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