Second Regular Session Seventy-third General Assembly STATE OF COLORADO

PREAMENDED

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

LLS NO. 22-0894.01 Jery Payne x2157

SENATE BILL 22-144

SENATE SPONSORSHIP

Zenzinger, Cooke, Coram, Gardner, Ginal, Hisey, Liston, Lundeen, Priola, Smallwood, Sonnenberg, Woodward

HOUSE SPONSORSHIP

Kipp and Rich,

Senate Committees

Transportation & Energy

House Committees

State, Civic, Military, & Veterans Affairs

A BILL FOR AN ACT

101	CONCERNING THE PROVISION OF TRANSPORTATION SERVICES BY A
102	TRANSPORTATION NETWORK COMPANY NOT IN CONNECTION
103	WITH A BUSINESS OPERATED FOR PROFIT.

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://leg.colorado.gov.)

Current law regulates transportation network companies, which are commonly known as ridesharing companies, and the services they provide. Current law exempts services provided under a contract between a ridesharing company and a school, a school district, the federal government, a state, a political subdivision of a state, or a tax-exempt

SENATE Amended 3rd Reading March 17, 2022

SENATE Amended 2nd Reading March 16, 2022 entity. The bill removes these exemptions, so that ridesharing companies that contract with these entities will be regulated in the same manner as other types of ridesharing companies and services.

1 Be it enacted by the General Assembly of the State of Colorado: 2 **SECTION 1.** In Colorado Revised Statutes, 40-10.1-602, amend 3 (6); and **add** (2.5) and (2.6) as follows: 4 **40-10.1-602. Definitions.** As used in this part 6, unless the 5 context otherwise requires: "SCHOOL" MEANS A PUBLIC SCHOOL THAT ENROLLS 6 (2.5)7 STUDENTS IN ANY OF THE GRADES OF KINDERGARTEN THROUGH TWELFTH 8 GRADE. (2.6) "STUDENT" MEANS AN INDIVIDUAL ENROLLED IN A SCHOOL. 9 10 (6) (a) "Transportation network company services" or "services" 11 means the provision of transportation by a driver to a rider with whom the 12 driver is matched through a transportation network company. 13 (b) The term "Transportation Network company services" 14 OR "SERVICES" does not include services provided either directly by or 15 under contract with USING VEHICLES OWNED OR LEASED BY a political 16 subdivision or other entity exempt from federal income tax under section 17 115 of the federal "Internal Revenue Code of 1986", as amended. 18 "TRANSPORTATION NETWORK COMPANY SERVICES" OR 19 "SERVICES" INCLUDES SERVICES PROVIDED UNDER A CONTRACT BETWEEN 20 A TRANSPORTATION NETWORK COMPANY AND A POLITICAL SUBDIVISION 21 OR OTHER ENTITY EXEMPT FROM FEDERAL INCOME TAX UNDER SECTION 22 115 OF THE FEDERAL "INTERNAL REVENUE CODE OF 1986", AS AMENDED. 23 **SECTION 2.** In Colorado Revised Statutes, 40-10.1-105, amend 24 (1)(b) and (1)(i) as follows:

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1	40-10.1-105. Transportation not subject to regulation. (1) The
2	following types of transportation are not subject to regulation pursuant to
3	this article 10.1:
4	(b) The transportation of children to and from school,
5	school-related activities, and school-sanctioned activities to the extent
6	that such THE transportation is provided by VEHICLES OWNED OR
7	DIRECTLY LEASED BY a school or school district or the school or school
8	district's transportation contractors; EXCEPT THAT THIS SUBSECTION (1)(b)
9	DOES NOT APPLY TO TRANSPORTATION NETWORK COMPANY SERVICES
10	PROVIDED UNDER A CONTRACT BETWEEN A TRANSPORTATION NETWORK
11	COMPANY AND A SCHOOL OR SCHOOL DISTRICT;
12	(j) Transportation performed by the federal government, a state,
13	or any agency or political subdivision of either, whether through an
14	intergovernmental agreement, contractual arrangement, or otherwise;
15	EXCEPT THAT THIS SUBSECTION (1)(j) DOES NOT APPLY TO
16	TRANSPORTATION NETWORK COMPANY SERVICES PROVIDED UNDER A
17	CONTRACT BETWEEN A TRANSPORTATION NETWORK COMPANY AND THE
18	FEDERAL GOVERNMENT, A STATE, OR ANY AGENCY OR POLITICAL
19	SUBDIVISION OF EITHER.
20	SECTION 3. In Colorado Revised Statutes, 40-10.1-605, add
21	(1)(p), (1)(q), (1)(r), and (10) as follows:
22	40-10.1-605. Operational requirements. (1) The following
23	requirements apply to the provision of services:
24	(p) A TRANSPORTATION NETWORK COMPANY THAT, FOR
25	REMUNERATION FROM A SCHOOL OR SCHOOL DISTRICT, PROVIDES SERVICES
26	FOR STUDENTS TO OR FROM A SCHOOL, SCHOOL-RELATED ACTIVITIES, OR
27	SCHOOL-SANCTIONED ACTIVITIES SHALL ENTER INTO A CONTRACT WITH

