116TH CONGRESS 1ST SESSION H.R. 3262

To amend title 23, United States Code, to compel States to require illuminated signs and other measures on ride-hailing vehicles, to prohibit the sale of such signs, to require ride-hailing companies to implement an electronic access system on ride-hailing vehicles, and to be known as "Sami's Law".

IN THE HOUSE OF REPRESENTATIVES

JUNE 13, 2019

Mr. SMITH of New Jersey (for himself and Mr. SUOZZI) introduced the following bill; which was referred to the Committee on Transportation and Infrastructure, and in addition to the Committee on Energy and Commerce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

- To amend title 23, United States Code, to compel States to require illuminated signs and other measures on ridehailing vehicles, to prohibit the sale of such signs, to require ride-hailing companies to implement an electronic access system on ride-hailing vehicles, and to be known as "Sami's Law".
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,

3 SECTION 1. SHORT TITLE.

4 This Act may be cited as "Sami's Law".

SEC. 2. SANCTIONS FOR STATES WITHOUT RIDE-HAILING VEHICLE IDENTIFICATION LAWS. (a) IN GENERAL.—Chapter 1 of title 23, United

4 States Code, is amended by adding at the end the fol-5 lowing:

6 "§171. Sanctions for States without transportation
7 network company vehicle identification
8 laws

9 "(a) WITHHOLDING OF FUNDS FOR NONCOMPLI-10 ANCE.—

11 "(1) FIRST FISCAL YEAR.—On the first day of 12 the fiscal year that is two years after the date of en-13 actment of this section, the Secretary shall withhold 14 1 percent of the amount required to be apportioned 15 to a State under each of paragraphs (1) and (2) of 16 section 104(b) if the State does not meet the re-17 quirements of subsection (b) on the first day of the 18 fiscal year.

19 "(2) SUBSEQUENT FISCAL YEARS.—On the first 20 day of each fiscal year beginning 3 years after the 21 date of enactment of this section, the Secretary shall 22 withhold 2.5 percent of the amount required to be 23 apportioned to a State under each of paragraphs (1) 24 and (2) of section 104(b) if the State does not meet 25 the requirements of subsection (b) on the first day 26 of the fiscal year.

"(3) EFFECT OF WITHHOLDING OF FUNDS.—
 No funds withheld under this subsection from appor tionment to any State shall be available at any point
 for apportionment to that State.

5 "(b) REQUIREMENTS.—A State meets the require-6 ments of this subsection if the Governor of the State cer-7 tifies to the Secretary that the State has enacted and is 8 enforcing the following laws with respect to TNC drivers 9 and TNC vehicles operating in that State:

"(1) FRONT AND REAR LICENSE PLATES.—A
law requiring that every TNC vehicle has a duly
issued general State license plate on both the front
and rear of the vehicle.

14 "(2) INSPECTION AND SIGN REQUIREMENTS.— 15 A law requiring TNC drivers to present TNC vehi-16 cles for inspection not later than 180 days after the 17 date of enactment of such laws (unless the State has 18 enacted and is enforcing a law meeting the require-19 ments of this subsection on the date of enactment of 20 this section) and annually thereafter. Such law shall 21 include the following:

"(A) A provision requiring each TNC driver to affix the stickers containing the optical
code or label provided to that driver (pursuant
to section 3(1)(A) of Sami's Law) on each win-

1	dow of the TNC driver's vehicle adjacent to
2	where passengers may sit.
3	"(B) A provision that requires periodic
4	safety inspections of the TNC vehicle performed
5	at intervals of at least once each year.
6	"(C) A provision that requires each TNC
7	vehicle to display a consistent and distinctive
8	sign at all times when the TNC driver is active
9	on the TNC digital platform or providing any
10	prearranged transportation service. Such sign—
11	"(i) shall include the transportation
12	network company's proprietary trademark
13	or logo;
14	"(ii) shall be readable during daylight
15	hours at a distance of 50 feet;
16	"(iii) shall be illuminated so that it is
17	patently visible in darkness; and
18	"(iv) may be magnetic or removable in
19	nature.
20	"(D) A provision that does not permit a
21	TNC driver to provide TNC services if the TNC
22	vehicle does not pass such inspection.
23	"(3) UNLAWFUL DISPLAY.—A law that pro-
24	hibits an individual who is not a TNC driver for a
25	transportation network company from displaying on

