Second Regular Session Sixty-ninth General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 14-0687.02 Jennifer Berman x3286

SENATE BILL 14-125

SENATE SPONSORSHIP

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A BILL FOR AN ACT

101	CONCERNING THE REGULATION OF TRANSPORTATION NETWORK
102	COMPANIES, AND, IN CONNECTION THEREWITH, REQUIRING
103	TRANSPORTATION NETWORK COMPANIES TO CARRY LIABILITY
104	INSURANCE, CONDUCT BACKGROUND CHECKS ON
105	TRANSPORTATION NETWORK COMPANY DRIVERS, INSPECT
106	TRANSPORTATION NETWORK COMPANY VEHICLES, AND OBTAIN
107	A PERMIT FROM THE PUBLIC UTILITIES COMMISSION.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at

http://www.leg.state.co.us/billsummaries.)

The bill authorizes the public utilities commission (PUC) to regulate transportation network companies, which are companies that match drivers and passengers through a digital network, such as a mobile phone application, for transportation from an agreed-upon point of origin to an agreed-upon destination.

Section 1 of the bill exempts transportation network companies from the definition of "common carrier". Section 2 exempts transportation network companies from the definitions of "contract carrier" and "motor carrier". Sections 3 and 4 authorize the PUC to exercise limited regulatory authority over transportation network companies.

Section 5 exempts transportation network companies from much of the PUC's authority, including regulation of rates, entry, operational requirements, and general requirements governing common carriers, contract carriers, and motor carriers, but does require a transportation network company to obtain a permit from the PUC. Section 5 authorizes the PUC to regulate permit holders with respect to safety conditions, insurance requirements, and driver qualifications. Section 5 also authorizes the PUC to take action against a transportation network company for any violations, including the authority to issue a cease-and-desist letter, suspend or revoke a permit, or impose civil penalties.

- 1 Be it enacted by the General Assembly of the State of Colorado:
 - **SECTION 1.** In Colorado Revised Statutes, 40-1-102, **amend** (3)
- 3 (b) as follows:

- 4 40-1-102. Definitions. As used in articles 1 to 7 of this title,
 5 unless the context otherwise requires:
- (3) (b) "Common carrier" does not include a motor carrier that
 provides transportation not subject to regulation pursuant to section
 40-10.1-105, or A MOTOR CARRIER that is subject to part 3, 4, or 5 of
 article 10.1 of this title, A TRANSPORTATION NETWORK COMPANY, AS
 DEFINED IN SECTION 40-10.1-602 (3), OR A TRANSPORTATION NETWORK
 COMPANY DRIVER, AS DEFINED IN SECTION 40-10.1-602 (4).

- SECTION 2. In Colorado Revised Statutes, 40-10.1-101, amend
 (6) and (10) as follows:
- **40-10.1-101. Definitions.** As used in this article, unless the
 context otherwise requires:

(6) "Contract carrier" means every person, other than a common
carrier or a motor carrier of passengers under part 3 of this article, who,
by special contract, directly or indirectly affords a means of passenger
transportation over any public highway of this state; EXCEPT THAT THE
TERM DOES NOT INCLUDE A TRANSPORTATION NETWORK COMPANY, AS
DEFINED IN SECTION 40-10.1-602 (3), OR A TRANSPORTATION NETWORK
COMPANY DRIVER, AS DEFINED IN SECTION 40-10.1-602 (4).

(10) "Motor carrier" means any person owning, controlling,
operating, or managing any A motor vehicle that provides transportation
in intrastate commerce pursuant to this article; EXCEPT THAT THE TERM
DOES NOT INCLUDE A TRANSPORTATION NETWORK COMPANY, AS DEFINED
IN SECTION 40-10.1-602 (3), OR A TRANSPORTATION NETWORK COMPANY
DRIVER, AS DEFINED IN SECTION 40-10.1-602 (4).

18 SECTION 3. In Colorado Revised Statutes, 40-10.1-103, add (3)
19 as follows:

20 40-10.1-103. Subject to control by commission. 21 (3) TRANSPORTATION NETWORK COMPANIES, AS DEFINED IN SECTION 22 40-10.1-602 (3), ARE NOT COMMON CARRIERS, CONTRACT CARRIERS, OR 23 MOTOR CARRIERS UNDER THIS TITLE, BUT ARE DECLARED TO BE AFFECTED 24 WITH A PUBLIC INTEREST AND ARE SUBJECT TO REGULATION TO THE 25 EXTENT PROVIDED IN PART 6 OF THIS ARTICLE.

