House Bill 225 (AS PASSED HOUSE AND SENATE)

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By: Representatives Powell of the 32nd, Dunahoo of the 30th, Carson of the 46th, Rutledge of the 109th, Hitchens of the 161st, and others

A BILL TO BE ENTITLED AN ACT

To regulate transportation for hire; to amend Chapter 60 of Title 36 of the Official Code of 2 Georgia Annotated, relating to general provisions regarding provisions applicable to counties 3 and municipal corporations, so as to preserve existing certificates of public necessity and 4 convenience and medallion systems for taxicabs and to restrict the future use thereof; to 5 provide that operators of taxicabs have for-hire license endorsements; to prohibit the staging of certain vehicles; to provide certain insurance requirements for taxicabs; to amend Title 40 6 7 of the Official Code of Georgia Annotated, relating to motor vehicles, so as to change certain provisions relating to commercial indemnity liability insurance for limousine carriers; to 8 provide for the comprehensive regulation of transportation referral services, transportation referral service providers, ride share network services, and ride share drivers; to provide for definitions; to provide for legislative intent; to provide for registration and licensing of such 12 providers; to provide for certain disclosures; to prohibit certain practices and to provide penalties for violations; to prohibit the waiver of rights by passengers under certain 13 14 conditions; to provide for billing methods; to provide for master license fees for for-hire 15 vehicles in lieu of sales and use taxes on fares; to provide for for-hire license endorsements; 16 to amend Code Section 48-8-3 of the Official Code of Georgia Annotated, relating to 17 exemptions from sales and use taxes, so as to provide an exemption; to provide for related 18 matters; to provide for effective dates and for legislative intent; to repeal conflicting laws; 19 and for other purposes.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

21 **SECTION 1.**

22 Chapter 60 of Title 36 of the Official Code of Georgia Annotated, relating to general provisions regarding provisions applicable to counties and municipal corporations, is 23

24 amended by revising subsection (a) of Code Section 36-60-25, relating to certificates of

public necessity and convenience and medallions for taxicabs, and by adding new 25

subsections to read as follows: 26

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"(a) Each county and municipal corporation may require the owner or operator of a taxicab or vehicle for hire to obtain a certificate of public necessity and convenience or medallion in order to operate such taxicab or vehicle for hire within the unincorporated areas of the county or within the corporate limits of the municipal corporation, respectively, and may exercise its authority under Code Section 48-13-9 to require such owners or operators to pay a regulatory fee to the county or municipal corporation. The General Assembly finds and declares that any county or municipality exercising the powers granted in this Code section is legitimately concerned with the qualifications and records of drivers of taxicabs and other vehicles for hire; with the location, accessibility, and insured state of companies operating taxicabs and other vehicles for hire; and with the safety and comfort of taxicabs and other vehicles for hire. Without limitation, each such county or municipality may exercise the powers granted in this Code section by ordinance to the same extent as the ordinances reviewed by the Georgia Court of Appeals in the case of Hadley v. City of Atlanta, 232 Ga. App. 871, 875 (1998), and each certificate of public convenience and necessity issued under those ordinances shall remain in full force and effect." "(c) Counties and municipalities which have adopted and have valid ordinances as of July 1, 2014, requiring taxicabs to have certificates of public necessity and convenience or medallions to operate within each such county or municipality may continue to require such certificates or medallions. Except as otherwise provided in this subsection, no county or municipality shall enact, adopt, or enforce any ordinance or regulation which requires taxicabs to have certificates of public necessity and convenience or medallions to operate within such county or municipality. (d) No person shall operate a taxicab for the purpose of carrying or transporting passengers for hire unless such person has a for-hire license endorsement or private background check certification pursuant to Code Section 40-5-39. Counties and municipalities shall not impose further licensing requirements or background checks on such persons to operate taxicabs in their jurisdictions. (e) As used in this subsection, the term 'stage' means to stop, park, or otherwise place a vehicle for hire, other than a taxicab, in the loading or curbside area of any business for the purpose of soliciting a fare when such vehicle is not engaged in a prearranged round-trip or prearranged one-way fare. It shall be illegal to stage limousine carriers, as defined in paragraph (5) of Code Section 40-1-151, or ride share drivers, as defined in paragraph (3) of Code Section 40-1-190. A person who violates this subsection shall be guilty of a misdemeanor. (f) No person shall operate a taxicab for the purpose of carrying or transporting passengers for hire unless such person maintains insurance from an insurance company licensed under

63 <u>Title 33, through a surplus line broker licensed under Title 33, or is qualified as a</u>

