; and (iii) *any time the TNC partner has accepted a prearranged ride request through the digital*  
469 *platform and is en route to a passenger*.

470 "Operator" means the employer or person actually driving a motor vehicle or combination of  
471 vehicles.

472 "Permit" means a permit issued by the Department to carriers operating as employee haulers or  
473 nonprofit/tax-exempt passenger carriers or to operators of taxicabs or other vehicles performing taxicab  
474 service under this chapter.

475 "Person" means any individual, firm, copartnership, corporation, company, association, or joint-stock  
476 association, and includes any trustee, receiver, assignee, or personal representative thereof.

477 "Personal vehicle" means a motor vehicle that is not used to transport passengers for compensation  
478 except as a TNC partner vehicle.

479 "Prearranged ride" means passenger transportation for compensation in a TNC partner vehicle  
480 arranged through a digital platform. "Prearranged ride" includes the period of time that begins when a  
481 TNC partner accepts a ride requested through a digital platform, continues while the TNC partner  
482 transports a passenger in a TNC partner vehicle, and ends when the passenger exits the TNC partner  
483 vehicle.

484 "Restricted common carrier" means any person who undertakes, whether directly or by a lease or  
485 other arrangement, to transport passengers for compensation, whereby such transportation service has  
486 been restricted. "Restricted common carrier" *does not* include a transportation network company or TNC  
487 partner as defined in this section.

488 "Route," when used in connection with or with respect to a certificate of public convenience and  
489 necessity, means the road or highway, or segment thereof, operated over by the holder of a certificate of  
490 public convenience and necessity or proposed to be operated over by an applicant therefor, whether such



road or highway is designated by one or more highway numbers.

"Services" and "transportation" include the service of, and all transportation by, all vehicles operated by, for, or in the interest of any motor carrier irrespective of ownership or contract, expressed or implied, together with all facilities and property operated or controlled by any such carrier or carriers and used in the transportation of passengers or the performance of any service in connection therewith.

"Sight-seeing carrier" means a restricted common carrier authorized to transport passengers under the provisions of this chapter, whereby the primary purpose of the operation is the passengers' experience and enjoyment ~~and/or~~ or the promotion of tourism.

"Sight-seeing carrier by boat" means a restricted common carrier, which restricted common carrier uses a boat or boats operating on waters within the Commonwealth to transport passengers, and whereby the primary purpose of the operation is the passengers' experience and enjoyment ~~and/or~~ or the promotion of tourism. Sight-seeing carriers by boat shall not be regarded as steamship companies.

"Single state insurance receipt" means any receipt issued pursuant to 49 C.F.R. Part 367 evidencing that the carrier has the required insurance and paid the requisite fees to the Commonwealth and other qualified jurisdictions.

"Special or charter party carrier by boat" ~~for purposes of this chapter shall mean~~ means a restricted common carrier which transports groups of persons under a single contract made with one person for an agreed charge for such movement regardless of the number of persons transported. Special or charter party carriers by boat shall not be regarded as steamship companies.

"Taxicab or other motor vehicle performing a taxicab service" means any motor vehicle having a seating capacity of not more than six passengers, excluding the driver, not operating on a regular route or between fixed terminals used in the transportation of passengers for hire or for compensation, and not a common carrier, restricted common carrier, *transportation network company*, *TNC partner*, or nonemergency medical transportation carrier as defined in this chapter.

*"TNC insurance" means a motor vehicle liability insurance policy that specifically covers liabilities arising from a TNC partner's operation of a TNC partner vehicle.*

*"TNC partner" means a person authorized by a transportation network company to use a TNC partner vehicle to provide prearranged rides on an intrastate basis in the Commonwealth.*

*"TNC partner vehicle" means a personal vehicle authorized by a transportation network company and used by a TNC partner to provide prearranged rides on an intrastate basis in the Commonwealth.*

*"Trade dress" means a logo, insignia, or emblem attached to or visible from the exterior of a TNC partner vehicle that identifies a transportation network company or digital platform with which the TNC partner vehicle is affiliated.*

*"Transportation network company" means a person who provides prearranged rides using a digital platform that connects passengers with TNC partners.*

#### **§ 46.2-2001.3. Application; notice requirements.**

A. Applications for a license, permit, certificate, ~~or~~ identification marker, *or TNC partner vehicle registration* or renewal of a license, permit, certificate, ~~or~~ identification marker, *or TNC partner vehicle registration* under this chapter shall be made to the Department and contain such information and exhibits as the Department shall require. Such information shall include *except in the case of a TNC partner vehicle*, in the application or otherwise, the matters set forth in § 46.2-2011.24 as grounds for denying licenses, permits, and certificates, and other pertinent matters requisite for the safeguarding of the public interest.

*Notwithstanding any other provision of this chapter, the Commissioner may require all or certain applications for a license, permit, certificate, identification marker, or TNC partner vehicle registration to be filed electronically.*

*For the purposes of this subsection, "identification marker" does not include trade dress.*

B. An applicant for any original certificate of public convenience and necessity issued under this chapter, or any request for a transfer of such certificate, unless otherwise provided, shall cause a notice of such application, on the form and in the manner prescribed by the Department, on every motor carrier holding the same type of certificate issued by the Department and operating or providing service within the area proposed to be served by the applicant.

C. For any application for original certificate or license issued under this chapter, or any request for a transfer of such certificate or license, the Department shall publish a notice of such application on the Department's public website in the form and in the manner prescribed by the Department.

D. An applicant for any original certificate of public convenience and necessity issued under this chapter, or any request for a transfer of such certificate of public convenience and necessity, shall cause a publication of a summary of the application to be made in a newspaper having a general circulation in the proposed area to be served or area where the primary business office is located within such time as the Department may prescribe.

#### **§ 46.2-2011.5. Filing and application fees.**

552 Unless otherwise provided, every applicant, *other than a transportation network company*, for an  
553 original license, permit, or certificate issued under this chapter and transfer of a license or certificate  
554 under the provisions of this chapter shall, upon the filing of an application, deposit with the Department,  
555 as a filing fee, a sum in the amount of ~~fifty dollars~~ \$50. *The fee to accompany an application for an*  
556 *original of the certificate required under § 46.2-2099.45 shall be \$100,000, and the annual fee to*  
557 *accompany an application for a renewal thereof shall be \$60,000. If the Department does not approve*  
558 *an application for an original of the certificate required under § 46.2-2099.45, the Department shall*  
559 *refund \$90,000 of the application fee to the applicant.* The Department shall collect a fee of ~~three~~  
560 ~~dollars~~ \$3 for the issuance of a duplicate license, permit, or certificate.