26 SECTION 4. In Colorado Revised Statutes, add 40-10.1-117 as
27 follows:

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1 40-10.1-117. Limited regulation of transportation network 2 companies. NOTWITHSTANDING ANY OTHER PROVISION OF LAW, 3 TRANSPORTATION NETWORK COMPANIES, AS DEFINED IN SECTION 4 40-10.1-602 (3), ARE GOVERNED EXCLUSIVELY UNDER PART 6 OF THIS 5 ARTICLE. 6 **SECTION 5.** In Colorado Revised Statutes, **add** part 6 to article 7 10.1 of title 40 as follows: 8 PART 6 9 TRANSPORTATION NETWORK COMPANIES 10 40-10.1-601. Legislative declaration. (1) THE GENERAL 11 ASSEMBLY HEREBY FINDS THAT: 12 (a) TRANSPORTATION NETWORK COMPANIES, AS DEFINED IN THIS 13 PART 6, PROVIDE BENEFITS FOR THE COLORADO ECONOMY, ENVIRONMENT, 14 AND THE TRANSPORTATION MARKET AND FOR COLORADO CONSUMERS; 15 (b) TRANSPORTATION NETWORK COMPANIES INCREASE MOBILITY AND ACCESSIBILITY BY MATCHING DRIVERS WITH RIDERS, ALLOWING 16 17 INDIVIDUALS TO SHARE TRANSPORTATION EXPENSES, AND PROVIDING 18 SAFETY MECHANISMS, INCLUDING AUTHENTICATION THROUGH SOCIAL 19 MEDIA, DRIVER BACKGROUND CHECKS, VEHICLE INSPECTIONS, GLOBAL 20 POSITIONING SYSTEM TRACKING, INSURANCE COVERAGE, AND MINIMUM 21 AGE REQUIREMENTS FOR DRIVERS; 22 (c) TRANSPORTATION NETWORK COMPANIES ENHANCE 23 TRANSPORTATION OPTIONS AVAILABLE TO CONSUMERS AND PROVIDE A 24 VARIETY OF BENEFITS, INCLUDING INCREASED PUBLIC SAFETY, IMPROVED 25 ENVIRONMENTAL QUALITY, REDUCED AIR EMISSIONS FROM PERSONAL 26 VEHICLE TRIPS, REDUCED TRAFFIC CONGESTION, REDUCED NEED FOR 27 PARKING INFRASTRUCTURE, AND INCREASED USE OF PUBLIC

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TRANSPORTATION BY FACILITATING RIDERS' TRAVEL TO AND FROM
 TRANSPORTATION HUBS; AND

3 (d) TRANSPORTATION NETWORK COMPANIES DO NOT PROVIDE
4 TRANSPORTATION SERVICES IN THE TRADITIONAL SENSE IN THAT THEY DO
5 NOT OWN, CONTROL, OPERATE, OR MANAGE VEHICLES, EMPLOY DRIVERS,
6 OR TRANSPORT RIDERS. A TRANSPORTATION NETWORK COMPANY'S
7 ESSENTIAL FUNCTION IS TO CONNECT PEOPLE TO FORM A TRANSPORTATION
8 COMMUNITY.

9 (2) THE GENERAL ASSEMBLY FURTHER FINDS AND DECLARES THAT: 10 (a) ALLOWING TRANSPORTATION NETWORK COMPANIES IN 11 COLORADO IS CONSISTENT WITH COLORADO'S COMMITMENT TO 12 ENTREPRENEURS, TECHNOLOGICAL INNOVATION, AND THE SHARING 13 ECONOMY; AND

(b) TRANSPORTATION NETWORK COMPANIES ARE NOT COMMON
CARRIERS OR CONTRACT CARRIERS. TRANSPORTATION NETWORK
COMPANIES REQUIRE A DIFFERENT REGULATORY SCHEME BECAUSE THEY
OPERATE AN ONLINE-BASED DIGITAL NETWORK.