64 <u>self-insurer pursuant to Code Section 33-34-5.1."</u>

65 SECTION 2.

- 66 Title 40 of the Official Code of Georgia Annotated, relating to motor vehicles, is amended
- 67 by revising Code Section 40-1-158, relating to limousine chauffeur authorization and license
- 68 endorsement, as follows:
- 69 "40-1-158.
- Pursuant to rules and regulations prescribed by the commissioner of driver services, each
- 71 chauffeur employed by a limousine carrier shall secure from the Department of Driver
- 72 Services a limousine chauffeur authorization and for-hire license endorsement or private
- 73 <u>background check certification pursuant to Code Section 40-5-39.</u>"
- 74 **SECTION 2.1.**
- 75 Said title is further amended by revising Code Section 40-1-166, relating to commercial
- 76 indemnity and liability insurance, as follows:
- 77 "40-1-166.
- 78 Each limousine carrier shall obtain and maintain commercial indemnity and liability
- 79 insurance with an insurance company authorized to do business in this state licensed under
- 80 <u>Title 33 or through a surplus line broker licensed under Title 33,</u> which policy shall provide
- 81 for the protection of passengers and property carried and of the public against injury
- proximately caused by the negligence of the limousine carrier, its servants, and its agents.
- The minimum amount of such insurance shall be:
- 84 (1) For capacity of 12 passengers or less, \$300,000.00 for bodily injuries to or death of
- all persons in any one accident with a maximum of \$100,000.00 for bodily injuries to or
- death of one person, and \$50,000.00 for loss of damage in any one accident to property
- of others, excluding cargo; or
- 88 (2) For capacity of more than 12 passengers, \$500,000.00 for bodily injuries to or death
- of all persons in any one accident with a maximum of \$100,000.00 for bodily injuries to
- or death of one person, and \$50,000.00 for loss of damage in any one accident to property
- 91 of others, excluding cargo."
- 92 **SECTION 3.**
- 93 Said title is further amended by adding a new part to Article 3 of Chapter 1, relating to motor
- 94 carriers, to read as follows:

95 "Part 4

- 96 <u>40-1-190.</u>
- 97 As used in this part, the term:
- 98 (1) 'Limousine carrier' means any limousine company or provider which is licensed with
- 99 <u>the state pursuant to paragraph (5) of Code Section 40-1-151.</u>
- 100 (2) 'Metering device' means an instrument or device which is utilized for the purpose of
- calculating for-hire fares based upon distance, time, mileage, and administrative fees and
- which is not a taximeter.
- (3) 'Ride share driver' means an individual who uses his or her personal passenger car,
- as defined in paragraph (41) of Code Section 40-1-1, to provide transportation for
- passengers arranged through a ride share network service.
- 106 (4) 'Ride share network service' means any person or entity that uses a digital network
- or Internet network to connect passengers to ride share drivers for the purpose of
- prearranged transportation for hire or for donation. The term 'ride share network service'
- shall not include any corporate sponsored vanpool or exempt rideshare as such terms are
- defined in Code Section 40-1-100, provided that such corporate sponsored vanpool or
- exempt rideshare is not operated for the purpose of generating a profit.
- 112 (5) 'Taxi service' means any taxicab company or provider which utilizes a motor vehicle
- or similar vehicle, device, machine, or conveyance to transport passengers; uses a
- taximeter; and is authorized to provide taxicab services pursuant to an ordinance of a
- local government in this state.
- 116 (6) 'Taximeter' means an instrument or device approved by the applicable local
- government which is utilized by a taxi service for the purpose of calculating fares based
- upon distance, time, and mileage.
- (7) 'Transportation referral service' means any person or entity that books, refers clients
- to, collects money for, or advertises transportation services provided by a limousine
- carrier or taxi service by means of a telephone, through cellular telephone software,
- through the Internet, in person, by written instrument, by any person, or by any other
- means, and does not own or lease any motor vehicle required to be registered with the
- Department of Public Safety as a limousine carrier or a taxi service. A transportation
- referral service shall not include emergency or nonemergency medical transports.
- 126 (8) 'Transportation referral service provider' means any person or entity that books, refers
- clients to, collects money for, or advertises transportation services provided by a
- limousine carrier or taxi service by means of a telephone, through cellular telephone
- software, through the Internet, in person, by written instrument, by any person, or by any
- other means and owns or leases one or more motor vehicles required to be registered with

the Department of Public Safety as a limousine carrier or a local government in this state as a taxi service. A transportation referral service provider shall not include emergency or nonemergency medical transports.

134 <u>40-1-191.</u>

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The General Assembly finds that it is in the public interest to provide uniform administration and parity among ride share network services, transportation referral services, and transportation referral service providers, including taxi services, that operate in this state for the safety and protection of the public. The General Assembly fully occupies and preempts the entire field of administration and regulation over ride share network services, transportation referral services, transportation referral service providers, and taxi services as governed by this part; provided, however, that the governing authority of any county or municipal airport shall be authorized to regulate any ride share network service, transportation referral service, transportation referral service provider, and taxi service consistent with the process used for limousine carriers, as set forth in Code Section 40-1-162, who are doing business at any such airport and may establish fees as part of such regulation process; provided, further, that such fees shall not exceed the airport's approximate cost of permitting and regulating ride share network services, transportation referral services, transportation referral service providers, and taxi services; and provided, further, that such governing authorities of such airports shall accept a for-hire license endorsement or private background check certification pursuant to Code Section 40-5-39 as adequate evidence of sufficient criminal background investigations and shall not require any fee for any further criminal background investigation; and provided, further, that local governments may maintain certificates of public necessity and convenience and medallion requirements and company requirements for taxi services as provided in this part and may establish maximum fares for taxi services. The list of ride share network services, transportation referral services, transportation referral service providers, and taxi services on the website of the department shall be sufficient evidence that such services have licenses issued by the department.

159 <u>40-1-192.</u>

(a) A transportation referral service or transportation referral service provider that only
 refers business to limousine carriers and taxi services that are licensed or registered as
 transportation referral service providers shall be exempt from registration under this Code

section.

