

NOTICE OF INTENT
Department of Transportation and Development
Office of the Secretary

Transportation Network Companies
(LAC 70:IX.Chapter 50)

Notice is hereby given in accordance with the provisions of the Administrative Procedure Act, R.S. 49:950 et seq., and through the authority granted in Act 286 of the 2019 Regular Session, that the Department of Transportation and Development, Office of the Secretary, proposes to adopt Part IX, Subpart B, Chapter 50, of Title 70 entitled "Transportation Network Companies." This proposed Rule establishes a classification of carriers and provides for department regulation of Transportation Network Companies, drivers, and local governments. The proposed Rule further establishes a permit procedure for Transportation Network Companies (TNC), TNC and driver responsibilities; prohibitions on local governments; provides requirements and procedures for an audit of a company by the department; authorizes the department to inspect records held by the company; and authorizes a per trip fee for intrastate prearranged rides.

Title 70

TRANSPORTATION AND DEVELOPMENT

Part IX. Transportation

Subpart B. Network

Chapter 50. Transportation Network Companies

§5001. Authority

A. The purpose of this regulation is to provide uniform rules, regulations and procedures to govern Transportation Network Companies (TNC), its drivers and vehicles throughout the state in order to protect and promote the safety and welfare of the residents of Louisiana.

B. Nothing in these rules shall exempt any Transportation Network Company or participating driver from complying with all applicable laws; and municipal and parochial ordinances relating to the ownership, registration, and operation of automobiles in this state including those provided for Title 45 Part C of the Transportation Network Company Motor Vehicle Responsibility Law as provided for in R.S. 45:201.1 et seq.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

§5003. Application and Scope

A. The following rules and regulations are promulgated in accordance and under the authority of the Secretary of the Department of Transportation and Development as afforded and designated by Act 286, Regular Session 2019, R.S. 48:2191, et seq., R.S. 45:201.1 et. seq., and R.S. 36:504.

B. These rules shall apply to Transportation Network Companies, its drivers and local governments.

C. Any previous rules promulgated in association or relative to Transportation Network Companies are repealed.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

§5005. Limitations of Scope

A. Nothing in this Section shall be construed to prohibit the state from maintaining, enforcing, prescribing, or continuing in effect any law or regulation regarding the sale, distribution, repair, or service of vehicles pursuant to Title 32 of the Louisiana Revised Statutes of 1950.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

§5007. Definitions

A. The following terms, as used in this Chapter, shall have the meanings ascribed to them in this Section, except where a different meaning is expressly stated or clearly indicated by context.

Bodily Injury—claims for general and special damages for personal injury arising under Civil Code Article 2315.

Department—the Louisiana Department of Transportation and Development.

Digital Network—any online-enabled application, software, website, or system offered or utilized by a transportation network company that enables the prearrangement of rides with transportation network company drivers.

Gross Trip Fare—the base fare plus any time or distance charges, excluding any additional charges such as airport or venue fees.

Intrastate Prearranged Ride—any prearranged ride, as provided for in this Section, originating within the jurisdiction of the local governmental subdivision.

Local Governmental Subdivision—any parish or municipality as defined in Article VI, Section 44(1) of the Constitution of Louisiana.

Personal Vehicle—a vehicle that is used by a transportation network company driver and is owned, leased, or otherwise authorized for use by the transportation network company driver.

a. A personal vehicle is not a vehicle subject to Parts A and B of the Motor Carrier law as provided for in R.S. 45:161 et seq., or engaged solely in interstate commerce.

Prearranged Ride—the provision of transportation by a driver to a rider that commences when a driver accepts a ride requested by a person through a digital network controlled by a transportation network company, continues during the driver transporting a requesting rider, and ends when the last requesting rider departs from the personal vehicle.

a. A prearranged ride does not include shared expense van pool services, as defined pursuant to R.S. 45:162(18), shared expense car pool services, as defined pursuant to R.S. 45:162(1), or transportation provided using a vehicle subject to Part A or B of the Motor Carrier law as provided for in R.S. 45:161 et seq. or engaged solely in interstate commerce.

Pre-Trip Acceptance Period—any period of time during which a driver is logged on to the transportation network company's digital network and is available to receive transportation requests, but is not engaged in an intrastate prearranged ride as defined in Paragraph 5 of this Section.