1	any vehicle the sign described in paragraph $(2)(C)$
2	that is affiliated with that company on any vehicle
3	with the intent to pass himself or herself off as a
4	TNC driver operating a TNC vehicle for the trans-
5	portation network company affiliated with that sign.
6	"(c) DEFINITIONS.—As used in this section—
7	"(1) the term 'TNC driver' means an individual
8	who is employed or contracted by a transportation
9	network company to provide transportation services
10	to the public through a TNC platform;
11	"(2) the term 'TNC platform' means an online-
12	enabled application or digital network used to con-
13	nect riders to TNC drivers for the purpose of pro-
14	viding prearranged transportation services;
15	"(3) the term 'TNC vehicle' means a vehicle
16	owned, leased, or otherwise authorized for use by a
17	TNC driver that the TNC driver uses to provide
18	TNC services, also known as a ride-hailing vehicle;
19	and
20	"(4) the term 'transportation network com-
21	pany'—
22	"(A) means a corporation, partnership,
23	sole proprietorship, or other entity, that uses a
24	digital network to connect riders to drivers af-
25	filiated with the entity in order for the driver

1	to transport the rider using a vehicle owned,
2	leased, or otherwise authorized for use by the
3	driver to a point chosen by the rider; and
4	"(B) does not include a shared-expense
5	carpool or vanpool arrangement that is not in-
6	tended to generate profit for the driver.".
7	SEC. 3. ACCESS AND OTHER REQUIREMENTS FOR RIDE-
8	HAILING VEHICLES AND RIDE-HAILING COM-
9	PANIES.
10	Not later than 180 days after the date of enactment
11	of this Act, each transportation network company shall es-
12	tablish and implement the following system, prohibition,
13	requirement, and policy:
14	(1) A system that enables each individual who
15	uses a TNC platform to verify the identity of the
16	TNC driver who is provided to such individual via
17	that TNC platform, and such TNC driver to confirm
18	the identity of such individual prior to the beginning
19	of a trip. Such system shall include the following:
20	(A) A machine-readable code or image,
21	such as a QR code (or successor technology),
22	that can be scanned by the individual hailing
23	such driver, using a personal mobile device with
24	a built-in camera. The transportation network
25	company shall provide to each TNC driver for-

1	ward-facing window stickers containing such
2	code or label.
3	(B) The ability, via the transportation net-
4	work company's TNC platform, to—
5	(i) provide to each individual who is
6	assigned a TNC driver via such platform
7	the unique machine-readable code or label
8	of that TNC driver;
9	(ii) provide a means by which such in-
10	dividual may scan the machine-readable
11	code or label displayed on the window
12	sticker of the TNC vehicle, using the TNC
13	platform on the individual's personal mo-
14	bile device, to confirm the identity of the
15	TNC driver who is assigned to the indi-
16	vidual prior to entering the vehicle; and
17	(iii) restrict each TNC driver from
18	commencing a trip until the individual who
19	has opted to use and scan the machine-
20	readable code or label verifies the identity
21	of the TNC driver by scanning the code or
22	label.
23	(2) A prohibition on a TNC driver from pro-
24	viding TNC services if the TNC vehicle of that driv-

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1	er does not pass inspections required by the State in
2	which the TNC driver's vehicle is licenced.
3	(3) A requirement that all TNC vehicles display
4	a consistent and distinctive sign provided by the
5	transportation network company at all times when
6	the TNC driver is active on the TNC digital plat-
7	form or providing any TNC service. Such sign—
8	(A) shall include the transportation net-
9	work company's proprietary trademark or logo;
10	(B) shall be readable during daylight hours
11	at a distance of 50 feet;
12	(C) shall be illuminated so that it is pat-
13	ently visible in darkness; and
14	(D) may be magnetic or removable in na-
15	ture.
16	(4) A policy to require that any sign described
17	in paragraph (3) be returned to the transportation
18	network company when a TNC driver ceases to be
19	employed or contracted by such company.
20	SEC. 4. PROHIBITION ON SALE OF RIDE-HAILING SIGN.
21	It shall be unlawful for any person other than a
22	transportation network company to sell or offer for sale
23	any sign described in section $3(3)$.