(b) Each transportation referral service provider doing business, operating, or providing transportation services in this state shall register with the department. Upon receipt of

166 registration by the department, the department shall issue a license to such transportation referral service provider which shall be renewed on an annual basis. The department may 167 168 charge a fee for such license and registration not to exceed \$100.00. Limousine carriers, 169 as a part of the licensure and permitting process for limousine carriers, shall be registered 170 and licensed as a transportation referral service provider under this part. A transportation 171 referral service provider that receives referrals from a transportation referral service or a 172 transportation referral service provider shall be required to disclose to the department that 173 it is receiving referrals from such transportation referral service or transportation referral 174 service provider; provided, however, that the limousine carrier or taxi service shall be 175 required to comply with the requirements of this part. (c) Each transportation referral service provider doing business, operating, or providing 176 177 transportation services in this state shall file and keep current monthly with the department 178 a list of all limousine carriers and taxi services which it utilizes to provide transportation 179 services in this state. Such lists shall not be subject to inspection or disclosure under 180 Article 4 of Chapter 18 of Title 50. 181 (d) Each transportation referral service provider doing business, operating, or providing 182 <u>transportation services in this state shall:</u> 183 (1) Either obtain directly or determine that each taxi service to which it refers business 184 possesses either a certificate of public necessity and convenience or medallion authorizing the provision of taxicab services in such local government if the certificate 185 186 of public necessity and convenience or medallion is required by an ordinance of the local 187 government where such taxi service is to be provided; 188 (2) Either obtain directly or determine that each taxi service to which it refers business 189 is registered with the department and possesses and maintains a permit authorizing the 190 provision of taxicab services in such local government if a company permit is required 191 by an ordinance of the local government where such taxi service is to be provided; 192 (3) Either obtain directly or determine that each limousine carrier to which it refers 193 business is properly and currently registered and licensed pursuant to Part 3 of this article; 194 (4) Take all necessary steps to determine that: 195 (A) Any driver either directly employed by or contracted with a limousine carrier 196 which the limousine carrier contracts with or utilizes for the provision of transportation 197 services in this state possesses and maintains any required permits or licenses required 198 by the federal government or this state; and (B) Any driver either directly employed by or contracted with a taxi service which the 199 200 taxi service contracts with or utilizes for the provision of transportation services in this 201 state possesses and maintains any required permits or licenses required by the federal

202 government or the local government where the transportation services are to be 203 provided; 204 (5) Ensure that each driver utilized by such transportation referral service provider, 205 whether such driver is employed directly by the transportation referral service provider 206 or by a limousine carrier or taxi service which the transportation referral service provider 207 contracts with or utilizes for the provision of transportation services in this state, has a 208 current for-hire license endorsement or current private background check certification 209 pursuant to Code Section 40-5-39; 210 (6) Have a zero tolerance policy with regard to the use of drugs or alcohol while on duty 211 in place for drivers utilized by such limousine carrier or taxi service in the provision of 212 transportation services, whether such driver is employed directly by the transportation 213 referral service provider or by a limousine carrier or taxi service which the transportation 214 referral service provider contracts with or utilizes for the provision of transportation 215 services in this state; 216 (7) Shall ensure that each limousine carrier with which such transportation referral 217 service provider contracts or utilizes for the provision of transportation services in this state has the commercial indemnity and liability insurance required by Code 218 219 Section 40-1-166 or each taxi service with which such transportation referral service 220 provider contracts or utilizes for the provision of transportation services in this state has 221 the minimum amount of commercial liability insurance prescribed by state law; 222 (8) Have, as to taxi services, complied with or ensured that any taxi service which it 223 contracts with or utilizes for the provision of transportation services complies with any 224 fare structure or regulation prescribed by ordinance of the local government where such taxi service is to be provided; provided, however, that any fares specified in local 225 226 ordinances shall be the maximum fare which may be charged but shall not prohibit a taxi 227 service from charging lower fares; 228 (9) Have complied with or determined that the limousine carrier or taxi service with 229 which the provider contracts with or utilizes for the provision of transportation services 230 in this state is in compliance with any and all other applicable requirements prescribed by the laws of the state, the rules and regulations of the department, and the ordinances 231 232 of local governments where such transportation services are provided; and (10) Comply with the provisions of Code Section 40-8-7. No additional vehicle 233 234 inspections shall be required for taxi services or limousine carriers. 235 (e) Failure to register according to the provisions of this Code section shall be a 236 misdemeanor.