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1	THE APPROPRIATE SCHOOL OR SCHOOL DISTRICT THAT INCLUDES SPECIFIC
2	PROVISIONS FOR THE SAFETY OF STUDENT PASSENGERS, AS DETERMINED
3	BY THE SCHOOL OR SCHOOL DISTRICT.
4	(q) A TRANSPORTATION NETWORK COMPANY THAT, FOR
5	REMUNERATION FROM A SCHOOL OR SCHOOL DISTRICT, PROVIDES SERVICES
6	FOR STUDENTS TO OR FROM A SCHOOL, SCHOOL-RELATED ACTIVITIES, OR
7	SCHOOL-SANCTIONED ACTIVITIES SHALL USE A TECHNOLOGY-ENABLED
8	INTEGRATED SOLUTION THAT PROVIDES END-TO-END VISIBILITY INTO THE
9	RIDE FOR THE TRANSPORTATION NETWORK COMPANY AND THE PERSON
10	THAT SCHEDULED THE RIDE. THIS SOLUTION MUST ALLOW FOR GLOBAL
11	POSITIONING SYSTEM MONITORING OF THE RIDE IN REAL TIME FOR
12	SAFETY-RELATED ANOMALIES.
13	(r) A TRANSPORTATION NETWORK COMPANY THAT, FOR
14	REMUNERATION FROM A SCHOOL OR SCHOOL DISTRICT, PROVIDES SERVICES
15	FOR STUDENTS TO OR FROM A SCHOOL, SCHOOL-RELATED ACTIVITIES, OR
16	SCHOOL-SANCTIONED ACTIVITIES SHALL ENSURE THAT EACH DRIVER
17	PROVIDING THE SERVICE RECEIVES TRAINING IN MANDATORY REPORTING
18	REQUIREMENTS, SAFE DRIVING PRACTICES, FIRST AID AND
19	CARDIOPULMONARY RESUSCITATION, EDUCATION ON SPECIAL
20	CONSIDERATIONS FOR TRANSPORTING STUDENTS WITH DISABILITIES,
21	EMERGENCY PREPAREDNESS, AND SAFE PICK-UP AND DROP-OFF
22	PROCEDURES. THE TRANSPORTATION NETWORK COMPANY, NOT THE
23	DRIVER, SHALL PAY THE COST OF PROVIDING THE TRAINING. THE
24	COMMISSION SHALL PROMULGATE RULES PROVIDING FOR THE APPROVAL
25	OF THE TRAINING USED, AND THE TRANSPORTATION NETWORK COMPANY
26	MUST HAVE THE TRAINING APPROVED BY THE COMMISSION.
27	(10) (a) To provide services for students to or from A