40-10.1-602. Definitions. As used in this part 6, unless the
19 CONTEXT OTHERWISE REQUIRES:

20 (1) "PERSONAL VEHICLE" MEANS A VEHICLE THAT IS USED BY A
21 TRANSPORTATION NETWORK COMPANY DRIVER IN CONNECTION WITH
22 PROVIDING SERVICES FOR A TRANSPORTATION NETWORK COMPANY THAT
23 MEETS THE VEHICLE CRITERIA SET FORTH IN THIS PART 6.

(2) "PREARRANGED RIDE" MEANS A PERIOD OF TIME THAT BEGINS
WHEN A TRANSPORTATION NETWORK COMPANY DRIVER ACCEPTS A
REQUESTED RIDE THROUGH A DIGITAL NETWORK, CONTINUES WHILE THE
DRIVER TRANSPORTS THE RIDER IN A PERSONAL VEHICLE, AND ENDS WHEN

1 THE RIDER DEPARTS FROM THE PERSONAL VEHICLE.

2 (3) "TRANSPORTATION NETWORK COMPANY" MEANS A 3 CORPORATION, PARTNERSHIP, SOLE PROPRIETORSHIP, OR OTHER ENTITY, 4 OPERATING IN COLORADO, THAT USES A DIGITAL NETWORK TO CONNECT 5 RIDERS TO TRANSPORTATION NETWORK COMPANY DRIVERS FOR THE 6 PURPOSE OF PROVIDING TRANSPORTATION. A TRANSPORTATION NETWORK 7 COMPANY DOES NOT PROVIDE TAXI SERVICE. TRANSPORTATION SERVICE 8 ARRANGED THROUGH A TRANSPORTATION BROKER, RIDESHARING 9 ARRANGEMENTS, AS DEFINED IN SECTION 39-22-509(1)(a)(II), C.R.S., OR 10 ANY TRANSPORTATION SERVICE OVER FIXED ROUTES AT REGULAR 11 INTERVALS. A TRANSPORTATION NETWORK COMPANY IS NOT DEEMED TO 12 OWN, CONTROL, OPERATE, OR MANAGE THE PERSONAL VEHICLES USED BY 13 TRANSPORTATION NETWORK COMPANY DRIVERS.

(4) "TRANSPORTATION NETWORK COMPANY DRIVER" OR "DRIVER"
MEANS AN INDIVIDUAL WHO USES HIS OR HER PERSONAL VEHICLE TO
PROVIDE SERVICES FOR RIDERS MATCHED THROUGH A TRANSPORTATION
NETWORK COMPANY'S DIGITAL NETWORK. A TRANSPORTATION NETWORK
COMPANY DRIVER NEED NOT BE AN EMPLOYEE OF A TRANSPORTATION
NETWORK COMPANY.

(5) "TRANSPORTATION NETWORK COMPANY RIDER" OR "RIDER"
MEANS AN INDIVIDUAL WHO USES A TRANSPORTATION NETWORK
COMPANY'S ONLINE APPLICATION OR DIGITAL NETWORK TO CONNECT WITH
A DRIVER TO OBTAIN SERVICES IN THE DRIVER'S PERSONAL VEHICLE FROM
AN AGREED-UPON POINT OF DEPARTURE TO AN AGREED-UPON
DESTINATION.

26 (6) "TRANSPORTATION NETWORK COMPANY SERVICES" OR
27 "SERVICES" MEANS THE PROVISION OF TRANSPORTATION BY A DRIVER TO

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A RIDER WITH WHOM THE DRIVER IS MATCHED THROUGH A
 TRANSPORTATION NETWORK COMPANY.

40-10.1-603. Limited regulation. NOTWITHSTANDING ANY OTHER
PROVISION OF LAW, TRANSPORTATION NETWORK COMPANIES ARE
GOVERNED EXCLUSIVELY BY THIS PART 6. A TRANSPORTATION NETWORK
COMPANY IS NOT SUBJECT TO THE COMMISSION'S RATE, ENTRY,
OPERATIONAL, OR COMMON CARRIER REQUIREMENTS, OTHER THAN THOSE
REQUIREMENTS EXPRESSLY SET FORTH IN THIS PART 6.

9 40-10.1-604. Registration - financial responsibility of
10 transportation network companies - insurance. (1) A
11 TRANSPORTATION NETWORK COMPANY SHALL COMPLY WITH THE FILING
12 REQUIREMENTS OF PART 3 AND THE REGISTERED AGENT REQUIREMENT OF
13 PART 7 OF ARTICLE 90 OF TITLE 7, C.R.S.

