

General Assembly

Raised Bill No. 184

February Session, 2024

LCO No. 1351



Referred to Committee on TRANSPORTATION

Introduced by: (TRA)

AN ACT CONCERNING THE RENTING OR LEASING OF PASSENGER MOTOR VEHICLES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Section 14-153b of the general statutes is repealed and the
- 2 following is substituted in lieu thereof (*Effective July 1, 2024*):
- 3 [No] (a) For the purposes of this section, "passenger motor vehicle"
- 4 does not include (1) a passenger motor vehicle classified as full-size elite,
- 5 premium, premium elite, luxury, luxury elite, oversize or special by
- 6 ACRISS, formerly known as the Association of Car Rental Industry
- 7 System Standards, or a successor to its functions, or (2) a sport utility
- 8 <u>vehicle designed to transport seven or more passengers.</u>
- 9 (b) Except as provided in subsection (c) of this section, no person, firm
- 10 or corporation engaged in the business of renting or leasing passenger
- 11 motor vehicles without drivers, for periods of thirty days or less, shall
- 12 require any customer to show proof that [he or she holds a card
- provided by a credit card issuer] such customer holds a credit card as a
- 14 condition to the rental of a passenger motor vehicle; provided such
- 15 person, firm or corporation may require that a customer, seeking to rent

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- 16 for cash, apply for approval to rent up to three business days before the
- 17 expected rental and that such customer provide both suitable
- 18 identification and a reasonable deposit.
- 19 (c) No person, firm or corporation engaged in the business of renting
- 20 or leasing passenger motor vehicles without drivers, for periods of
- 21 thirty days or less, shall require an additional driver of any customer to
- 22 show proof that the additional driver holds a credit card or debit card
- 23 as a condition to the rental of a passenger motor vehicle to the customer,
- 24 provided such additional driver shows proof of a valid motor vehicle
- 25 operator's license and the customer shows proof that the customer holds
- 26 a credit card.
- 27 Sec. 2. Section 14-15b of the general statutes is repealed and the
- 28 following is substituted in lieu thereof (Effective July 1, 2024, and
- 29 applicable to contracts entered into on or after said date):
- 30 (a) For the purposes of this section:
- 31 (1) "Collision damage waiver" means any contractual provision
- 32 whereby a lessor of rental motor vehicles agrees for a charge to waive
- 33 any claims against a lessee for any damages to a rental motor vehicle
- 34 during the term of the rental [agreement.] contract;
- 35 [(b)] (2) "Rental motor vehicle" means a private passenger motor
- vehicle, as defined in subsection (e) of section 38a-363, which is not the
- 37 subject of a lease with the option to purchase where the lessee has the
- 38 right to possession; and
- 39 (3) "Loss of use" means the deprivation of the use of a rental motor
- 40 <u>vehicle by the person, firm or corporation leasing or renting such motor</u>
- 41 vehicle during the period reasonably required to make repairs to the
- 42 motor vehicle.
- 43 [(c)] (b) Any motor vehicle rental contract incorporating a provision
- for collision damage waiver shall comply with the provisions of chapter
- 45 742 and shall provide conspicuous notice that the lessee's personal

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automobile insurance policy may cover collision damage, fire and theft damage and personal injury incurred while using a rental motor vehicle, and of the annualized rate for the collision damage waiver and any liability provisions. Any such contract shall detail the full extent of its coverage.

[(d)] (c) No person, firm or corporation leasing or renting to another any motor vehicle shall: (1) Make any false or misleading statements either orally or in writing, in connection with the sale, offer to sell, or advertisement of a collision damage waiver; (2) omit any material statement in connection with the sale, offer to sell or advertisement of such waiver; or (3) make any statement that the purchase of a collision damage waiver is mandatory.

(d) Any motor vehicle rental contract incorporating a provision whereby the person, firm or corporation leasing or renting motor vehicles is able to recover the loss of use of a rental motor vehicle because of any damage to such motor vehicle incurred during the term of such contract may permit such person, firm or corporation to collect not more than one day of the daily rental fee stated in the contract for every four hours of labor required to repair such damage. The provisions of this subsection shall not apply to a person, firm or corporation who, incidental to the conduct of its principal business, rents or leases a rental motor vehicle without a driver in the state.

(e) A violation of any of the provisions of this section shall be deemed an unfair <u>or</u> deceptive trade practice under chapter 735a.

This act shall take effect as follows and shall amend the following sections:		
sections.		
Section 1	July 1, 2024	14-153b
Sec. 2	July 1, 2024, and	14-15b
	applicable to contracts	
	entered into on or after said	
	date	

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Statement of Purpose:

To (1) prohibit a car rental company from requiring an additional driver to provide a credit card to such company as a condition to renting a passenger motor vehicle, provided the lessee provides a credit card or debit card, and (2) limit the amount that a car rental company may recover for the loss of use of a rented vehicle from a lessee.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

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