Prepared by the Legislative Council staff for Senator Klein

February 28, 2023

## PROPOSED AMENDMENTS TO ENGROSSED HOUSE BILL NO. 1440

Page 1, line 2, after "reenact" insert "subsection 3 of section 26.1-40.1-01, section 26.1-40.1-03, subsection 1 of section 26.1-40.1-04, and"

Page 1, after line 3, insert "transportation network company insurance and"

Page 1, after line 5, insert:

"SECTION 1. AMENDMENT. Subsection 3 of section 26.1-40.1-01 of the North Dakota Century Code is amended and reenacted as follows:

3. "Engaged stage" means the time period from the moment a participating driver accepts a ride request on the transportation network company's online-enabled application or platform until the driver completes the transaction on the online-enabled application or platform or until the ride is complete, whichever is laterpassengers on-board stage begins.

**SECTION 2. AMENDMENT.** Section 26.1-40.1-03 of the North Dakota Century Code is amended and reenacted as follows:

26.1-40.1-03. Goverage Insurance coverage required when transportation network company application is engaged until completion of ride when during the passenger has exited the vehicle on-board stage.

1.A transportation network company and any participating driver shall maintain transportation network company insurance that provides for the following requirements that apply to transportation network company insurance during the engaged stage and during the passenger on-board stage.

- a.1. Transportation network company liability insurance is primary and in the amount of one million dollars for death, bodily injury, and property damage. The requirements for the coverage required by this subdivisionsubsection may be satisfied by any of the following:
  - (1)a. Transportation network company insurance maintained by a participating driver.
  - (2)b. Transportation network company insurance maintained by a transportation network company.
  - (3)c. Any combination of paragraphs 1 and 2 subdivisions a and b.
- b.2. Transportation network company insurance coverage provided under this section for uninsured motorist coverage must meet the requirements under section 26.1-40-15.2, which is primary coverage.
- e.3. Transportation network company insurance coverage provided under this section for underinsured motorist coverage must meet the requirements under section 26.1-40-15.3, which is primary coverage.

- d.4. Transportation network company insurance coverage must provide primary personal injury protection to drivers, passengers, and pedestrians under chapter 26.1-41.
- e.<u>5.</u> The primary insurer, in the case of insurance coverage provided under subdivision asubsection 1, has the sole duty to defend and indemnify the insured.
- f.6. Coverage under a transportation network company insurance policy may neither be dependent on a driver's personal automobile insurance policy carrier first denying a claim nor a personal automobile insurance policy carrier being required to first deny a claim.
- g.7. If transportation network company insurance maintained by a participating driver to fulfill the insurance obligations of this section has excluded coverage according to its policy or ceased to exist, the transportation network company shall provide the coverage required by this section beginning with the first dollar of a claim.

**SECTION 3. AMENDMENT.** Subsection 1 of section 26.1-40.1-04 of the North Dakota Century Code is amended and reenacted as follows:

- During the application on stage <u>and during the engaged stage</u>, the transportation network company insurance must include:
  - a. Motor vehicle liability coverage that is primary coverage. The coverage must include at least fifty thousand dollars per person and one hundred thousand dollars per incident for death and bodily injury and at least twenty-five thousand dollars for property damage.
  - Uninsured motorist coverage under section 26.1-40-15.2 which is primary coverage.
  - Underinsured motorist coverage under section 26.1-40-15.3 which is primary coverage.
  - d. Personal injury protection under chapter 26.1-41 which is primary coverage."

Renumber accordingly