

HB 2393 A STAFF MEASURE SUMMARY

Carrier: Sen. Prozanski

**Senate Committee On Judiciary and Ballot Measure 110
Implementation**

Action Date: 05/18/21
Action: Do pass the A-Eng bill.
Vote: 4-3-0-0
Yeas: 4 - Dembrow, Gelser, Manning Jr, Prozanski
Nays: 3 - Heard, Linthicum, Thatcher
Fiscal: No fiscal impact
Revenue: No revenue impact
Prepared By: Channa Newell, Counsel
Meeting Dates: 5/6, 5/18

WHAT THE MEASURE DOES:

Requires transportation network companies and taxi companies to provide motor vehicle liability policy with personal injury protection (PIP) benefits to drivers operating personal motor vehicle or taxi in affiliation with the company. Requires PIP benefits cover driver, passengers, and pedestrians struck by vehicle or taxi at all times during the time the vehicle or taxi is operated to provide transportation services to passengers in affiliation with the company. Allows insurer to exclude personal injury protection benefit from coverage of private passenger motor vehicle when used in connection with providing transportation services for compensation in affiliation with a transportation network company. Defines terms. Applies to policies issued or renewed after effective date of Act.

ISSUES DISCUSSED:

- PIP benefit offers immediate coverage for costs related to accident regardless of fault
- PIP coverage required for all private vehicles but not commercial livery or conveyance
- Effects of amendment
- Personal coverage or commercial coverage depends on use of vehicle at the time of collision

EFFECT OF AMENDMENT:

No amendment.

BACKGROUND:

Personal injury protection (PIP) benefits within a motor vehicle liability policy provide payment for certain expenses, loss of income, and loss of essential services to the insured person, members of the person's family or household, passengers in the insured's vehicle, and pedestrian's struck by the insured's motor vehicle. PIP benefits are required as part of the motor vehicle liability policy for private passenger motor vehicle policies. Vehicles used for "public or livery conveyance" are not considered private passenger motor vehicles and may not have PIP benefits for passengers in such vehicles.

House Bill 2393 A requires taxi companies and transportation network companies to provide motor vehicle liability policy with PIP benefits to each driver who operates a taxi or personal motor vehicle in affiliation with the company and specifies that the coverage apply to the driver, any passengers, and any pedestrians struck by the vehicle or taxi.