- 237 40-1-193.
- 238 (a) Each ride share network service doing business or operating in this state shall register
- with the department. Upon receipt of registration by the department, the department shall
- 240 <u>issue a license to such ride share network service which shall be renewed on an annual</u>
- basis. The department may charge a fee for such license and registration not to exceed
- <u>\$100.00.</u>
- 243 (b) Each ride share network service doing business or operating in this state shall maintain
- 244 <u>a current list of all ride share drivers who are enrolled in its network in this state. Such lists</u>
- 245 <u>shall not be subject to inspection or disclosure under Article 4 of Chapter 18 of Title 50 but</u>
- 246 <u>shall be made available for inspection by law enforcement officers and representatives of</u>
- 247 <u>other government agencies upon request to ascertain compliance with this title.</u>
- 248 (c) Each ride share network service doing business or operating in this state shall:
- 249 (1) Take all necessary steps to determine that each driver contracted with such ride share
- 250 <u>network service possesses and maintains any required permits or licenses required by the</u>
- 251 <u>federal government or this state;</u>
- 252 (2) Ensure that each driver utilized by such ride share network service, whether such
- driver is employed directly by the ride share network service or operates as an
- 254 <u>independent contractor, has a current for-hire license endorsement or current private</u>
- background check certification pursuant to Code Section 40-5-39;
- 256 (3) Have a zero tolerance policy with regard to the use of drugs or alcohol while on duty
- in place for drivers contracted with such ride share network service;
- 258 (4) Have for each ride share driver contracted with such ride share network service in
- 259 <u>this state insurance coverage in effect with respect to personal injury liability, property</u>
- damage liability, and personal injury protection liability benefits available to drivers,
- passengers, pedestrians, and others in the same coverage amounts as required by law; and
- 262 (5) Comply with the provisions of Code Section 40-8-7. No vehicle inspections shall be
- 263 required for vehicles used by ride share drivers.
- 264 (d) Each ride share driver utilized by such ride share network service, whether such driver
- 265 <u>is employed directly by the ride share network service or operates as an independent</u>
- 266 contractor, shall maintain on his or her smartphone digital identification containing the
- 267 <u>following information while active on the ride share network service's digital network:</u>
- 268 (1) The name and photograph of the driver;
- 269 (2) The make and model of the motor vehicle being driven;
- 270 (3) The license plate number of the motor vehicle being driven;
- 271 (4) Certificates of insurance for the motor vehicle being driven; and
- (5) Such other information as may be required by the Department of Public Safety.

273 Upon reasonable suspicion of a law enforcement officer of improper operation by a ride share driver, the ride share driver, upon request, shall provide the law enforcement officer 274 275 with access to the smartphone containing the digital information required by this subsection 276 and the electronic record of the trips sufficient to establish that the trip in question was prearranged through digital dispatch of the ride share network service. The ride share 277 278 driver shall not be required to relinquish custody of the smartphone containing the digital 279 information required by this subsection and the electronic record of the trips arranged 280 through digital dispatch of the ride share network service. 281

(e) A violation of this Code section shall be a misdemeanor.

40-1-194.

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- (a)(1)(A) No transportation referral service or transportation referral service provider subject to this part shall contract with, utilize, or refer individuals or entities to limousine carriers that are not properly licensed by this state or are not properly insured under state law.
- 287 (B) No ride share network service subject to this part shall contract with, utilize, or 288 refer individuals or entities to ride share drivers who are not properly licensed by this 289 state or are not properly insured under state law.
 - (2) No transportation referral service or transportation referral service provider subject to this part shall contract with, utilize, or refer individuals or entities to taxi services that are not registered with the department and properly licensed by the applicable political subdivision of this state, are not properly insured under local law, or use drivers that are not properly licensed under state and local law to carry passengers for hire.
 - (b)(1)(A) No person who is not licensed under the laws of this state to provide limousine services shall contract with or accept referrals from a transportation referral service, transportation referral service provider, or ride share network service for transportation services. This paragraph shall not apply to passengers.
 - (B) No ride share driver who does not have an appropriate driver's license and either a for-hire endorsement or current private background check certification pursuant to Code Section 40-5-39 shall contract with or accept referrals from a transportation referral service, transportation referral service provider, or ride share network service for transportation services.
 - (2) No person who does not have the licensing required by the appropriate local government of this state to provide taxi services shall contract with or accept referrals from a transportation referral service or transportation referral service provider for transportation services. This paragraph shall not apply to passengers.

15 HB 225/AP 308 (c)(1) A transportation referral service that violates subsection (a) of this Code section 309 shall be guilty of a misdemeanor. 310 (2) A transportation referral service provider or ride share network service that violates 311 subsection (a) of this Code section shall be guilty of a misdemeanor and additionally shall 312 be subject to having such provider's or service's registration suspended or revoked by the 313 <u>department.</u> 314 (d) A person who violates subsection (b) of this Code section shall be guilty of a 315 misdemeanor and additionally may be subject to a suspension for one year or revocation 316 of such person's driver's license. 317 40-1-195. 318 (a) Each taxi service, transportation referral service, transportation referral service 319 provider, and ride share network service doing business, operating, or providing transportation services in this state shall include its license number issued by the 320 321 department in any advertising in this state; provided, however, that this Code section shall 322 not apply to Internet advertisements. Limousine carriers which register as transportation referral service providers under this part shall be subject to the advertising requirements 323 324 of this Code Section and not the provisions of Code Section 40-1-165. Failure to provide 325 such license number shall result in the imposition of a civil penalty not to exceed \$5,000.00 for each violation. 326 327 (b) Each ride share driver shall display a consistent and distinctive signage or emblem that 328 is approved by the Department of Public Safety on such ride share driver's vehicle at all 329 times while the ride share driver is active on the ride share network service's digital 330 network. The signage or emblem shall be: 331 (1) Sufficiently large and color contrasted to be readable during daylight hours from a 332 distance of at least 50 feet; 333 (2) Reflective, illuminated, or otherwise visible in darkness; and 334 (3) Sufficient to identify a vehicle as being associated with the ride share network service with which the ride share driver is affiliated. 335 336 Any person who violates this subsection shall be guilty of a misdemeanor.