561 **§ 46.2-2011.6. Vehicle fees.**

562 Every person, *other than a TNC partner*, who operates a passenger vehicle for compensation over the  
563 highways of the Commonwealth, unless such operation is exempted from this chapter, shall be required  
564 to pay an annual fee of \$3 for each such vehicle so operated, unless a vehicle identification marker fee  
565 has been paid to the Department as to such vehicle for the current year under the provisions of Chapter  
566 27 (§ 58.1-2700 et seq.) of Title 58.1. Such fee shall be paid through the single state registration system  
567 established pursuant to 49 U.S.C. § 14504 and 49 ~~CFR~~ C.F.R. Part 367 or through the unified carrier  
568 registration system established pursuant to 49 U.S.C. § 14504a and the federal regulations promulgated  
569 thereunder for carriers registered pursuant to those provisions. No more than one vehicle fee shall be  
570 charged or paid as to any vehicle in any one year under Chapter 27 (§ 58.1-2700 et seq.) of Title 58.1  
571 and this chapter, including payments made pursuant to the single state registration system or the unified  
572 carrier registration system.

573 **§ 46.2-2011.20. Unlawful use of registration and identification markers.**

574 It shall be unlawful for any person to operate or cause to be operated on any highway in the  
575 Commonwealth any motor vehicle that (i) does not carry the proper registration and identification that  
576 this chapter requires, (ii) does not display an identification marker in such manner as is prescribed by  
577 the Department, or (iii) bears registration or identification markers of persons whose *TNC partner*  
578 *vehicle registration under subsection B of § 46.2-2099.50 or whose* license, permit, or certificate issued  
579 by the Department has been *canceled*, revoked, suspended, or renewal thereof denied in accordance with  
580 this chapter.

581 **§ 46.2-2011.22. Violation; criminal penalties.**

582 A. Any person knowingly and willfully violating any provision of this chapter, or any rule or  
583 regulation thereunder, or any term or condition of any certificate, permit, or license, for which a penalty  
584 is not otherwise herein provided, shall be guilty of a misdemeanor and, upon conviction, shall be fined  
585 not more than \$2,500 for the first offense and not more than \$5,000 for any subsequent offense. Each  
586 day of such violation shall constitute a separate offense.

587 B. Any person, whether carrier, broker, or any officer, employee, agent, or representative thereof, *or*  
588 *a TNC partner*, who ~~shall~~ knowingly and willfully by any such means or otherwise fraudulently *seek*  
589 *seeks* to evade or defeat regulation as in this chapter; shall be deemed guilty of a misdemeanor and,  
590 upon conviction thereof, be fined not more than \$500 for the first offense and not more than \$2,000 for  
591 any subsequent offense.

592 C. Any motor carrier, broker, or excursion train operator or any officer, agent, employee, or  
593 representative thereof, *or a TNC partner*, who willfully fails or refuses to make a report to the  
594 Department as required by this chapter or to keep accounts, records, and memoranda in the form and  
595 manner approved or prescribed by the Department, or knowingly and willfully falsifies, destroys,  
596 mutilates, or alters any such report, account, record, or memorandum, or knowingly and willfully files  
597 any false report, account, record, or memorandum, shall be guilty of a misdemeanor and, upon  
598 conviction, be subject for each offense to a fine of not less than \$100 and not more than \$5,000.

599 **§ 46.2-2011.24. Grounds for denying, suspending, or revoking licenses, permits, or certificates.**

600 A license, permit, or certificate issued pursuant to this chapter may be denied, suspended, or revoked  
601 on any one or more of the following grounds, where applicable:

602 1. Material misstatement or omission in application for license, certificate, permit, identification  
603 marker, or vehicle registration;

604 2. Failure to comply subsequent to receipt of a written warning from the Department or any willful  
605 failure to comply with a lawful order, any provision of this chapter or any regulation promulgated by  
606 the Department under this chapter, or any term, condition, or restriction of a license, permit, or  
607 certificate;

608 3. Failure to comply with zoning or other land use regulations, ordinances, or statutes;

609 4. Use of deceptive business acts or practices;

610 5. Knowingly advertising by any means any assertion, representation, or statement of fact that is  
611 untrue, misleading, or deceptive relating to the conduct of the business for which a license, certificate,  
612 permit, identification marker, or vehicle registration is held or sought;

613 6. Having been found, through a judicial or administrative hearing, to have committed fraudulent or

deceptive acts in connection with the business for which a license, permit, or certificate is held or sought or any consumer-related fraud;

7. Having been convicted of any criminal act involving the business for which a license, permit, or certificate is held or sought;

8. Failure to comply with § 46.2-2056 or any regulation promulgated pursuant thereto;

9. Improper leasing, renting, lending, or otherwise allowing the improper use of a license, certificate, permit, identification marker, or vehicle registration;

10. Having been convicted of a felony;

11. Having been convicted of any misdemeanor involving lying, cheating, stealing, or moral turpitude;

12. Failure to submit to the Department any tax, fees, dues, fines, or penalties owed to the Department;

13. Failure to furnish the Department information, documentation, or records required or requested pursuant to statute or regulation;

14. Knowingly and willfully filing any false report, account, record, or memorandum;

15. Failure to meet or maintain application certifications or requirements of public convenience and necessity, character, fitness, and financial responsibility pursuant to this chapter;

16. Willfully altering or changing the appearance or wording of any license, permit, certificate, identification marker, license plate, or vehicle registration;

17. Failure to provide services in accordance with license, permit, or certificate terms, limitations, conditions, or requirements;

18. Failure to maintain and keep on file with the Department motor carrier liability insurance, issued by a company licensed to do business in the Commonwealth, or a bond, certificate of insurance, certificate of self-insurance, or unconditional letter of credit in accordance with this chapter, with respect to each motor vehicle operated in the Commonwealth;

19. Failure to comply with the Workers' Compensation Act of Title 65.2;

20. Failure to properly register a motor vehicle under this title;

21. Failure to comply with any federal motor carrier statute, rule, or regulation;

22. Failure to comply with the requirements of the Americans with Disabilities Act *or the Virginians with Disabilities Act* (§ 51.5-1 *et seq.*); ~~or~~

23. Inactivity of a motor carrier as may be evidenced by the absence of a motor vehicle registered to operate under such certificate or permit for a period of greater than three months; *or*

24. *Failure to comply with any provision regarding the filing and registered agent requirements set forth in Title 13.1.*

**§ 46.2-2011.29. Surrender of identification marker, license plate, and registration card; removal by law enforcement; operation of vehicle denied.**

*A. For purposes of this section, "identification marker" does not include trade dress.*

*B. It shall be unlawful for a licensee, permittee, or certificate holder, or for the registrant or operator of a vehicle registered under subsection B of § 46.2-2099.50, whose license, permit, ~~or~~ certificate, or vehicle's registration as a TNC partner vehicle, has been revoked, suspended, canceled, or renewal thereof denied pursuant to this chapter to fail or refuse to surrender, on demand, to the Department license plates, identification markers, and registration cards issued under this title.*