Transportation Network Company or Company—

- a. a person, whether natural or juridical, that uses a digital network to connect transportation network company riders to transportation network company drivers who provide prearranged rides,
- b. or a person, whether natural or juridical, that provides a technology platform to a transportation network company rider that enables the transportation network company rider to schedule an intrastate prearranged ride.

Transportation Network Company Driver or Driver—

- a. a person who receives connections to potential passengers; and
- b. related services from a transportation network company in exchange for payment of a fee to the transportation network company, and
- c. who uses a personal vehicle to offer or provide a prearranged ride to persons upon connection through a digital network controlled by a transportation network company in return for compensation or payment of a fee.

Transportation Network Company Rider or Rider—a person who uses a transportation network company's digital network to connect with a transportation network driver who provides intrastate prearranged rides to the rider in the driver's personal vehicle between points chosen by the rider.

Transportation Network Company Vehicle or Vehicle—has the same meaning as *personal vehicle* as provided for in this Section.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

§5009. Transportation Network Company Permits

A. A person shall not operate a company in the state of Louisiana without first submitting and obtaining an approved permit from the department.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

§5011. Permit Application

A. Permit applications shall be submitted to the Office of the Secretary, of the agency at least 30 days prior to planned operations within the state of Louisiana.

B. Upon filing an application, a company shall be required to provide the department with proof of the following items:

1. certificate of insurance verifying compliance with R.S. 45:201.6 and listing the department as a certificate holder;
2. service of process. A company shall maintain an agent for service of process in the state of Louisiana;
3. nondiscrimination policies; accessibility:

- a. the company shall provide a nondiscrimination policy in compliance with all applicable laws regarding nondiscrimination against drivers, riders or potential riders on the basis of destination, race, color, national origin, religious belief or affiliation, sex, disability, age, sexual orientation, or gender identity and shall inform drivers of such policy;
- b. the company shall comply with all applicable non-discrimination laws with respect to contracting with drivers;
- c. a policy indicating drivers shall comply with all applicable nondiscrimination laws;
- d. a policy indicating drivers shall comply with all applicable laws relating to transporting service animals;
- 4. zero tolerance policy addressing the use of drugs or alcohol while a driver is providing prearranged rides or is logged into the company's digital network, regardless of whether the driver is providing prearranged rides:
 - a. the company shall provide notice of this policy on its website as well as procedures to report a rider's complaint about a driver with whom a rider was matched and whom the rider reasonably suspects was under the influence of drugs or alcohol during the course of the prearranged ride;
 - b. upon receipt of a rider's complaint alleging a violation of the zero tolerance policy, the company shall immediately suspend the alleged driver's ability to accept trip requests through the company's digital network and shall conduct an investigation into the reported incident. The suspension shall last the duration of the investigation;
 - c. records relevant to this policy shall be maintained for two years from the date of the complaint;
- 5. fare transparency the company must provide proof that one of the two options are provided to riders:
 - a. if a fare is collected from a rider, the company discloses to the rider the fare or fare calculation method located on its website or within the online-enabled technology application service prior to the start of the prearranged ride;
 - b. if the fare is not disclosed to the rider prior to the beginning of the prearranged ride, the rider shall have the option to receive an estimated fare before the start of the prearranged ride;
- 6. the company shall have a policy and the infrastructure in place to perform the necessary actions:
 - a. the company's digital network displays a picture of the driver and the license plate number of the motor vehicle used for providing the prearranged ride before the rider enters the driver's vehicle;
 - b. at the request of a rider, a driver shall present his physical license or digitized driver's license to the rider prior to the start of each prearranged ride;
 - c. transmit an electronic receipt to the rider on behalf of the driver which include all of the following:
 - 1. the origin and destination of the trip;
 - 2. the duration and distance of the trip;
 - 3. the total fare paid for the trip.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

§5013. Transportation Network Company Responsibilities

- A. TNC shall require drivers to operate and maintain the vehicle in accordance with all motor vehicle laws of the state of Louisiana including but not limited to R.S. 32:1301 et. seq., R.S. 32:318, R.S. 32:327, R.S. 45:201.1 et seq.
- B. Before an individual is authorized to accept trip requests through a transportation network company's digital

network, the company shall require the driver and the drivers' vehicle to comply with all laws of the state of Louisiana including all motor vehicle laws pertaining to vehicles, inspections, and criminal laws.