337 <u>40-1-196.</u>

338 (a) Rates for taxi services set by a local government shall constitute the maximum fare
339 which may be charged but shall not prohibit a taxi service from charging lower fares.
340 Transportation services provided by taxi services and arranged by a transportation referral
341 service or transportation referral service provider doing business in this state shall be billed
342 in accordance with the fare rates prescribed by the local government where such taxi

343 services are to be provided. The use of Internet or cellular telephone software to calculate rates shall not be permitted unless such software complies with and conforms to the 344 345 weights and measures standards of the local government that licenses such taxi service. 346 (b) Transportation services provided by limousine carriers and arranged by a transportation 347 referral service or transportation referral service provider shall only be billed in accordance 348 with the rates of such limousine carriers on an hourly basis or upon one or more of the 349 following factors: distance, flat fee, base fee, waiting time, cancellation fee, stop fee, event pricing, demand pricing, or time. The charge for such transportation services may be 350 351 calculated by the use of a metering device in or affixed to the motor vehicle. 352 (c) A ride share driver contracted with a ride share network service may offer transportation services at no charge, suggest a donation, or charge a fare. If a ride share 353 354 driver contracted with a ride share network service charges a fare, such fare shall be 355 calculated based upon one or more of the following factors: distance, flat fee, base fee, waiting time, cancellation fee, stop fee, event pricing, demand pricing, or time. The fare 356 357 may be calculated by the use of a metering device in or affixed to the motor vehicle. 358 (d) Each transportation referral service, transportation referral service provider, and ride 359 share network service shall make available to the person being transported prior to 360 receiving transportation services either the amount of the charge for such services or the 361 rates under which the charge will be determined. 362 (e) A violation of this Code section shall be a misdemeanor. 363 <u>40-1-197.</u> 364 The department is authorized to promulgate such rules and regulations as the department 365 shall find necessary to implement the provisions of this part. 366 40-1-198. 367 (a) Each transportation referral service provider shall maintain a current list of all drivers 368 that such provider employs directly or as independent contractors in this state. Such lists 369 shall not be subject to inspection or disclosure under Article 4 of Chapter 18 of Title 50 but 370 shall be made available for inspection by law enforcement officers and representatives of 371 other government agencies upon request to ascertain compliance with this title. 372 (b) A violation of this Code section shall be punished by the imposition of a civil penalty 373 not to exceed \$5,000.00 for each violation. 374 <u>40-1-199.</u> 375 A waiver of any rights with regard to personal injuries as the result of any transportation

services provided by such ride share network service, transportation referral service,

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transportation referral service provider, limousine carrier, or taxi service by any person utilizing the services of a ride share network service, transportation referral service, transportation referral service, transportation referral service, impossine carrier, or taxi service in this state shall not be valid unless such person is given written or electronic notice of such waiver prior to receiving such services and knowingly and willfully agrees to such waiver.

382 <u>40-1-200.</u>

This part shall not be applicable to equine drawn vehicles or nonmotorized vehicles."

SECTION 4.

385 Said title is further amended by revising Code Section 40-2-168, relating to registration and

386 licensing of taxicabs and limousines, as follows:

387 "40-2-168.

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subdivision of this state.

(a) Owners of a taxicab or limousine, prior to commencing operation in this state, shall, upon complying with the motor vehicle laws relating to registration and licensing of motor vehicles, and the payment of an annual registration fee of \$25.00, be issued a distinctive license plate by the commissioner. Such distinctive license plate shall be designed by the commissioner and displayed on the vehicle as provided in Code Section 40-2-41. The certificate of registration shall be kept in the vehicle. Revalidation decals shall be issued, upon payment of fees required by law, in the same manner as provided for general issue license plates. Such license plates shall be transferred from one vehicle to another vehicle of the same class and acquired by the same person as provided in Code Section 40-2-42. The transition period shall commence on May 20, 2010, and conclude no later than December 31, 2010, for all existing registrations. For all existing registrations, except during the owner's registration period as provided in Code Section 40-2-21, the commissioner shall exchange and replace any current and valid registration and license plate at no charge to the owner. Such license plates shall not be issued to any owner of a taxicab or limousine, as such term is defined in paragraph (4) of Code Section 40-1-151, that is not properly licensed as such by the Department of Public Safety or a political

(b)(1) As used in this subsection, the term 'for-hire vehicle' means a motor vehicle used in this state by a limousine carrier, ride share network, ride share network driver, or taxi service, as such terms are defined in Code Section 40-1-190, for the purpose of transporting passengers for compensation or donation.

(2) On and after July 1, 2017, an owner of each for-hire vehicle, prior to commencing operations in this state and annually thereafter, shall obtain a for-hire vehicle master license from the department. The department shall issue a decal or certificate for each

412 motor vehicle covered under such master license, and the owner shall display such decal on such vehicle at all times in the manner prescribed by the department by rule or 413 414 regulation or shall maintain a copy of the certificate in the covered vehicle or 415 electronically on the driver's smartphone which certificate shall be displayed to law enforcement personnel or agents of the department upon request. With regard to ride 416 417 share drivers who are employed directly by a ride share network service or who operate 418 as independent contractors for a ride share network service, the ride share network service shall be responsible for obtaining a master license for all of its affiliated ride share 419 420 drivers. The obtaining of a master license shall not operate to relieve a taxi service, a 421 limousine carrier, a ride share network service, or the owner of a for-hire vehicle from 422 sales and use taxes on fares which were previously incurred. 423 (3) The owner of each for-hire vehicle in operation in this state on July 1, 2017, shall 424 obtain a for-hire master license from the department prior to such date and shall obtain a decal or certificate for each motor vehicle covered under such master license, and the 425 426 owner shall either display such decal on such vehicle at all times in the manner prescribed 427 by the department by rule or regulation or shall maintain a copy of the certificate in the covered vehicle or electronically on the driver's smartphone which certificate shall be 428 429 displayed to law enforcement personnel or agents of the department upon request. With 430 regard to ride share drivers who are employed directly by a ride share network service or who operate as independent contractors for a ride share network service, the ride share 431 432 network service shall be responsible for obtaining a master license for all of its affiliated 433 ride share drivers. The obtaining of a master license shall not operate to relieve a taxi 434 service, a limousine carrier, a ride share network service, or the owner of a for-hire 435 vehicle from sales and use taxes on fares which were previously incurred. (4) The annual fee for such master license shall be as follows: 436 437 438 439 440 441 442 443 444 445 446 447 plus \$25,000.00 for each 448