14 (2) A TRANSPORTATION NETWORK COMPANY SHALL FILE WITH THE
15 COMMISSION A CERTIFICATE OF INSURANCE EVIDENCING THAT THE
16 TRANSPORTATION NETWORK COMPANY HAS SECURED AN INSURANCE
17 POLICY ISSUED BY AN INSURANCE COMPANY AUTHORIZED TO DO BUSINESS
18 IN THIS STATE WITH COVERAGE IN THE AMOUNT OF ONE MILLION DOLLARS
19 PER OCCURRENCE FOR INCIDENTS INVOLVING A DRIVER DURING A
20 PREARRANGED RIDE.

(3) TRANSPORTATION NETWORK COMPANY DRIVERS SHALL
MAINTAIN PERSONAL AUTOMOTIVE LIABILITY INSURANCE WITH A
LIABILITY LIMIT AT LEAST EQUAL TO THE MINIMUM REQUIREMENT SET
FORTH IN SECTION 10-4-620, C.R.S. A TRANSPORTATION NETWORK
COMPANY SHALL VERIFY THAT EACH PROSPECTIVE DRIVER POSSESSES
PROOF OF AUTOMOBILE INSURANCE BEFORE ALLOWING THE PROSPECTIVE
DRIVER TO PROVIDE SERVICES THROUGH THE TRANSPORTATION NETWORK

1 COMPANY'S DIGITAL NETWORK.

2 (4) NOTHING IN THIS SECTION MODIFIES OR ABROGATES ANY
3 OTHERWISE APPLICABLE INSURANCE REQUIREMENTS SET FORTH IN TITLE
4 10, C.R.S.

5 40-10.1-605. Operational requirements. (1) THE FOLLOWING
6 REQUIREMENTS APPLY TO THE PROVISION OF SERVICES:

7 (a) A DRIVER SHALL NOT PROVIDE SERVICES UNLESS A
8 TRANSPORTATION NETWORK COMPANY HAS MATCHED THE DRIVER TO A
9 RIDER THROUGH A DIGITAL NETWORK. A DRIVER SHALL NOT SOLICIT OR
10 ACCEPT THE ON-DEMAND SUMMONING OF A RIDE, OTHERWISE KNOWN AS
11 A "STREET HAIL".

12 (b) A TRANSPORTATION NETWORK COMPANY SHALL MAKE 13 AVAILABLE TO PROSPECTIVE RIDERS THE METHOD BY WHICH THE 14 TRANSPORTATION NETWORK COMPANY CALCULATES FARES OR THE 15 APPLICABLE RATES BEING CHARGED AND AN OPTION TO RECEIVE AN 16 ESTIMATED FARE.

17 (c) UPON COMPLETION OF A PREARRANGED RIDE, A
18 TRANSPORTATION NETWORK COMPANY SHALL TRANSMIT TO THE RIDER AN
19 ELECTRONIC RECEIPT, EITHER BY ELECTRONIC MAIL OR VIA TEXT MESSAGE,
20 DOCUMENTING:

21 (I) THE POINT OF ORIGIN AND DESTINATION OF THE PREARRANGED
 22 RIDE;

23 (II) THE TOTAL DURATION AND DISTANCE OF THE PREARRANGED
24 RIDE; _____

(III) THE TOTAL FARE PAID, INCLUDING THE BASE FARE AND ANY
 ADDITIONAL CHARGES INCURRED FOR DISTANCE TRAVELED OR DURATION
 OF THE PREARRANGED RIDE; AND