*B. ~~If C.~~ Except as provided in subsection D, if any ~~law enforcement~~ law-enforcement officer finds that a motor carrier vehicle bearing Virginia license plates or temporary transport plates is being operated in violation of subsection A of this section B, such ~~law enforcement~~ law-enforcement officer shall remove the license plate, identification marker, and registration card and shall forward the same to the Department.*

*D. If the officer finds that a TNC partner vehicle bearing Virginia license plates is being operated in violation of subsection B, such law-enforcement officer shall direct the operator of the vehicle to promptly remove any identification marker and any registration card issued under subsection B of § 46.2-2099.50 and return the same to the Department. If any law-enforcement officer finds that a TNC partner vehicle not bearing Virginia license plates is being operated in violation of subsection B, such law-enforcement officer shall remove any identification marker and any registration card issued under subsection B of § 46.2-2099.50 and shall forward the same to the Department.*

*~~C.~~ E. When informed that a vehicle is being operated in violation of this section, the driver shall drive the vehicle to a nearby location off the public highways and not remove it or allow it to be moved until the motor carrier is in compliance with all provisions of this chapter.*

**§ 46.2-2051. Application of article.**

Unless otherwise stated, this article shall apply to all motor carriers *except transportation network companies.*

*Transportation Network Companies.***§ 46.2-2099.45. Certificates required unless exempted.**

Unless otherwise exempted, no person shall engage in the business of a transportation network company on any highway within the Commonwealth on an intrastate basis unless such person has secured from the Department a certificate of fitness authorizing such business.

**§ 46.2-2099.46. Control, supervision, and regulation by Department.**

Except as otherwise provided in this chapter, every transportation network company, TNC partner, and TNC partner vehicle shall be subject to exclusive control, supervision, and regulation by the Department, except that enforcement of statutes and Department regulations shall be not only by the Department but also by any other law-enforcement officer. Nothing in this section shall be construed as authorizing the adoption of local ordinances providing for local regulation of transportation network companies, TNC partners, or TNC partner vehicles.

**§ 46.2-2099.47. Operation except in accordance with chapter prohibited.**

No transportation network company or TNC partner shall transport passengers for compensation on any highway in the Commonwealth on an intrastate basis except in accordance with the provisions of this chapter.

**§ 46.2-2099.48. General operational requirements for transportation network companies and TNC partners; civil penalty.**

A. A transportation network company and a TNC partner shall provide passenger transportation only on a prearranged basis and only by means of a digital platform that enables passengers to connect with TNC partners using a TNC partner vehicle. No TNC partner shall transport a passenger unless a transportation network company has matched the TNC partner to that passenger through the digital platform. A TNC partner shall not solicit, accept, arrange, or provide transportation in any other manner.

B. A transportation network company shall authorize collection of fares for transporting passengers solely through a digital platform. A TNC partner shall not accept payment of fares directly from a passenger or any other person prearranging a ride or by any means other than electronically via a digital platform.

C. A transportation network company with knowledge that a TNC partner has violated the provisions of subsection A or B shall remove the TNC partner from the transportation network company's digital platform for at least one year.

D. A transportation network company shall publish the following information on its public website and associated digital platform:

1. The method used to calculate fares or the applicable rates being charged and an option to receive an estimated fare;

2. Information about its TNC partner screening criteria, including a description of the offenses that the transportation network company will regard as grounds for disqualifying an individual from acting as a TNC partner;

3. The means for a passenger or other person to report a TNC partner reasonably suspected of operating a TNC partner vehicle under the influence of drugs or alcohol;

4. Information about the company's training and testing policies for TNC partners;

5. Information about the company's standards for TNC partner vehicles; and

6. A customer support telephone number or email address and instructions regarding any alternative methods for reporting a complaint.

E. A transportation network company shall associate a TNC partner with one or more personal vehicles and shall authorize a TNC partner to transport passengers only in a vehicle specifically associated with a TNC partner by the transportation network company. The transportation network company shall arrange transportation solely for previously associated TNC partners and TNC partner vehicles. A TNC partner shall not transport passengers except in a TNC partner vehicle associated with the TNC partner by the transportation network company.

F. A TNC partner shall carry at all times while operating a TNC partner vehicle proof of coverage under each in-force TNC insurance policy, which may be displayed as part of the digital platform, and each in-force personal automobile insurance policy covering the vehicle. The TNC partner shall present such proof of insurance upon request to the Commissioner, a law-enforcement officer, an airport owner and operator, an official of the Washington Metropolitan Area Transit Commission, or any person involved in an accident that occurs during the operation of a TNC partner vehicle. The transportation network company shall require the TNC partner's compliance with the provisions of this subsection.

G. Prior to a passenger's entering a TNC partner vehicle, a transportation network company shall provide through the digital platform to the person prearranging the ride the first name and a photograph of the TNC partner, the make and model of the TNC partner vehicle, and the license plate number of the TNC partner vehicle.

H. A transportation network company shall provide to each of its TNC partners a credential, which

may be displayed as part of the digital platform, that includes the following information:

1. The name or logo of the transportation network company;
2. The name and a photograph of the TNC partner; and
3. The make, model, and license plate number of each TNC partner vehicle associated with the TNC partner and the state issuing each such license plate.

The TNC partner shall carry the credential at all times during the operation of a TNC partner vehicle and shall present the credential upon request to law-enforcement officers, airport owners and operators, officials of the Washington Metropolitan Area Transit Commission, or a passenger. The transportation network company shall require the TNC partner's compliance with this subsection.

I. A transportation network company and its TNC partner shall, at all times during a prearranged ride, make the following information available through its digital platform immediately upon request to representatives of the Department, to law-enforcement officers, to officials of the Washington Metropolitan Area Transit Commission, and to airport owners and operators:

1. The name of the transportation network company;
  2. The name of the TNC partner and the identification number issued to the TNC partner by the transportation network company;
  3. The license plate number of the TNC partner vehicle and the state issuing such license plate; and
  4. The location, date, and approximate time that each passenger was or will be picked up.
- J. Upon completion of a prearranged ride, a transportation network company shall transmit to the person who prearranged the ride an electronic receipt that includes:
1. A map of the route taken;
  2. The date and the times the trip began and ended;
  3. The total fare, including the base fare and any additional charges incurred for distance traveled or duration of the prearranged ride;
  4. The TNC partner's first name and photograph; and
  5. Contact information by which additional support may be obtained.