1. The individual shall submit an application to the company, which includes information regarding his
 - a. address;
 - b. age;
 - c. driver's license;
 - d. motor vehicle registration;
 - e. insurance;
 - f. state vehicle inspection; and
 - g. any other information required by the company or imposed by the department.
2. The company or a third party shall conduct a local and national criminal background check for each applicant that includes the following:
 - a. a multi-state and multi-jurisdiction criminal records locator or other similar commercial nationwide database with validation of any records through a primary source search;
 - b. a search of the national sex offender public website maintained by the United States Department of Justice.
3. The company or a third party shall obtain and review a driving history research report for each applicant.
- C. The company or a third party shall conduct the background check and driving history research report set forth in Paragraphs A.2 and 3 of this Section at least once every two years.
- D. The company shall not authorize an individual to act as a driver if the individual's initial driving report reveals the individual received more than three moving violations within the three-year period prior to applying to the company; or any subsequent annual driving history reveals more than three moving violations within a three-year period.
- E. The company shall not authorize an individual to act as a driver if the individual's initial background check or any subsequent background check reveals the individual:
 1. has had more than one of the following violations within the three-year period prior to applying to the company:
 - a. flight from an officer or aggravated flight from an officer as provided for in R.S. 14:108.1;
 - b. reckless operation of a vehicle as provided for in R.S. 14:99;
 - c. operating a vehicle while under suspension for certain prior offenses as provided for in R.S. 14:98.8;
 2. has been convicted, within the past seven years, of:
 - a. any enumerated felony as provided for in Title 14 of the Louisiana Revised Statutes of 1950, comprised of R.S. 14:1 through 601;
 - b. operating a vehicle while intoxicated as provided for in R.S. 14:98 through 98.4;
 - c. hit and run driving as provided for in R.S. 14:100;
 - d. any crime of violence as defined in R.S. 14:2(B);
 3. is listed as an offender in the national sex offender public website maintained by the United States Department of Justice.

F. Companies are responsible for contacting and remitting fees to the proper agency or municipality in accordance with R.S. 48:2204

G. Before a driver is initially allowed to accept a request for a prearranged ride, the transportation network company shall maintain the requirements for insurance as provided for in R.S. 45:201.6 and shall disclose in writing to each transportation network company driver:

1. the insurance coverage, including the types of coverage and the limits for each coverage, which the transportation network company provides while the transportation network company driver uses a personal vehicle in connection with a transportation network company's digital network;
2. that the transportation network company driver's own automobile insurance policy may or may not provide any coverage while the driver is logged on to the transportation network company's digital network during the pre-trip acceptance period or is engaged in a prearranged ride, depending on its terms;
3. to the extent that any agreement between a transportation network company and a driver or rider, or between a driver and a rider addresses liability, any provision that, in advance, excludes or limits the liability of one party for causing bodily injury to the other party is null;
4. any coverage that in advanced has been waived, excluded or limits liability of the company to the driver as provided for in R.S. 45:201.6.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

§5015. Permit Renewal

A. Companies shall file an application for renewal annually with the Office of the Secretary of the Department of Transportation and Development.

1. A permit is considered valid until June 30, following the date of issue.
2. Renewal applications shall be submitted annually by July 1.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

§5017. Suspension and Revocation of Permits

A. Permits may be suspended for a period of time specified by the department, or until the company is in compliance with the rules of the agency.

