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 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".

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

1	SEC. 2. SANCTIONS FOR STATES WITHOUT RIDE-HAILING
2	VEHICLE IDENTIFICATION LAWS.
3	(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.

1	"(3) Effect of withholding of funds.—
2	No funds withheld under this subsection from appor-
3	tionment to any State shall be available at any point
4	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:
10	"(1) Front and rear license plates.—A
11	law requiring that every TNC vehicle has a duly
12	issued general State license plate on both the front
13	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:
22	"(A) A provision requiring each TNC driv-
23	er to affix the stickers containing the optical
24	code or label provided to that driver (pursuant
25	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-

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
- 4 or practice prescribed under section 18(a)(1)(B) of the
- 5 Federal Trade Commission Act (15 U.S.C. 57a(a)(1)(B)).
- 6 The Federal Trade Commission shall enforce this Act in
- 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
- 12 3 or section 4 shall be subject to the penalties and entitled
- 13 to the privileges and immunities provided in the Federal
- 14 Trade Commission Act (15 U.S.C. 41 et seq.).

15 SEC. 6. DEFINITIONS.

- 16 For purposes of this Act—
- 17 (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
- 21 mobile device with a built-in camera;
- 22 (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-read-
- able code or image also known as a quick response

- code and consists of a matrix or two-dimensional
 barcode;
 (4) the term "TNC driver" means an individual
 - (4) the term "TNC driver" means an individual who is employed or contracted by a transportation network company to provide transportation services to the public through a TNC platform;
 - (5) the term "TNC platform" means an onlineenabled application or digital network used to connect riders to TNC drivers for the purpose of providing 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
 - (7) the term "transportation network company"—
 - (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

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

1	(B) does not include a shared-expense car-
2	pool or vanpool arrangement that is not in-
3	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 DRIV-
6	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—
14	(1) the nature and specifics of any background
15	checks conducted by ride-hailing companies on po-
16	tential drivers, including any State laws which may
17	require such background checks;
18	(2) incidences where individuals who are not
19	ride-hailing drivers try to pose as ride-hailing driv-
20	ers;
21	(3) incidences of ride-hailing passengers enter-
22	ing the wrong vehicle, whether or not the vehicle was
23	a ride-hailing vehicle; and
24	(4) efforts by ride-hailing companies to imple-
25	ment additional safety measures and practices and

- 1 of State and local governments requiring such meas-
- 2 ures, and the efficacy of those efforts, practices, and

3 requirements.

 \bigcirc