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1 (IV) THE DRIVER'S FIRST NAME AND TELEPHONE NUMBER. 2 (d) BEFORE PERMITTING A PERSON TO ACT AS A TRANSPORTATION 3 NETWORK COMPANY DRIVER ON ITS DIGITAL NETWORK, A 4 TRANSPORTATION NETWORK COMPANY SHALL CONFIRM THAT THE PERSON 5 IS AT LEAST TWENTY-ONE YEARS OF AGE AND POSSESSES: 6 (I) A VALID DRIVER'S LICENSE; 7 (II) PROOF OF AUTOMOBILE INSURANCE: AND 8 (III) PROOF OF A COLORADO VEHICLE REGISTRATION. 9 (e) A DRIVER SHALL NOT OFFER OR PROVIDE TRANSPORTATION 10 NETWORK COMPANY SERVICES IN EXCESS OF THE MAXIMUM SERVICE 11 HOURS AS DETERMINED BY THE COMMISSION. 12 (f) A TRANSPORTATION NETWORK COMPANY SHALL IMPLEMENT AN 13 INTOXICATING SUBSTANCE POLICY FOR DRIVERS THAT DISALLOWS ANY 14 AMOUNT OF INTOXICATION OF THE DRIVER WHILE PROVIDING SERVICES. 15 THE TRANSPORTATION NETWORK COMPANY SHALL INCLUDE ON ITS WEB 16 SITE AND MOBILE DEVICE APPLICATION SOFTWARE A NOTICE CONCERNING 17 THE TRANSPORTATION NETWORK COMPANY'S INTOXICATING SUBSTANCE 18 POLICY. 19 (g) (I) A TRANSPORTATION NETWORK COMPANY SHALL CONDUCT 20 OR HAVE A CERTIFIED MECHANIC CONDUCT A SAFETY INSPECTION OF A 21 PROSPECTIVE DRIVER'S VEHICLE BEFORE IT IS APPROVED FOR USE AS A 22 PERSONAL VEHICLE AND SHALL HAVE PERIODIC INSPECTIONS OF PERSONAL 23 VEHICLES CONDUCTED THEREAFTER, AT INTERVALS OF AT LEAST ONE 24 INSPECTION PER YEAR. A SAFETY INSPECTION SHALL INCLUDE AN 25 **INSPECTION OF:** 26 (A) FOOT BRAKES; 27 (B) EMERGENCY BRAKES;

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1	(C) STEERING MECHANISM;
2	(D) WINDSHIELD;
3	(E) REAR WINDOW AND OTHER GLASS;
4	(F) WINDSHIELD WIPERS;
5	(G) HEADLIGHTS;
6	(H) TAIL LIGHTS;
7	(I) TURN INDICATOR LIGHTS;
8	(J) STOP LIGHTS;
9	(K) FRONT SEAT ADJUSTMENT MECHANISM;
10	(L) THE OPENING, CLOSING, AND LOCKING CAPABILITY OF THE
11	DOORS;
12	(M) Horn;
13	(N) Speedometer;
14	(O) BUMPERS;
15	(P) MUFFLER AND EXHAUST SYSTEM;
16	(Q) TIRE CONDITIONS, INCLUDING TREAD DEPTH;
17	(R) INTERIOR AND EXTERIOR REAR-VIEW MIRRORS; AND
18	(S) SAFETY BELTS.
19	(II) THE COMMISSION MAY ALSO CONDUCT INSPECTIONS OF
20	PERSONAL VEHICLES.
21	(h) A PERSONAL VEHICLE MUST:
22	(I) HAVE AT LEAST FOUR DOORS; AND
23	(II) BE DESIGNED TO CARRY NO MORE THAN EIGHT PASSENGERS,
24	INCLUDING THE DRIVER.
25	(i) A TRANSPORTATION NETWORK COMPANY SHALL MAKE THE
26	FOLLOWING DISCLOSURE TO A PROSPECTIVE DRIVER IN THE PROSPECTIVE
27	DRIVER'S TERMS OF SERVICE:

1 WHILE OPERATING ON THE TRANSPORTATION NETWORK 2 COMPANY'S DIGITAL NETWORK, YOUR PERSONAL 3 **AUTOMOBILE INSURANCE POLICY MIGHT NOT AFFORD** 4 LIABILITY COVERAGE, DEPENDING ON THE POLICY'S 5 TERMS. 6 (j) A TRANSPORTATION NETWORK COMPANY SHALL MAKE 7 AVAILABLE TO A RIDER A CUSTOMER SUPPORT TELEPHONE NUMBER ON ITS 8 DIGITAL NETWORK OR WEB SITE FOR RIDER INQUIRIES. 9 (k) A TRANSPORTATION NETWORK COMPANY SHALL DISCLOSE TO 10 A RIDER THE INFORMATION SET FORTH IN PARAGRAPH (i) IN THIS 11 SUBSECTION (1) ABOUT THE DRIVER'S PERSONAL AUTOMOBILE INSURANCE 12 POLICY. 13 (2) A TRANSPORTATION NETWORK COMPANY OR A THIRD PARTY 14 SHALL RETAIN TRUE AND ACCURATE INSPECTION RECORDS FOR AT LEAST 15 FOURTEEN MONTHS AFTER AN INSPECTION WAS CONDUCTED FOR EACH 16 PERSONAL VEHICLE USED BY A DRIVER. 17 (3) (a) BEFORE A PERSON IS PERMITTED TO ACT AS A DRIVER 18 THROUGH USE OF A TRANSPORTATION NETWORK COMPANY'S DIGITAL 19 NETWORK, THE PERSON SHALL: 20 (I) OBTAIN A CRIMINAL HISTORY RECORD CHECK PURSUANT TO THE 21 PROCEDURES SET FORTH IN SECTION 40-10.1-110 AS SUPPLEMENTED BY 22 THE COMMISSION'S RULES PROMULGATED UNDER SECTION 40-10.1-110 or 23 THROUGH A PRIVATELY ADMINISTERED NATIONAL CRIMINAL HISTORY 24 RECORD CHECK, INCLUDING THE NATIONAL SEX OFFENDER DATABASE; AND 25 (II) PROVIDE A COPY OF THE CRIMINAL HISTORY RECORD CHECK TO 26 THE TRANSPORTATION NETWORK COMPANY. 27 (b) (I) A PERSON WHO HAS BEEN CONVICTED OF OR PLED GUILTY

1 OR NOLO CONTENDERE TO DRIVING UNDER THE INFLUENCE OF DRUGS OR 2 ALCOHOL IN THE PREVIOUS SEVEN YEARS BEFORE APPLYING TO BECOME A 3 TRANSPORTATION NETWORK COMPANY DRIVER SHALL NOT SERVE AS A 4 DRIVER. IF THE CRIMINAL HISTORY RECORD CHECK REVEALS THAT THE 5 PERSON HAS EVER BEEN CONVICTED OF OR PLED GUILTY OR NOLO 6 CONTENDERE TO ANY OF THE FOLLOWING FELONY OFFENSES, THE PERSON 7 SHALL NOT SERVE AS A DRIVER: 8 (A) AN OFFENSE INVOLVING FRAUD, AS DESCRIBED IN ARTICLE 5 9 OF TITLE 18, C.R.S.; 10 (B) AN OFFENSE INVOLVING UNLAWFUL SEXUAL BEHAVIOR, AS 11 DEFINED IN SECTION 16-22-102 (9), C.R.S.; 12 (C) AN OFFENSE AGAINST PROPERTY, AS DESCRIBED IN ARTICLE 4 13 OF TITLE 18, C.R.S.; OR 14 (D) A CRIME OF VIOLENCE, AS DESCRIBED IN SECTION 18-1.3-406, C.R.S. 15 16 (II) A PERSON WHO HAS BEEN CONVICTED OF A COMPARABLE 17 OFFENSE TO THE OFFENSES LISTED IN SUBPARAGRAPH (I) OF THIS 18 PARAGRAPH (b) IN ANOTHER STATE OR IN THE UNITED STATES SHALL NOT 19 SERVE AS A DRIVER. 20 (III) A TRANSPORTATION NETWORK COMPANY OR A THIRD PARTY 21 SHALL RETAIN TRUE AND ACCURATE RESULTS OF THE CRIMINAL HISTORY 22 RECORD CHECK FOR EACH DRIVER THAT PROVIDES SERVICES FOR THE 23 TRANSPORTATION NETWORK COMPANY FOR AT LEAST FIVE YEARS AFTER 24 THE CRIMINAL HISTORY RECORD CHECK WAS CONDUCTED. 25 (IV) A PERSON WHO HAS, WITHIN THE IMMEDIATELY PRECEDING 26 FIVE YEARS, BEEN CONVICTED OF OR PLED GUILTY OR NOLO CONTENDERE 27 TO A FELONY SHALL NOT SERVE AS A DRIVER.

(4) (a) BEFORE PERMITTING AN INDIVIDUAL TO ACT AS A DRIVER
 ON ITS DIGITAL NETWORK, A TRANSPORTATION NETWORK COMPANY SHALL
 OBTAIN AND REVIEW A DRIVING HISTORY RESEARCH REPORT FOR THE
 INDIVIDUAL.