K. The transportation network company shall adopt and enforce a policy of nondiscrimination on the basis of a passenger's points of departure and destination, race, color, national origin, religious belief or affiliation, sex, disability, age, sexual orientation, or gender identity, with respect to passengers and potential passengers, and notify TNC partners of such policy.

TNC partners shall comply with all applicable laws regarding nondiscrimination against passengers or potential passengers on the basis of points of departure and destination, race, color, national origin, religious belief or affiliation, sex, disability, age, sexual orientation, or gender identity.

A transportation network company shall provide passengers an opportunity to indicate whether they require a wheelchair-accessible vehicle. If a transportation network company cannot arrange wheelchair-accessible service in a TNC partner vehicle in any instance, it shall direct the passenger to an alternate provider of wheelchair-accessible service, if available.

A transportation network company shall not impose additional charges for providing services to persons with disabilities because of those disabilities.

TNC partners shall comply with all applicable laws relating to accommodation of service animals.

A TNC partner may refuse to transport a passenger for any reason not prohibited by law, including any case in which (i) the passenger is acting in an unlawful, disorderly, or endangering manner; (ii) the passenger is unable to care for himself and is not in the charge of a responsible companion; or (iii) the TNC partner has already committed to providing a ride for another passenger.

A TNC partner shall immediately report to the transportation network company any refusal to transport a passenger after accepting a request to transport that passenger.

L. No transportation network company or TNC partner shall conduct any operation on the property of or into any airport unless such operation is authorized by the airport owner and operator and is in compliance with the rules and regulations of that airport. The Department may take action against a transportation network company that violates any regulation of an airport owner and operator, including the suspension or revocation of the transportation network company's certificate.

M. A TNC partner shall access and utilize a digital platform in a manner that is consistent with traffic laws of the Commonwealth.

N. In accordance with § 46.2-812, no TNC partner shall operate a motor vehicle for more than 13 hours in any 24-hour period.

**§ 46.2-2099.49. Requirements for TNC partners; mandatory background screening; drug and alcohol policy; mandatory disclosures to TNC partners; duty of TNC partners to provide updated information to transportation network companies.**

A. Before authorizing an individual to act as a TNC partner, a transportation network company shall confirm that the person is at least 21 years old and possesses a valid driver's license.

B. 1. Before authorizing an individual to act as a TNC partner, and at least once every two years

798 after authorizing an individual to act as a TNC partner, a transportation network company shall obtain  
799 a national criminal history records check of that person. The background check shall include (i) a  
800 Multi-State/Multi-Jurisdiction Criminal Records Database Search or a search of a similar nationwide  
801 database with validation (primary source search) and (ii) a search of the U.S. Department of Justice's  
802 National Sex Offender Public Website. The person conducting the background check shall be accredited  
803 by the National Association of Professional Background Screeners or a comparable entity approved by  
804 the Department.

805 2. Before authorizing an individual to act as a TNC partner, and at least once annually after  
806 authorizing an individual to act as a TNC partner, a transportation network company shall obtain and  
807 review a driving history research report on that person from the individual's state of licensure.

808 3. Before authorizing an individual to act as a TNC partner, and at least once every two years after  
809 authorizing a person to act as a TNC partner, a transportation network company shall verify that the  
810 person is not listed on the Sex Offender and Crimes Against Minors Registry or on the U.S. Department  
811 of Justice's National Sex Offender Public Website.

812 C. A transportation network company shall not authorize an individual to act as a TNC partner if  
813 the criminal history records check required under subsection B reveals that the individual:

814 1. Is a person for whom registration with the Sex Offender and Crimes Against Minors Registry is  
815 required pursuant to Chapter 9 (§ 9.1-900 et seq.) of Title 9.1 or is listed on the U.S. Department of  
816 Justice's National Sex Offender Public Website;

817 2. Has ever been convicted of or has ever pled guilty or nolo contendere to a violent felony offense  
818 as listed in subsection C of § 17.1-805, or a substantially similar law of another state or of the United  
819 States;

820 3. Within the preceding seven years has been convicted of or has pled guilty or nolo contendere to  
821 any of the following offenses, either under Virginia law or a substantially similar law of another state  
822 or of the United States: (i) any felony offense other than those included in subdivision 2; (ii) an offense  
823 under § 18.2-266, 18.2-266.1, 18.2-272, or 46.2-341.24; or (iii) any offense resulting in revocation of a  
824 driver's license pursuant to § 46.2-389 or 46.2-391; or

825 4. Within the preceding three years has been convicted of or has pled guilty or nolo contendere to  
826 any of the following offenses, either under Virginia law or a substantially similar law of another state  
827 or of the United States: (i) three or more moving violations; (ii) eluding a law-enforcement officer, as  
828 described in § 46.2-817; (iii) reckless driving, as described in Article 7 (§ 46.2-852 et seq.) of Chapter  
829 8; (iv) operating a motor vehicle in violation of § 46.2-301; or (v) refusing to submit to a chemical test  
830 to determine the alcohol or drug content of the person's blood or breath, as described in § 18.2-268.3.

831 D. A transportation network company shall employ a zero-tolerance policy with respect to the use of  
832 drugs and alcohol by TNC partners and shall include a notice concerning the policy on its website and  
833 associated digital platform.

834 E. A transportation network company shall make the following disclosures in writing to a TNC  
835 partner or prospective TNC partner:

836 1. The transportation network company shall disclose the liability insurance coverage and limits of  
837 liability that the transportation network company provides while the TNC partner uses a vehicle in  
838 connection with the transportation network company's digital platform.

839 2. The transportation network company shall disclose any physical damage coverage provided by the  
840 transportation network company for damage to the vehicle used by the TNC partner in connection with  
841 the transportation network company's digital platform.

842 3. The transportation network company shall disclose the uninsured motorist and underinsured  
843 motorist coverage and policy limits provided by the transportation network company while the TNC  
844 partner uses a vehicle in connection with the transportation network company's digital platform and  
845 advise the TNC partner that the TNC partner's personal automobile insurance policy may not provide  
846 uninsured motorist and underinsured motorist coverage when the TNC partner uses a vehicle in  
847 connection with a transportation network company's digital platform.

848 4. The transportation network company shall include the following disclosure prominently in writing  
849 to a TNC partner or prospective TNC partner: "If the vehicle that you plan to use to transport  
850 passengers for our transportation network company has a lien against it, you must notify the lienholder  
851 that you will be using the vehicle for transportation services that may violate the terms of your contract  
852 with the lienholder."

853 F. A TNC partner shall inform each transportation network company that has authorized him to act  
854 as a TNC partner of any event that may disqualify him from continuing to act as a TNC partner,  
855 including any of the following: a change in the registration status of the TNC partner vehicle; the  
856 revocation, suspension, cancellation, or restriction of the TNC partner's driver's license; a change in the  
857 insurance coverage of the TNC partner vehicle; a motor vehicle moving violation; and a criminal arrest,  
858 plea, or conviction.