B. If the department finds a company non-compliant with the principles of public policy or any of the following, after notice to the TNC, the agency may revoke or suspend a company's permit to operate within the state:

1. failure to maintain the requirements of a permit;
2. failure to conduct or cooperate with an investigation of a complaint;
3. failure to comply with the requirements of an audit;
4. any other statute or rule violation.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

§5019. Driver Responsibilities; Prohibitions

- A. The driver for a TNC shall possess a valid driver's license and valid registration to operate a personal vehicle.
- B. The driver shall possess a valid state approved vehicle inspection sticker to operate a motor vehicle used to provide prearranged rides.
- C. A driver shall not be required to register the vehicle that the driver uses to provide prearranged rides as a commercial motor vehicle or a for hire vehicle.
- D. A company or a driver shall not be considered a common carrier, contract carrier, or motor carrier, and shall not provide taxi or for hire vehicle service.
- E. A driver shall not accept a trip for compensation other than a trip arranged through a company's digital network.
 - 1. A dispute arising in this state involving the company, or a driver operating under the provisions of this Chapter, shall not be governed by the laws of another jurisdiction and shall not be resolved outside of the state, unless agreed to by all parties in writing after the dispute has arisen.
 - 2. *Dispute* shall include but is not limited to a dispute involving liability arising from an alleged act or omission, a dispute involving interpretation of contractual terms or provisions, and a determination of rights, status, or other legal relations.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

§5021. Records Retention

- A. The department shall have the right to audit and inspect the records that the company is required to maintain, including:
 - 1. individual trip records for at least three years from the date each trip was provided;
 - 2. individual records of drivers for at least three years after the date which a driver's relationship with the company has ended;
 - 3. the company shall maintain records relevant to the enforcement of this requirement for a period of at least two years from the date that a rider's complaint is received by the company;
 - 4. complaints, specifically, but not limited to fares, discrimination, operating the vehicle while under the influence of a substance.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

§5023. Audit Procedures; Confidentiality of Records

- A. The results of any audit will be reported to the Louisiana Legislative Auditor as required and in accordance with the DOTD's Internal Audit Charter and the guidelines established by the Louisiana Legislative Auditor.
 - 1. Upon receiving notification of audit, the company shall provide the requested documents within 45 days.

2. Audit Notification

- a. Prior to the audit the company shall receive notice of documents and records to provide to the department.
 - b. The audit shall be conducted to include the required records pertaining to 50 separate and distinct transportation network drivers.
 - c. If after initial review, the department has a reasonable basis to conclude the transportation network company is not in compliance with the requirement of this section, the department may conduct a supplemental audit of records with an additional selection of drivers.
 - d. The audit shall take place annually, unless the department has grounds to believe that additional audits are warranted, at a mutually agreed location in the state of Louisiana.
 - e. Any record furnished to the department may exclude information that would identify specific drivers or riders, unless the identity of a driver or rider is determined by the department to be relevant to the audit.
- B. The governing body of a local governmental subdivision may request from the department a report on the results of the audit performed by the agency pursuant to Subsection A of this Section.
- C. Failure to comply with Paragraphs A of this Section may result in the company's permit to operate within the state being suspended or revoked.
- D. The Department of Revenue shall have the sole audit authority with respect to fees remitted by a company to a local governmental subdivision and the Department of Revenue.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

§5025. Complaints and Investigation

- A. Companies shall provide the department with a report of the number of safety complaints against drivers including type and region by parish or city annually.
1. Companies shall provide the department with any and all complaints regardless of the type of complaint, if requested by the department.
 - B. In response to a specific complaint against any driver or company, the department is authorized to inspect any and all records held by the company that are deemed necessary by the department to investigate and resolve the complaint beyond the companies' initial investigation.
 1. Companies shall make available to the department all documents, persons, records, and digital information requested, to investigate any complaint reported to the department relative to the company or behavior of a driver.
 2. Failure to comply with an investigation or provide all requested records may result in the company's permit to operate within the state being suspended or revoked.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

§5027. Local Rules and Regulations

- A. At least 30 days prior, local governmental subdivision shall provide written notice to the agency and each

company permitted by the department in accordance with R.S. 48:2193,

1. of an initial hearing,
 2. reading, or
 3. consideration of an ordinance imposing a fee pursuant to R.S. 48:2204.
- B. A local governmental subdivision shall also provide written notice within ten days of the passage of any ordinance imposing a fee.
- C. A fee imposed pursuant to R.S. 48:2204 shall not go into effect until the first day of the month that is at least 30 days after passage of the ordinance imposing the fee.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