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449	additional 100 vehicles or
450	<u>fraction thereof.</u>
451	Decals or certificates shall be issued in connection with the master license at no charge
452	by the department. The number of vehicles shall be determined by adding the number
453	of for-hire vehicles utilized by the owner during each of the preceding months in the
454	immediately preceding 12 month period and dividing such sum by 12.
455	(5) Of this annual master license fee, 57 percent shall be retained by the state for deposit
456	in the general fund of the state treasury. At the time of payment of the annual master
457	license fee, the owner obtaining the master license shall provide to the department a
458	written declaration setting forth the county or counties in which vehicles operate. The
459	remaining 43 percent of the annual master license fee shall be divided by the department
460	proportionately according to population to the county or counties set forth in such
461	declaration. The proportional amounts shall be distributed to the county tag agent in each
462	such county to allocate and distribute to the county governing authority and to municipal
463	governing authorities, the board of education of the county school system, and the board
464	of education of any independent school system located in such county in the manner
465	provided in this paragraph:
466	(A) An amount equal to one-third of such proceeds shall be distributed to the board of
467	education of the county school system and the board of education of each independent
468	school system located in such county in the same manner as required for any local sales
469	and use tax for educational purposes levied pursuant to Part 2 of Article 3 of Chapter 8
470	of Title 48 currently in effect. If such tax is not currently in effect, such proceeds shall
471	be distributed to such board or boards of education in the same manner as if such tax
472	were in effect;
473	(B)(i) Except as otherwise provided in this subparagraph, an amount equal to
474	one-third of such proceeds shall be distributed to the governing authority of the
475	county and the governing authority of each qualified municipality located in such
476	county in the same manner as specified under the distribution certificate for the joint
477	county and municipal sales and use tax under Article 2 of Chapter 8 of Title 48
478	currently in effect;
479	(ii) If such tax were never in effect, such proceeds shall be distributed to the
480	governing authority of the county and the governing authority of each qualified
481	municipality located in such county on a pro rata basis according to the ratio of the
482	population that each such municipality bears to the population of the entire county;
483	(iii) If such tax is currently in effect as well as a local option sales and use tax for
484	educational purposes levied pursuant to a local constitutional amendment, an amount
485	equal to one-third of such proceeds shall be distributed in the same manner as

required under division (i) of this subparagraph and an amount equal to one-third of

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such proceeds shall be distributed to the board of education of the county school 487 488 system; 489 (iv) If such tax is not currently in effect and a local option sales and use tax for 490 educational purposes levied pursuant to a local constitutional amendment is currently 491 in effect, such proceeds shall be distributed to the board of education of the county 492 school system and the board of education of any independent school system in the same manner as required under such local constitutional amendment; and 493 494 (v) If such tax is not currently in effect and a homestead option sales and use tax 495 under Article 2A of Chapter 8 of Title 48 is in effect, such proceeds shall be 496 distributed to the governing authority of the county, each qualified municipality, and 497 each existing municipality in the same proportion as otherwise required under Code 498 Section 48-8-104; and 499 (C)(i) An amount equal to one-third of such proceeds shall be distributed to the 500 governing authority of the county and the governing authority of each qualified 501 municipality located in such county in the same manner as specified under an intergovernmental agreement or as otherwise required under the county special 502 503 purpose local option sales and use tax under Part 1 of Article 3 of Chapter 8 of 504 Title 48 currently in effect; provided, however, that this division shall not apply if division (iii) of subparagraph (B) of this paragraph is applicable. 505 506 (ii) If such tax were in effect but expired and is not currently in effect, such proceeds 507 shall be distributed to the governing authority of the county and the governing 508 authority of each qualified municipality located in such county in the same manner 509 as if such tax were still in effect according to an intergovernmental agreement or as 510 otherwise required under the county special purpose local option sales and use tax 511 under Part 1 of Article 3 of Chapter 8 of Title 48 for the 12 month period 512 commencing at the expiration of such tax. If such tax is not renewed prior to the 513 expiration of such 12 month period, such amount shall be distributed in accordance 514 with division (i) of subparagraph (B) of this paragraph; provided, however, that if a tax under Article 2 of Chapter 8 of Title 48 is not in effect, such amount shall be 515 516 distributed in accordance with division (ii) of subparagraph (B) of this paragraph. 517 (iii) If such tax is not currently in effect in a county in which a tax is levied for 518 purposes of a metropolitan area system of public transportation, as authorized by the amendment to the Constitution set out at Ga. L. 1964, p. 1008; the continuation of 519 520 such amendment under Article XI, Section I, Paragraph IV(d) of the Constitution; and 521 the laws enacted pursuant to such constitutional amendment, such proceeds shall be