859 § 46.2-2099.50. Requirements for TNC partner vehicles; registration with and identification

**markers issued by Department; identification markers issued by transportation network company.**

A. A TNC partner vehicle shall:

1. Be a personal vehicle;
2. Have a seating capacity of no more than eight persons, including the driver;
3. Be validly titled and registered in the Commonwealth or in another state;
4. Not have been issued a certificate of title, either in Virginia or in any other state, branding the vehicle as salvage, nonrepairable, rebuilt, or any equivalent classification;
5. Have a valid Virginia safety inspection and carry proof of that inspection in the vehicle;
6. Be covered under a TNC insurance policy or policies meeting the requirements of § 46.2-2099.51 or 46.2-2099.52, as applicable; and
7. Be registered with the Department for use as a TNC partner vehicle and display an identification marker issued by the Department as provided in subsection B.

No TNC partner shall operate a TNC partner vehicle unless that vehicle meets the requirements of this subsection.

B. A vehicle owner, lessee, or TNC partner shall register a personal vehicle for use as a TNC partner vehicle. A TNC partner that is not the vehicle owner or lessee shall, prior to registering any TNC partner vehicle with the Department, secure the consent of each owner, lessor, and lessee of the vehicle as applicable for its registration as a TNC partner vehicle and for its use as a TNC partner vehicle by the TNC partner. A transportation network company shall have the option of registering a TNC partner vehicle on behalf of a TNC partner electronically through a secure portal maintained by the Department provided the TNC partner, if the TNC partner is not the vehicle owner or lessee, certifies that it has secured consent from each owner, lessor, and lessee of the vehicle for its registration as a TNC partner vehicle and for its use as a TNC partner vehicle by the TNC partner.

Prior to registering for use as a TNC partner vehicle any vehicle that has been titled and registered in another state, the vehicle owner or lessee, or a transportation network company on behalf of the owner or lessee, shall provide the Department with such information as the Department requires to establish a customer record for that person and that person's vehicle. A transportation network company shall have the option to submit this information electronically through a secure portal maintained by the Department.

For each TNC partner vehicle a transportation network company authorizes, the transportation network company or TNC partner shall provide to the Department, in a form acceptable to the Department, any information reasonably necessary for the Department to identify the vehicle and register it for use as a TNC partner vehicle.

Upon registering a vehicle for use as a TNC partner vehicle, the Department shall issue a temporary registration, an identification marker to the vehicle owner or lessee, and a registration card indicating the vehicle's registration for use as a TNC partner vehicle.

The Commissioner may deny, suspend, cancel, or revoke the TNC vehicle registration and identification marker for any of the following reasons: (i) the vehicle is not properly registered, (ii) the vehicle does not carry insurance as required by this article, (iii) the vehicle is sold, or (iv) the vehicle is used by a TNC partner in a manner not authorized by this chapter.

Registration of a TNC partner vehicle under this subsection shall remain valid until (a) the vehicle is no longer authorized to operate as a TNC partner vehicle by a transportation network company; (b) the TNC partner, vehicle owner, or lessee requests cancellation of the registration; (c) there is a transfer of vehicle ownership, other than a transfer from the lessor of the vehicle to the lessee; (d) the vehicle's lease terminates and ownership is not transferred to the lessee; or (e) the Department suspends, revokes, or cancels the registration of the vehicle for use as a TNC partner vehicle. The fee for the replacement of a lost, mutilated, or illegible identification marker or registration card shall be the same as the fee set forth in § 46.2-692 for the replacement of a decal or vehicle registration card. However, if the TNC partner vehicle is not titled and registered in Virginia, the replacement fee for an identification marker shall be \$40.

Any vehicle registered with the Department as a personal vehicle and subject to further registration as a TNC partner vehicle pursuant to this section shall be presumed to be used for nonbusiness purposes for the purpose of determining whether it is a qualifying vehicle under § 58.1-3523 absent clear and convincing evidence to the contrary, and any registration pursuant to this section shall not create any presumption of business or commercial use of the vehicle or of business activity on the part of the TNC partner, for purposes of any state or local requirement.

C. Before authorizing a vehicle to be used as a TNC partner vehicle, a transportation network company shall confirm that the vehicle meets the requirements of subsection A and shall provide each TNC partner with proof of any TNC insurance policy or policies maintained by the transportation network company.

For each TNC partner vehicle it authorizes, a transportation network company shall issue trade



921 dress to the TNC partner associated with that vehicle. The trade dress shall be sufficient to identify the  
922 transportation network company or digital platform with which the vehicle is affiliated and shall be  
923 displayed in a manner that complies with Virginia law. The trade dress shall be of such size, shape, and  
924 color as to be readily identifiable during daylight hours from a distance of 50 feet while the vehicle is  
925 not in motion and shall be reflective, illuminated, or otherwise patently visible in darkness. The trade  
926 dress may take the form of a removable device that meets the identification and visibility requirements  
927 of this subsection.

928 The transportation network company shall submit to the Department proof that the transportation  
929 network company has established the trade dress required under this subsection by filing with the  
930 Department an illustration or photograph of the trade dress.

931 A TNC partner shall keep the trade dress issued under this subsection visible at all times while the  
932 vehicle is being operated as a TNC partner vehicle.

933 No person shall operate a vehicle bearing trade dress issued under this subsection without the  
934 authorization of the transportation network company issuing the trade dress.

935 D. Any information provided to the Department pursuant to this section, whether held by the  
936 Department or another public entity, shall not be subject to disclosure under the Virginia Freedom of  
937 Information Act (§ 2.2-3700 et seq.). Neither the Department nor any such public entity shall disclose  
938 any such information to a nongovernmental entity absent a court order or subpoena. In the event  
939 information provided pursuant to this section is sought through a court order or subpoena, the  
940 Department or other public entity shall promptly notify the transportation network company prior to  
941 disclosure so as to afford the transportation network company the opportunity to take appropriate  
942 actions to prevent disclosure. The Department shall not disclose such information to a governmental  
943 entity other than to enable that entity to perform its governmental function.

944 **§ 46.2-2099.51. TNC insurance until January 1, 2016.**

945 A. Until January 1, 2016, at all times during the operation of a TNC partner vehicle, a  
946 transportation network company or TNC partner shall keep in force TNC insurance as provided in this  
947 section.

948 B. The following requirements shall apply to TNC insurance from the moment a TNC partner accepts  
949 a prearranged ride request on a transportation network company's digital platform until the TNC  
950 partner completes the transaction on the digital platform or until the prearranged ride is complete,  
951 whichever is later:

952 1. TNC insurance shall provide motor vehicle liability coverage. Such coverage shall be primary and  
953 the minimum amount of liability coverage for death, bodily injury, and property damage shall be \$1  
954 million.

