

# TNC Insurance Update

---

AAMVA  
Region III Information Exchange  
Oak Brook, IL  
November 4, 2015

# Insurance Coverage Considerations

- Formalizing what had been informal activity
  - Increase exposure?
  
- How are these activities treating in existing policy language?
  - Excluded, or limited?
  - Duty to defend
  - Subsidization by non participants
  
- Other policies that could be triggered?
  - Employer?
  
- Laws or regulations that might be used justify imposing coverage?
  - Financial Responsibility (auto exposures)

# TNC Essential Elements

- Support Innovation
  - Flexibility: Commercial, personal and surplus lines
  
- Insurance Product Certainty
  - Policy language
  - Rating and underwriting for risk
  - Fill coverage gaps
  
- Disclosures
  - Drivers know coverage provided by TNC
  - Drivers know their PPA unlikely to provide coverage
  
- Disputes
  - Duty to defend
  - Access to records and data

# TNC Compromise

- Primary and Specific Coverage for TNCs and Drivers
  - Period One – 50/100
  - Period Two/Three - \$1 million
  - UM/ UIM/ NFPIP as required
  - No comprehensive or collision
  - Cant require denial of PPA,
  - Purchased by driver, TNC or both
  - Personal, Commercial or surplus lines
- Private Passenger Auto Policies
  - Right to exclude or offer TNC coverage
  - No duty to defend
  - No restrictions on underwriting or rating
- Disclosures to drivers at enrollment
  - Coverage provided by TNC, no coverage likely on PPA

# Transportation Network Company

## States with Enacted Legislation



Property Casualty Insurers Association of America

Advocacy. Leadership. Results.

Mouse over state name for details

REVISED AS OF OCTOBER 14, 2015

- STATES WITH ENACTED LEGISLATION
- STATES WITH ACTIVE LEGISLATION
- STATES WITH BILL SENT TO GOVERNOR
- STATES WHERE BILLS FAILED TO ADVANCE