522 distributed to the governing body of the authority created by local Act to operate such 523 metropolitan area system of public transportation. 524 (iv) If such tax were never in effect, such proceeds shall be distributed in the same 525 manner as specified under the distribution certificate for the joint county and municipal sales and use tax under Article 2 of Chapter 8 of Title 48 currently in 526 527 effect; provided, however, that if such tax under such article is not in effect, such 528 proceeds shall be distributed to the governing authority of the county and the 529 governing authority of each qualified municipality located in such county on a pro 530 rata basis according to the ratio of the population that each such municipality bears 531 to the population of the entire county. (6) On and after July 1, 2017, it shall be illegal for a taxi service, a limousine carrier, a 532 533 ride share network service, or an owner of a for-hire vehicle who is providing 534 transportation services to fail to display a current tax decal or maintain a physical or electronic certificate in such vehicle as prescribed by this subsection and as may be 535 536 required by the department by rule or regulation. Any person who violates this paragraph 537 shall be guilty of a misdemeanor of a high and aggravated nature and additionally shall be subject to a civil fine of not more than \$5,000.00 per violation. 538 539 (7) This subsection shall be repealed by operation of law on July 1, 2017."

SECTION 5.

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Said title is further amended by revising paragraphs (9) and (11) of Code Section 40-5-1, relating to definitions, and adding new paragraphs to read as follows:

"(9) Reserved 'For hire' means to operate a motor vehicle in this state for the purpose of transporting passengers for compensation or donation as a limousine carrier, ride share network or driver, or taxi service as such terms are defined in Code Section 40-1-190.

(9.1) 'For-hire license endorsement' means an endorsement to a driver's license pursuant to Code Section 40-5-39 that authorizes the holder of the license to operate a motor vehicle for the purpose of transporting passengers in this state for compensation or donation as a limousine carrier, ride share network or driver, or taxi service as such terms

are defined in Code Section 40-1-190."

"(11) Reserved 'Limousine carrier' means any limousine company or provider which is licensed with this state pursuant to paragraph (5) of Code Section 40-1-151."

"(16.01) 'Ride share driver' means an individual who uses his or her personal passenger car, as defined in paragraph (41) of Code Section 40-1-1, to provide transportation for passengers arranged through a ride share network service.

(16.02) 'Ride share network service' means any person or entity that uses a digital network or Internet network to connect passengers to ride share drivers for the purpose

558 of prearranged transportation for hire or for donation. The term 'ride share network 559 service' shall not include any corporate sponsored vanpool or exempt rideshare as such 560 terms are defined in Code Section 40-1-100, provided that such corporate sponsored 561 vanpool or exempt rideshare is not operated for the purpose of generating a profit." "(18) 'Taxi service' means any taxicab company or provider which utilizes a motor 562 563 vehicle or similar vehicle, device, machine, or conveyance to transport passengers; uses 564 a taximeter; and is registered with the Department of Public Safety and, if applicable, is authorized to provide taxicab services pursuant to an ordinance of a local government in 565 566 this state."

SECTION 6.

- Said title is further amended by revising Code Section 40-5-39, relating to endorsement on
- 569 license of limousine chauffeur, requirements, and term, as follows:
- 570 "40-5-39.
- 571 (a) No person shall operate a motor vehicle for hire in this state unless such person:
- 572 (1) Has a for-hire license endorsement pursuant to this Code section and has liability
- insurance coverage in the amounts required by law for the class of motor vehicle being
- operated for hire and the requirements for limousine carriers, ride share networks and
- drivers, and taxi services, as applicable; or
- 576 (2) Has a private background check certification pursuant to this Code section and has
- 577 <u>liability insurance coverage in the amounts required by law for the class of motor vehicle</u>
- 578 <u>being operated for hire and the requirements for limousine carriers, ride share networks</u>
- and drivers, and taxi services, as applicable.
- This shall include, but not be limited to, ride share drivers and persons operating motor
- vehicles for limousine carriers and taxicabs for taxi services.
- 582 (a)(b) The department shall endorse the driver's license of any approved limousine
- 583 chauffeur employed by a limousine carrier provide a for-hire license endorsement for any
- 584 <u>qualified person under this Code section</u>. In order to be eligible for such endorsement, an
- 585 applicant shall:
- 586 (1) Be at least 18 years of age;
- 587 (2) Possess a valid Georgia driver's license which is not limited as defined in Code
- 588 Section 40-5-64;
- (3) Not have been convicted, been on probation or parole, or served time on a sentence
- for a period of ten seven years previous to the date of application for any felony or any
- other crime of moral turpitude or a pattern of misdemeanors that evidences a disregard
- for the law unless he or she has received a pardon and can produce evidence of same. For
- the purposes of this paragraph, a plea of nolo contendere shall be considered to be a

conviction, and a conviction for which a person has been free from custody and free from