955 2. TNC insurance shall provide uninsured motorist coverage and underinsured motorist coverage.  
956 Such coverage shall apply from the moment a passenger enters a TNC partner vehicle until the  
957 passenger exits the vehicle. The minimum amount of uninsured motorist coverage and underinsured  
958 motorist coverage for death, bodily injury, and property damage shall be \$1 million.

959 3. The requirements of this subsection may be satisfied by any of the following:

960 a. TNC insurance maintained by a TNC partner;

961 b. TNC insurance maintained by a transportation network company; or

962 c. Any combination of subdivisions a and b.

963 A transportation network company may meet its obligations under this subsection through a policy  
964 obtained by a TNC partner under subdivision a or c only if the transportation network company verifies  
965 that the policy is maintained by the TNC partner.

966 4. Insurers providing insurance coverage under this subsection shall have the exclusive duty to  
967 defend any liability claim, including any claim against a TNC partner, arising from an accident  
968 occurring within the time periods specified in this subsection. Neither the TNC partner's nor the vehicle  
969 owner's personal automobile insurance policy shall have the duty to defend or indemnify the TNC  
970 partner's activities in connection with the transportation network company, unless the policy expressly  
971 provides otherwise for the period of time to which this subsection is applicable or the policy contains an  
972 amendment or endorsement to provide that coverage.

973 5. Coverage under a TNC insurance policy shall not be dependent on a personal automobile  
974 insurance policy first denying a claim, nor shall a personal automobile insurance policy be required to  
975 first deny a claim.

976 6. Nothing in this subsection shall be construed to require a personal automobile insurance policy to  
977 provide primary or excess coverage. Neither the TNC partner's nor the vehicle owner's personal  
978 automobile insurance policy shall provide any coverage to the TNC partner, the vehicle owner, or any  
979 third party, unless the policy expressly provides for that coverage during the period of time to which  
980 this subsection is applicable or the policy contains an amendment or endorsement to provide that  
981 coverage.

982 C. The following requirements shall apply to TNC insurance (i) from the moment a TNC partner logs



on to a transportation network company's associated digital platform until the TNC partner accepts a request to transport a passenger and (ii) from the moment the TNC partner completes the transaction on the digital platform or the prearranged ride is complete, whichever is later, until the TNC partner either accepts another prearranged ride request on the digital platform or logs off the digital platform:

1. TNC insurance shall provide motor vehicle liability coverage. Such coverage shall be secondary and shall provide liability coverage of at least \$125,000 per person and \$250,000 per incident for death and bodily injury and at least \$50,000 for property damage.

2. The requirements for the coverage required by this subsection may be satisfied by any of the following:

a. TNC insurance maintained by a TNC partner;

b. TNC insurance maintained by a transportation network company that provides coverage in the event that a TNC partner's insurance policy under subdivision a has ceased to exist or has been canceled or in the event that the TNC partner does not otherwise maintain TNC insurance; or

c. Any combination of subdivisions a and b.

A transportation network company may meet its obligations under this subsection through a policy obtained by a TNC partner pursuant to subdivision a or c only if the transportation network company verifies that the policy is maintained by the TNC partner and is specifically written to cover the TNC partner's use of a vehicle in connection with a transportation network company's digital platform.

3. If the TNC partner vehicle is insured under a personal automobile insurance policy that does not exclude coverage, then such policy shall provide primary coverage and an insurance policy maintained by the transportation network company under subdivision 2 c shall provide excess coverage up to at least the limits required by subdivision 1.

D. In the event that the digital platform becomes inaccessible due to failure or malfunction while a TNC partner is en route to or transporting a passenger during a prearranged ride described in subsection B, TNC insurance coverage shall be presumed to be that required in subdivision B 1 until the passenger exits the vehicle.

E. In every instance where TNC insurance maintained by a TNC partner to fulfill the insurance obligations of this section has lapsed or ceased to exist, the transportation network company shall provide the coverage required by this section beginning with the first dollar of a claim.

F. This section shall not limit the liability of a transportation network company arising out of an accident involving a TNC partner in any action for damages against a transportation network company for an amount above the required insurance coverage.

G. Any person, or an attorney acting on his behalf, who suffers a loss in an automobile accident with a reasonable belief that the accident involves a TNC partner vehicle driven by a TNC partner in connection with a transportation network company and who provides the transportation network company with the date, approximate time, and location of the accident, and if available the name of the TNC partner and if available the accident report, may request in writing from the transportation network company information relating to the insurance coverage and the company providing the coverage. The transportation network company shall respond electronically or in writing within 30 days. The transportation network company's response shall contain the following information: (i) whether, at the approximate time of the accident, the TNC partner was logged into the transportation network company's digital platform and, if so logged in, whether a trip request had been accepted or a passenger was in the TNC vehicle; (ii) the name of the insurance carrier providing primary coverage; and (iii) the identity and last known address of the TNC partner.

H. No contract, receipt, rule, or regulation shall exempt any transportation network company from the liability that would exist had no contract been made or entered into, and no such contract, receipt, rule, or regulation for exemption from liability for injury or loss occasioned by the neglect or misconduct of such transportation network company shall be valid. The liability referred to in this subsection shall mean the liability imposed by law upon a transportation network company for any loss, damage, or injury to passengers in its custody and care as a transportation network company.

I. Any insurance required by this section may be placed with an insurer that has been admitted in Virginia or with an insurer providing surplus lines insurance as defined in § 38.2-4805.2.

J. Any insurance policy required by this section shall satisfy the financial responsibility requirement for a motor vehicle under § 46.2-706 during the period such vehicle is being operated as a TNC partner vehicle.

K. The Department shall not issue the certificate of fitness required under § 46.2-2099.45 to any transportation network company that has not certified to the Department that every TNC partner vehicle it has authorized to operate on its digital platform is covered by an insurance policy that meets the requirements of this section.

L. Each transportation network company shall keep on file with the Department proof of an insurance policy or policies maintained by the transportation network company in accordance with this

section. Such proof shall be in a form acceptable to the Commissioner. A record of the policy shall remain in the files of the Department six months after the certificate is suspended or revoked for any cause.

M. The Department may suspend a certificate if the certificate holder fails to comply with the requirements of this section. Any person whose certificate has been suspended pursuant to this subsection may request a hearing as provided in subsection D of § 46.2-2011.26.

N. In a claims coverage investigation, a transportation network company and its insurer shall cooperate with insurers involved in the claims coverage investigation to facilitate the exchange of information, including the dates and times of any accident involving a TNC partner and the precise times that the TNC partner logged in and was logged out of the transportation network company's digital platform.