1 SEC. 5. UNFAIR OR DECEPTIVE ACT OR PRACTICE.

2 A violation of a section 3 or 4 shall be treated as 3 a violation of a rule defining an unfair or deceptive act or practice prescribed under section 18(a)(1)(B) of the 4 5 Federal Trade Commission Act (15 U.S.C. 57a(a)(1)(B)). The Federal Trade Commission shall enforce this Act in 6 7 the same manner, by the same means, and with the same 8 jurisdiction, powers, and duties as though all applicable 9 terms and provisions of the Federal Trade Commission 10 Act (15 U.S.C. 41 et seq.) were incorporated into and 11 made a part of this Act. Any person who violates section 3 or section 4 shall be subject to the penalties and entitled 12 13 to the privileges and immunities provided in the Federal Trade Commission Act (15 U.S.C. 41 et seq.). 14

15 SEC. 6. DEFINITIONS.

16 For purposes of this Act—

(1) the term "machine-readable code or image"
means a machine-readable optical label that is
unique to each TNC driver and the vehicle of such
TNC driver and can be scanned using a personal
mobile device with a built-in camera;

(2) the term "personal mobile device" means
any mobile device that an individual uses to connect
to a TNC platform;

25 (3) the term "QR code" means a machine-read26 able code or image also known as a quick response
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code and consists of a matrix or two-dimensional
 barcode;
 (4) the two ((TD)C his ")

3 (4) the term "TNC driver" means an individual
4 who is employed or contracted by a transportation
5 network company to provide transportation services
6 to the public through a TNC platform;

7 (5) the term "TNC platform" means an online8 enabled application or digital network used to con9 nect riders to TNC drivers for the purpose of pro10 viding prearranged transportation services;

(6) the term "TNC vehicle" means a vehicle
owned, leased, or otherwise authorized for use by a
TNC driver that the TNC driver uses to provide prearranged transportation services, also known as a
ride-hailing vehicle; and

16 (7) the term "transportation network com17 pany"—

(A) means a corporation, partnership, sole
proprietorship, or other entity, that uses a digital network to connect riders to drivers affiliated with the entity in order for the driver to
transport the rider using a vehicle owned,
leased, or otherwise authorized for use by the
driver to a point chosen by the rider; and

(B) does not include a shared-expense car pool or vanpool arrangement that is not in tended to generate profit for the driver.

4 SEC. 7. GAO STUDY ON THE INCIDENCE OF ASSAULT AND 5 ABUSE OF RIDE-HAILING RIDERS AND DRIV6 ERS.

7 The Comptroller General of the United States shall 8 conduct a study on the incidence of assault and abuse per-9 petrated on drivers by riders using ride-hailing vehicles, 10 and on such riders by drivers of ride-hailing vehicles, and 11 shall submit a report to Congress not later than one year 12 after the date of enactment of this Act. The report shall 13 also examine—

(1) the nature and specifics of any background
checks conducted by ride-hailing companies on potential drivers, including any State laws which may
require such background checks;

18 (2) incidences where individuals who are not
19 ride-hailing drivers try to pose as ride-hailing driv20 ers;

(3) incidences of ride-hailing passengers entering the wrong vehicle, whether or not the vehicle was
a ride-hailing vehicle; and

24 (4) efforts by ride-hailing companies to imple-25 ment additional safety measures and practices and

of State and local governments requiring such meas ures, and the efficacy of those efforts, practices, and
 requirements.

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