5 (b) AN INDIVIDUAL WITH THE FOLLOWING MOVING VIOLATIONS
6 SHALL NOT SERVE AS A DRIVER:

7 (I) MORE THAN THREE MOVING VIOLATIONS IN THE THREE-YEAR
8 PERIOD PRECEDING THE INDIVIDUAL'S APPLICATION TO SERVE AS A DRIVER
9 FOR THE TRANSPORTATION NETWORK COMPANY; OR

(II) A MAJOR MOVING VIOLATION IN THE THREE-YEAR PERIOD
PRECEDING THE INDIVIDUAL'S APPLICATION TO SERVE AS A DRIVER FOR
THE TRANSPORTATION NETWORK COMPANY, WHETHER COMMITTED IN THIS
STATE, ANOTHER STATE, OR THE UNITED STATES, INCLUDING VEHICULAR
ELUDING, AS DESCRIBED IN SECTION 18-9-116.5, C.R.S., RECKLESS
DRIVING, AS DESCRIBED IN SECTION 42-4-1401, C.R.S., AND DRIVING
UNDER RESTRAINT, AS DESCRIBED IN SECTION 42-2-138, C.R.S.

17 (c) A TRANSPORTATION NETWORK COMPANY <u>OR A THIRD PARTY</u>
18 SHALL RETAIN TRUE AND ACCURATE RESULTS OF THE DRIVING HISTORY
19 RESEARCH REPORT FOR EACH DRIVER THAT PROVIDES SERVICES FOR THE
20 TRANSPORTATION NETWORK COMPANY FOR AT LEAST <u>THREE YEARS.</u>

(5) IF A TRANSPORTATION NETWORK COMPANY RIDER FILES A
COMPLAINT WITH THE COMMISSION AGAINST A TRANSPORTATION
NETWORK COMPANY OR DRIVER, THE COMMISSION MAY INSPECT THE
TRANSPORTATION NETWORK COMPANY'S RECORDS AS REASONABLY
NECESSARY TO INVESTIGATE AND RESOLVE THE COMPLAINT.

40-10.1-606. Permit required for transportation network
 companies - penalty for violation - rules. (1) A PERSON SHALL NOT

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OPERATE A TRANSPORTATION NETWORK COMPANY IN COLORADO
 WITHOUT FIRST HAVING OBTAINED A PERMIT FROM THE COMMISSION.

3 (2) THE COMMISSION SHALL ISSUE A PERMIT TO EACH
4 TRANSPORTATION NETWORK COMPANY THAT MEETS THE REQUIREMENTS
5 OF THIS PART 6 AND PAYS A PERMIT FEE OF THREE HUNDRED TWENTY-FIVE
6 DOLLARS TO THE COMMISSION. THE PERMIT IS VALID FOR ONE YEAR.

7 (3) (a) THE COMMISSION SHALL DETERMINE THE FORM AND
8 MANNER OF APPLICATION FOR A TRANSPORTATION NETWORK COMPANY
9 PERMIT.

10 (b) THE COMMISSION SHALL SET AND ADJUST, BY RULE, THE
11 PERMIT APPLICATION FEE AND MAY ADJUST BY RULE THE ANNUAL PERMIT
12 FEE TO COVER THE COMMISSION'S DIRECT AND INDIRECT COSTS
13 ASSOCIATED WITH THIS PART 6.

14 (4) THE COMMISSION MAY TAKE ACTION AGAINST A
15 TRANSPORTATION NETWORK COMPANY AS SET FORTH IN SECTION
16 40-10.1-112, INCLUDING ISSUING AN ORDER TO CEASE AND DESIST AND
17 SUSPENDING, REVOKING, ALTERING, OR AMENDING A PERMIT ISSUED TO
18 THE TRANSPORTATION NETWORK COMPANY.

(5) (a) FOR A VIOLATION OF THIS PART 6 OR A FAILURE TO COMPLY
WITH A COMMISSION ORDER, DECISION, OR RULE ISSUED UNDER THIS PART
<u>6, A TRANSPORTATION NETWORK COMPANY IS SUBJECT TO THE</u>
<u>COMMISSION'S AUTHORITY UNDER SECTIONS 40-7-101, 40-7-112,</u>
<u>40-7-113, 40-7-115, AND 40-7-116.</u>

24 (b) THE COMMISSION SHALL NOT ASSESS A PENALTY AGAINST A25 TRANSPORTATION NETWORK COMPANY DRIVER.