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595 supervision for at least ten seven years shall not be considered a conviction unless the 596 conviction is for a dangerous sexual offense which is contained in Code Section 42-1-12 597 or the criminal offense was committed against a victim who was a minor at the time of 598 the offense; 599 (4) Submit at least one set of classifiable electronically recorded fingerprints to the 600 department in accordance with the fingerprint system of identification established by the director of the Federal Bureau of Investigation. The department shall transmit the 601 602 fingerprints to the Georgia Crime Information Center, which shall submit the fingerprints 603 to the Federal Bureau of Investigation for a search of bureau records and an appropriate 604 report and promptly conduct a search of state records based upon the fingerprints. After 605 receiving the report from the Georgia Crime Information Center and the Federal Bureau 606 of Investigation, the department shall determine whether the applicant may be certified; 607 and 608 (5) Be a United States citizen, or if not a citizen, present federal documentation verified 609 by the United States Department of Homeland Security to be valid documentary evidence of lawful presence in the United States under federal immigration law; and 610 611 (6) Provide proof of liability insurance coverage in such amounts as provided by law for 612 the class of motor vehicle being operated for hire and the requirements for limousine carriers, ride share networks and drivers, and taxi services, as applicable. 613 614 (b)(c) Such endorsement shall be valid for the same term as such person's driver's license, 615 provided that each person seeking renewal of a driver's license with such endorsement shall 616 submit to a review of his or her criminal history for verification of his or her continued 617 eligibility for such endorsement prior to making application for such renewal using the same process set forth in subsection (a) (b) of this Code section. If such person no longer 618 619 satisfies the background requirements set forth herein, he or she shall not be eligible for the 620 inclusion of such endorsement on his or her driver's license, and it shall be renewed without 621 the endorsement. 622 (c)(d) Every chauffeur employed by a limousine carrier person who operates a motor 623 vehicle for hire in this state shall have his or her Georgia driver's license with the 624 prescribed for-hire license endorsement in his or her possession at all times while operating a motor vehicle of a limousine carrier for hire in this state or shall have his or her Georgia 625 626 driver's license and a private background check certification pursuant to subsection (e) of this Code section in his or her possession. Such driver's license with a for-hire 627 endorsement or such driver's license and private background check certification shall be 628 629 presented to a law enforcement officer upon request by such officer.

630	(e)(1) A person operating a motor vehicle for hire in this state may obtain a private
631	background check in lieu of obtaining a for-hire endorsement. Such background check
632	shall be conducted by the taxi service, limousine carrier, or ride share network service
633	that employs such driver.
634	(2) The taxi service, limousine carrier, or ride share network service shall require such
635	person to submit an application to the taxi service, limousine carrier, or ride share
636	network service which includes, but is not limited to, information regarding such person's
637	address, age, driver's license information and number, driving history, motor vehicle
638	registration, automobile liability insurance, and other information necessary to complete
639	a background check on such person.
640	(3) The taxi service, limousine carrier, or ride share network service shall conduct or
641	cause to be conducted a local and national criminal background check on such person
642	which shall include:
643	(A) A search of a multistate, multijurisdiction criminal records locator or similar
644	nation-wide data base with validation or primary source search;
645	(B) A search of the national sex offender registry data base; and
646	(C) The obtaining and review of a driving history research report.
647	(4) The taxi service, limousine carrier, or ride share network service shall review the
648	background check and issue a private background check certification to such person;
649	provided, however, that no such certification shall be issued to a person whose
650	background check discloses that such person:
651	(A) Has had more than three moving violations in the prior three-year period or has
652	one major traffic violation, as such term is defined in Code Section 40-5-142, in the
653	prior three-year period;
654	(B) Has been convicted within the past seven years of driving under the influence of
655	drugs or alcohol or has been convicted at any time of fraud, a sexual offense, the use
656	of a motor vehicle to commit a felony, a crime involving property damage, a crime
657	involving theft, a crime involving an act of violence, or a crime involving an act of
658	terror;
659	(C) Has a match on the national sex offender registry data base;
660	(D) Does not have a valid driver's license;
661	(E) If such person will be using such person's vehicle as the motor vehicle to be
662	operated for hire, does not possess proof of registration for such vehicle;
663	(F) Does not possess proof of liability insurance coverage in such amounts as provided
664	by law for the class of motor vehicle being operated for hire and the requirements for
665	limousine carriers, ride share networks and drivers, and taxi services, as applicable; and
666	(G) Is not at least 18 years of age.

667	(5) Such private background check certification shall be issued in written form or in a
668	form which may be displayed electronically on a smartphone. A digital identification
669	properly issued pursuant to subsection (d) of Code Section 40-1-193 shall constitute
670	sufficient certification of a private background check. Such private background check
671	certification shall be valid for a period of five years from the date of its issuance.
672	(d)(f) The department is authorized to promulgate rules and regulations as necessary to
673	implement this Code section.
674	(g) Any person who violates the provisions of this Code section shall be guilty of a
675	misdemeanor."
676	SECTION 7.

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Code Section 48-8-3 of the Official Code of Georgia Annotated, relating to exemptions from sales and use taxes, is amended by revising paragraph (25), which was previously reserved, 678 as follows: 679

> "(25) Reserved On and after July 1, 2017, fares of for-hire vehicles for which taxi services, limousine carriers, ride share network services, or the owners of such vehicles have purchased a for-hire master license in lieu of paying sales and use taxes on fares pursuant to the provisions of subsection (b) of Code Section 40-2-168. This provision shall not relieve taxi services, limousine carriers, transportation referral services, transportation referral service providers, or ride share service networks of sales and use tax liability on fares incurred prior to the purchase of such for-hire master license. This paragraph shall be repealed by operation of law on July 1, 2017;".

SECTION 8. 688

689 Sections 2, 3, 5, and 6 of this Act shall become effective on July 1, 2015. Sections 4 and 7 690 shall be come effective on July 1, 2016. The remaining sections of this Act shall become effective upon the approval of this Act by the Governor or upon this Act becoming law 691 692 without such approval.

693 **SECTION 9.**

All laws and parts of laws in conflict with this Act are repealed. 694