**§ 46.2-2099.52. TNC insurance.**

A. On and after January 1, 2016, at all times during the operation of a TNC partner vehicle, a transportation network company or TNC partner shall keep in force TNC insurance as provided in this section.

B. The following requirements shall apply to TNC insurance from the moment a TNC partner accepts a prearranged ride request on a transportation network company's digital platform until the TNC partner completes the transaction on the digital platform or until the prearranged ride is complete, whichever is later:

1. TNC insurance shall provide motor vehicle liability coverage. Such coverage shall be primary and the minimum amount of liability coverage for death, bodily injury, and property damage shall be \$1 million.

2. TNC insurance shall provide uninsured motorist coverage and underinsured motorist coverage. Such coverage shall apply from the moment a passenger enters a TNC partner vehicle until the passenger exits the vehicle. The minimum amount of uninsured motorist coverage and underinsured motorist coverage for death, bodily injury, and property damage shall be \$1 million.

3. The requirements of this subsection may be satisfied by any of the following:

- a. TNC insurance maintained by a TNC partner;
- b. TNC insurance maintained by a transportation network company; or
- c. Any combination of subdivisions a and b.

A transportation network company may meet its obligations under this subsection through a policy obtained by a TNC partner under subdivision a or c only if the transportation network company verifies that the policy is maintained by the TNC partner.

4. Insurers providing insurance coverage under this subsection shall have the exclusive duty to defend any liability claim, including any claim against a TNC partner, arising from an accident occurring within the time periods specified in this subsection. Neither the TNC partner's nor the vehicle owner's personal automobile insurance policy shall have the duty to defend or indemnify the TNC partner's activities in connection with the transportation network company, unless the policy expressly provides otherwise for the period of time to which this subsection is applicable or the policy contains an amendment or endorsement to provide that coverage.

5. Coverage under a TNC insurance policy shall not be dependent on a personal automobile insurance policy first denying a claim, nor shall a personal automobile insurance policy be required to first deny a claim.

6. Nothing in this subsection shall be construed to require a personal automobile insurance policy to provide primary or excess coverage. Neither the TNC partner's nor the vehicle owner's personal automobile insurance policy shall provide any coverage to the TNC partner, the vehicle owner, or any third party, unless the policy expressly provides for that coverage during the period of time to which this subsection is applicable or the policy contains an amendment or endorsement to provide that coverage.

C. The following requirements shall apply to TNC insurance (i) from the moment a TNC partner logs on to a transportation network company's associated digital platform until the TNC partner accepts a request to transport a passenger and (ii) from the moment the TNC partner completes the transaction on the digital platform or the prearranged ride is complete, whichever is later, until the TNC partner either accepts another prearranged ride request on the digital platform or logs off the digital platform:

1. TNC insurance shall provide motor vehicle liability coverage. Such coverage shall be primary and shall provide liability coverage of at least \$50,000 per person and \$100,000 per incident for death and bodily injury and at least \$25,000 for property damage.

2. The requirements for the coverage required by this subsection may be satisfied by any of the following:

- a. TNC insurance maintained by a TNC partner;
- b. TNC insurance maintained by a transportation network company that provides coverage in the event that a TNC partner's insurance policy under subdivision a has ceased to exist or has been

canceled or in the event that the TNC partner does not otherwise maintain TNC insurance; or  
 c. Any combination of subdivisions a and b.

A transportation network company may meet its obligations under this subsection through a policy obtained by a TNC partner pursuant to subdivision a or c only if the transportation network company verifies that the policy is maintained by the TNC partner and is specifically written to cover the TNC partner's use of a vehicle in connection with a transportation network company's digital platform.

D. In the event that the digital platform becomes inaccessible due to failure or malfunction while a TNC partner is en route to or transporting a passenger during a prearranged ride described in subsection B, TNC insurance coverage shall be presumed to be that required in subdivision B 1 until the passenger exits the vehicle.

E. In every instance where TNC insurance maintained by a TNC partner to fulfill the insurance obligations of this section has lapsed or ceased to exist, the transportation network company shall provide the coverage required by this section beginning with the first dollar of a claim.

F. This section shall not limit the liability of a transportation network company arising out of an accident involving a TNC partner in any action for damages against a transportation network company for an amount above the required insurance coverage.

G. Any person, or an attorney acting on his behalf, who suffers a loss in an automobile accident with a reasonable belief that the accident involves a TNC partner vehicle driven by a TNC partner in connection with a transportation network company and who provides the transportation network company with the date, approximate time, and location of the accident, and if available the name of the TNC partner and if available the accident report, may request in writing from the transportation network company information relating to the insurance coverage and the company providing the coverage. The transportation network company shall respond electronically or in writing within 30 days. The transportation network company's response shall contain the following information: (i) whether, at the approximate time of the accident, the TNC partner was logged into the transportation network company's digital platform and, if so logged in, whether a trip request had been accepted or a passenger was in the TNC vehicle; (ii) the name of the insurance carrier providing primary coverage; and (iii) the identity and last known address of the TNC partner.

H. No contract, receipt, rule, or regulation shall exempt any transportation network company from the liability that would exist had no contract been made or entered into, and no such contract, receipt, rule, or regulation for exemption from liability for injury or loss occasioned by the neglect or misconduct of such transportation network company shall be valid. The liability referred to in this subsection shall mean the liability imposed by law upon a transportation network company for any loss, damage, or injury to passengers in its custody and care as a transportation network company.

I. Any insurance required by this section may be placed with an insurer that has been admitted in Virginia or with an insurer providing surplus lines insurance as defined in § 38.2-4805.2.

J. Any insurance policy required by this section shall satisfy the financial responsibility requirement for a motor vehicle under § 46.2-706 during the period such vehicle is being operated as a TNC partner vehicle.

K. The Department shall not issue the certificate of fitness required under § 46.2-2099.45 to any transportation network company that has not certified to the Department that every TNC partner vehicle it has authorized to operate on its digital platform is covered by an insurance policy that meets the requirements of this section.

L. Each transportation network company shall keep on file with the Department proof of an insurance policy maintained by the transportation network company in accordance with this section. Such proof shall be in a form acceptable to the Commissioner. A record of the policy shall remain in the files of the Department six months after the certificate is revoked or suspended for any cause.

M. The Department may suspend a certificate if the certificate holder fails to comply with the requirements of this section. Any person whose certificate has been suspended pursuant to this subsection may request a hearing as provided in subsection D of § 46.2-2011.26.

N. In a claims coverage investigation, a transportation network company and its insurer shall cooperate with insurers involved in the claims coverage investigation to facilitate the exchange of information, including the dates and times of any accident involving a TNC partner and the precise times that the TNC partner logged in and was logged out of the transportation network company's digital platform.