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I	SCHOOL, SCHOOL-RELATED ACTIVITIES, OR SCHOOL-SANCTIONED
2	ACTIVITIES FOR REMUNERATION FROM A SCHOOL OR SCHOOL DISTRICT, A
3	DRIVER MUST HAVE A CRIMINAL HISTORY BACKGROUND CHECK IN
4	ACCORDANCE WITH SECTIONS $22-32-109.7$ AND $22-32-122$.
5	(b) A TRANSPORTATION NETWORK COMPANY SHALL NOT USE A
6	DRIVER TO PROVIDE SERVICES FOR STUDENTS TO OR FROM A SCHOOL,
7	SCHOOL-RELATED ACTIVITIES, OR SCHOOL-SANCTIONED ACTIVITIES FOR
8	REMUNERATION FROM A SCHOOL OR SCHOOL DISTRICT IF THE DRIVER HAS:
9	(I) BEEN CONVICTED OF OR PLED GUILTY OR NOLO CONTENDERE TO
10	AN OFFENSE DESCRIBED IN SECTION 22-32-109.7 OR 22-32-109.8 (6.5); OR
11	(II) BEEN DISMISSED OR RESIGNED FROM EMPLOYMENT OR BEEN
12	SUBJECT TO DISCIPLINE FOR AN ACT DESCRIBED IN SECTION $22-32-109.7$.
13	SECTION 4. In Colorado Revised Statutes, 40-10.1-608, add (3)
14	as follows:
15	40-10.1-608. Rules. (3) (a) IN ADDITION TO ANY OTHER RULES
16	AUTHORIZED IN THIS PART 6 , THE COMMISSION SHALL COORDINATE WITH
17	THE DEPARTMENT OF EDUCATION TO PROMULGATE RULES IMPLEMENTING
18	MINIMUM ENHANCED SAFETY STANDARDS FOR TRANSPORTATION
19	NETWORK COMPANIES, PERSONAL VEHICLES, AND TRANSPORTATION
20	NETWORK COMPANY DRIVERS WHEN ENGAGING IN SERVICES PROVIDED
21	UNDER A CONTRACT WITH A SCHOOL OR SCHOOL DISTRICT. THE
22	COMMISSION SHALL PROMULGATE THE RULES BY JULY 1, 2023.
23	(b) AT LEAST ONCE EVERY THREE YEARS, THE COMMISSION SHALL,
24	IN CONSULTATION WITH THE DEPARTMENT OF EDUCATION, REVIEW AND,
25	IF NECESSARY, UPDATE THE RULES PROMULGATED IN ACCORDANCE WITH
26	This subsection $\overline{(3)}$ as reasonably necessary to ensure safe
27	STUDENT TRANSPORTATION.

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1	(c) Nothing in this subsection (3) prohibits a school or
2	SCHOOL DISTRICT FROM SETTING HIGHER STANDARDS FOR TRANSPORTING
3	A STUDENT TO OR FROM A SCHOOL, SCHOOL-RELATED ACTIVITY, OR
4	SCHOOL-SANCTIONED ACTIVITY.
5	SECTION 5. In Colorado Revised Statutes, add 40-10.1-609 as
6	follows:
7	40-10.1-609. Reporting requirements - rules. (1) A
8	TRANSPORTATION NETWORK COMPANY SHALL, WITHIN A REASONABLE
9	TIME AS DETERMINED BY RULES OF THE COMMISSION, NOTIFY THE
10	COMMISSION OF ANY SAFETY OR SECURITY INCIDENTS THAT INVOLVE
11	PROVIDING SERVICES FOR STUDENTS TO OR FROM A SCHOOL,
12	SCHOOL-RELATED ACTIVITIES, OR SCHOOL-SANCTIONED ACTIVITIES. THE
13	TRANSPORTATION NETWORK COMPANY SHALL SEND THE SAME NOTICE TO
14	EACH SCHOOL OR SCHOOL DISTRICT WITH WHICH THE TRANSPORTATION
15	NETWORK COMPANY HAS ENTERED INTO A CONTRACT TO PROVIDE
16	SERVICES TO STUDENTS TO OR FROM A SCHOOL, SCHOOL-RELATED
17	ACTIVITIES, OR SCHOOL-SANCTIONED ACTIVITIES.
18	(2) (a) By September 1, 2022, the commission shall
19	PROMULGATE RULES REQUIRING A TRANSPORTATION NETWORK COMPANY
20	TO REPORT INFORMATION RELATED TO DRIVER BACKGROUND CHECKS,
21	INSURANCE COVERAGE, AND DATA REPORTING, CONSISTENT WITH THE
22	TYPE OF SERVICE PROVIDED, AS IT RELATES TO SERVICE FOR STUDENTS. IN
23	PROMULGATING THE RULES, THE COMMISSION SHALL COORDINATE WITH
24	THE DEPARTMENT OF EDUCATION.
25	(b) AT LEAST ONCE EVERY THREE YEARS, THE COMMISSION SHALL,
26	IN CONSULTATION WITH THE DEPARTMENT OF EDUCATION, REVIEW AND,
2.7	IF NECESSARY LIPDATE THE RULES PROMULGATED IN ACCORDANCE WITH

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- 1 THIS SUBSECTION (2).
- 2 **SECTION 6. Safety clause.** The general assembly hereby finds,
- determines, and declares that this act is necessary for the immediate
- 4 preservation of the public peace, health, or safety.

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