26 (6) THE COMMISSION MAY DENY AN APPLICATION UNDER THIS
27 PART 6 OR REFUSE TO RENEW THE PERMIT OF A TRANSPORTATION

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<u>NETWORK COMPANY BASED ON A DETERMINATION THAT THE</u>
 <u>TRANSPORTATION NETWORK COMPANY HAS NOT SATISFIED A CIVIL</u>
 <u>PENALTY ARISING OUT OF AN ADMINISTRATIVE OR ENFORCEMENT ACTION</u>
 BROUGHT BY THE COMMISSION.

5 40-10.1-607. Fees - transportation network company account 6 - creation. THE COMMISSION SHALL TRANSMIT ALL FEES COLLECTED 7 PURSUANT TO THIS PART 6 TO THE STATE TREASURER, WHO SHALL CREDIT 8 THE FEES TO THE TRANSPORTATION NETWORK COMPANY ACCOUNT. 9 HEREBY CREATED IN THE PUBLIC UTILITIES COMMISSION MOTOR CARRIER 10 FUND, CREATED IN SECTION 40-2-110.5 (6). THE MONEYS IN THE ACCOUNT 11 ARE CONTINUOUSLY APPROPRIATED TO THE COMMISSION FOR THE 12 PURPOSES SET FORTH IN THIS PART 6. ALL INTEREST EARNED FROM THE 13 INVESTMENT OF MONEYS IN THE ACCOUNT IS CREDITED TO THE ACCOUNT. 14 ANY MONEYS NOT EXPENDED AT THE END OF THE FISCAL YEAR REMAIN IN 15 THE ACCOUNT AND DO NOT REVERT TO THE GENERAL FUND OR ANY OTHER 16 FUND.

40-10.1-608. Rules. The Commission May promulgate Rules
CONSISTENT WITH THIS PART 6, INCLUDING RULES CONCERNING
ADMINISTRATION, FEES, SAFETY REQUIREMENTS, AND FINANCIAL
RESPONSIBILITY REQUIREMENTS.

21 <u>SECTION 6. In Colorado Revised Statutes, 10-4-601, amend</u>
 22 (10) as follows:
 23 10 4 (01 Definition of the state of t

<u>10-4-601. Definitions. As used in this part 6, unless the context</u>
 <u>otherwise requires:</u>

25 (10) (a) "Policy" means an automobile insurance policy providing
 26 coverage for all or any of the following coverages: Collision,
 27 comprehensive, bodily injury liability, property damage liability, medical

1	payments, and uninsured motorist coverage, or a combination automobile
2	policy providing bodily injury liability, property damage liability, medical
3	payments, uninsured motorist, and physical damage coverage, delivered
4	or issued for delivery in this state, insuring a single individual, or husband
5	and wife, or family members residing in the same household, as named
6	insured, and under which the insured vehicles therein designated are of
7	the following types only:
8	(a) (I) A motor vehicle of the private passenger or station wagon
9	type that is not used as a public or livery conveyance for passengers nor
10	rented to others pursuant to the terms of a motor vehicle rental agreement;
11	<u>or</u>
12	(b) (II) Any other four-wheel motor vehicle with a load capacity
13	of fifteen hundred pounds or less that is not used in the occupation,
14	profession, or business of the insured.
15	(b) As used in this subsection (10), "Livery conveyance"
16	DOES NOT MEAN THE SERVICES OFFERED BY A TRANSPORTATION NETWORK
17	COMPANY DRIVER, AS THAT TERM IS DEFINED IN SECTION 40-10.1-602 (4),
18	C.R.S., UNLESS THE TRANSPORTATION NETWORK COMPANY DRIVER IS
19	ENGAGED IN A PREARRANGED RIDE, AS THAT TERM IS DEFINED IN SECTION
20	<u>40-10.1-602 (2), C.R.S.</u>
21	SECTION 7. Safety clause. The general assembly hereby finds,
22	determines, and declares that this act is necessary for the immediate
23	preservation of the public peace, health, and safety.