**§ 46.2-2099.53. Recordkeeping and reporting requirements for transportation network companies.**

A. Records maintained by a transportation network company shall be adequate to confirm compliance with subsection D of § 46.2-2099.48 and with §§ 46.2-2099.49 and 46.2-2099.50 and shall at a minimum include:

1. True and accurate results of each national criminal history records check for each individual that the transportation network company authorizes to act as a TNC partner;

1167 2. True and accurate results of the driving history research report for each individual that the  
1168 transportation network company authorizes to act as a TNC partner;  
1169 3. Driver's license records of TNC partners, including records associated with participation in a  
1170 driver record monitoring program;  
1171 4. True and accurate results of the sex offender screening for each individual that the transportation  
1172 network company authorizes to act as a TNC partner;  
1173 5. Proof of compliance with the requirements enumerated in subdivisions A 1 and 3 through 6 of  
1174 § 46.2-2099.50;  
1175 6. Proof of compliance with the notice and disclosure requirements of subsection D of  
1176 § 46.2-2099.48 and subsections D and E of § 46.2-2099.49; and  
1177 7. Proof that the transportation network company obtained certification from the TNC partner that  
1178 the TNC partner secured the consent of each owner, lessor, and lessee of the vehicle for its registration  
1179 as a TNC partner vehicle and for its use as a TNC partner vehicle by the TNC partner.

1180 A transportation network company shall retain all records required under this subsection for a  
1181 period of three years. Such records shall be retained in a manner that permits systematic retrieval and  
1182 shall be made available to the Department in a format acceptable to the Commissioner for the purposes  
1183 of conducting an audit on no more than an annual basis.

1184 B. A transportation network company shall maintain the following records and make them available,  
1185 in an acceptable format, on request to the Commissioner, a law-enforcement officer, an official of the  
1186 Washington Metropolitan Area Transit Commission, or an airport owner and operator to investigate and  
1187 resolve a complaint or respond to an incident:

1188 1. Data regarding TNC partner activity while logged into the digital platform, including beginning  
1189 and ending times and locations of each prearranged ride;  
1190 2. Records regarding any actions taken against a TNC partner;  
1191 3. Contracts or agreements between the transportation network company and its TNC partners;  
1192 4. Information identifying each TNC partner, including the TNC partner's name, date of birth, and  
1193 driver's license number and the state issuing the license; and  
1194 5. Information identifying each TNC partner vehicle the transportation network company has  
1195 authorized, including the vehicle's make, model, model year, vehicle identification number, and license  
1196 plate number and the state issuing the license plate.

1197 Requests for information pursuant to subdivision 2 or 3 shall be in writing.

1198 C. Information obtained by the Department, law-enforcement officers, officials of the Washington  
1199 Metropolitan Area Transit Commission, or airport owners and operators pursuant to this section shall  
1200 be considered privileged information and shall only be used by the Department, law-enforcement  
1201 officers, officials of the Washington Metropolitan Area Transit Commission, and airport owners and  
1202 operators for purposes specified in subsection A or B. Such information shall not be subject to  
1203 disclosure except on the written request of the Commissioner, a law-enforcement officer, an official of  
1204 the Washington Metropolitan Area Transit Commission, or an airport owner and operator who requires  
1205 such information for the purposes specified in subsection A or B.

1206 D. Except as provided in subsection C, information obtained by the Department, law-enforcement  
1207 officers, officials of the Washington Metropolitan Area Transit Commission, or airport owners and  
1208 operators pursuant to this section shall not be disclosed to anyone without the transportation network  
1209 company's express written permission and shall not be subject to disclosure through a court order or  
1210 through a third-party request submitted pursuant to the Virginia Freedom of Information Act (§ 2.2-3700  
1211 et seq.). This provision shall not be construed to mean that a person is denied the right to seek such  
1212 information directly from a transportation network company during a court proceeding.

1213 E. Except as required under this section, a transportation network company shall not disclose any  
1214 personal information, as defined in § 2.2-3801, about a user of its digital platform unless:

1215 1. The transportation network company obtains the user's consent to disclose the personal  
1216 information;  
1217 2. The disclosure is necessary to comply with a legal obligation; or  
1218 3. The disclosure is necessary to protect or defend the terms and conditions for use of the service or  
1219 to investigate violations of the terms and conditions.

1220 This limitation regarding disclosure does not apply to the disclosure of aggregated user data or to  
1221 information about the user that is not personal information as defined in § 2.2-3801.

1222 **2. That the Department of Motor Vehicles shall periodically consult with local government officials**  
1223 **to determine whether transportation network companies have had an effect on the availability of**  
1224 **wheelchair-accessible transportation services. If evidence suggests an effect, the Department shall**  
1225 **work collaboratively with appropriate stakeholders to develop recommendations to be submitted to**  
1226 **the Chairmen of the House and Senate Committees on Transportation.**

1227 **3. That beginning July 1, 2016, the Department of Motor Vehicles shall review enforcement**  
1228 **activity undertaken regarding the provisions of this act, insurance policies available to TNC**

partners that may require changes to the provisions of subdivisions E 1 and 2 of § 46.2-2099.49 as created by this act, the fees set forth in § 46.2-2011.5 of the Code of Virginia as amended by this act, and in § 46.2-2099.50 as created by this act to determine whether those fees adequately cover the Department's costs of administering the additional responsibilities imposed on the Department under this act. The Department shall report the results of its review to the Chairmen of the House and Senate Committees on Transportation no later than December 1, 2016.

4. That the provisions of subsection K of § 46.2-2099.48 as created by this act, which require a digital platform to allow customers or passengers prearranging rides to indicate whether a passenger requires a wheelchair-accessible vehicle or a vehicle that is otherwise accessible to individuals with disabilities, shall become effective on July 1, 2016.

5. That the transportation network companies shall advise TNC partners that a TNC partner's personal automobile insurance policy may not provide collision or comprehensive coverage for damage to the vehicle when the TNC partner uses a vehicle in connection with a transportation network company's digital platform, unless such policy expressly provides for TNC insurance coverage. Such notice shall be provided to each TNC partner until January 1, 2016.

6. That notwithstanding any other provision of law, a personal automobile insurer may, at its discretion, offer an automobile liability insurance policy, or an amendment or endorsement to an existing policy, that covers a motor vehicle with a seating capacity of eight or fewer persons, including the driver, while used in connection with a transportation network company's digital platform.

7. That the provisions of this act adding § 46.2-2099.52 shall become effective on January 1, 2016.

8. That no provision of this act or existing law shall be construed as to prevent any motor carrier regulated under the existing provisions of Chapter 20 (§ 46.2-2000 et seq.) of Title 46.2 from offering services through an online digital platform, unless such motor carrier chooses to operate as a transportation network company.