§5029. Local Governmental Prohibitions

- A. A local governmental subdivision shall not do any of the following:
1. impose a tax on, or require a license for, a company, a driver, or a vehicle if such tax or license relates to providing prearranged rides, except as provided in R.S. 48:2204 or Subsection D of this Section;
 2. require a company or a driver to obtain a business license or any other type of similar authorization to operate within the jurisdiction;
 3. subject a company, a driver, or a vehicle to any rate, entry, operation, or other requirement of the governing authority, except as provided in R.S. 48:2204 or Subsection D of this Section;
 4. prohibit a driver with corresponding driver's license and license plate of any state from obtaining a Louisiana vehicle inspection, regardless of the state from which the license and license plate are issued.
- B. With oversight from the department, local authorities shall have the option to work in concert with companies for the purpose of coordination of pick-up and drop-off zones regarding airports, large events and special events.
- C. Local authorities have 90 days prior to the event to request a meeting of coordination from the department.
1. For the purposes of this Section, a *large event* means any event designated as SEAR-1, under the federal special event assessment rating system, or as a national special security event.
 2. For the purposes of this Section *special events* means any event with an expected attendance of 25,000 people or more, occurring in that jurisdiction.
- D. The provisions of this Section shall not prohibit:
1. an airport from charging pick-up fees for the use of the airport's facilities or designating locations for staging, pick-up, and other similar operations at the airport:
 - a. an airport pick-up fee is not a local fee subject to the provisions of R.S. 48:2204;
 2. a police department of a local governmental subdivision from contracting with a company operating in the local governmental subdivision's jurisdiction for the purpose of coordination of pick-up and drop-off zones associated with large events occurring in that jurisdiction;
 3. a contract under this Section:
 - a. shall not exclude any company holding a permit under R.S. 48:2193 from providing services at the event.

b. shall have comparable terms for each company, taxi cabs, limousines, or any other for-hire vehicles providing services.

c. shall not preclude the police department of a local governmental subdivision from enforcing traffic laws.

AUTHORITY NOTE: Promulgated in accordance with R.S. 48:2205.

HISTORICAL NOTE: Promulgated by the Department of Transportation and Development, Office of the Secretary, LR 46:

Family Impact Statement

Adoption of this proposed Rule should not have any known or foreseeable impact on any family as defined by R.S. 49:972(D) or on family formation, stability, and autonomy. Specifically:

1. The adoption of this proposed Rule will have no known or foreseeable effect on the stability of the family.
2. The adoption of this proposed Rule will have no known or foreseeable effect on the authority and rights of parents regarding the education and supervision of their children.
3. The adoption of this proposed Rule will have no known or foreseeable effect on the functioning of the family.
4. The adoption of this proposed Rule will have no known or foreseeable effect on the family earnings and family budget.
5. The adoption of this proposed Rule will have no known or foreseeable effect on the behavior and personal responsibility of children.
6. The adoption of this proposed Rule will have no known or foreseeable effect on the ability of the family or local government to perform this function.

Poverty Impact Statement

The adoption of this proposed Rule should not have any known or foreseeable impact on child, individual, or family poverty in relation to individual or community asset development as defined by R.S. 49:973. Specifically,

1. The adoption of this proposed Rule will have no known or foreseeable effect on household income, assets, and financial security.
2. The adoption of this proposed Rule will have no known or foreseeable effect on early childhood development and preschool through postsecondary education development.
3. The adoption of this proposed Rule will have no known or foreseeable effect on employment and workforce development.
4. The adoption of this proposed Rule will have no known or foreseeable effect on taxes and tax credits.
5. The adoption of this proposed Rule will have no known or foreseeable effect on child and dependent care, housing, health care, nutrition, transportation, and utilities assistance.

Small Business Analysis

The adoption of this proposed Rule on small businesses, as defined in the Regulatory Flexibility Act, has been considered. The proposed Rule is not expected to have a significant adverse impact on small businesses. The department, consistent with health, safety, environmental, and economic welfare factors, has considered and, where possible, utilized regulatory methods in the drafting of the proposed Rule that will accomplish the objectives of the proposed statutes while minimizing the adverse impact of the Rule on small businesses.

Provider Impact Statement

The adoption of this proposed rule change does not have any known or foreseeable impact on a provider as defined by House Concurrent Resolution No. 170 of the 2014 Regular Session of the Louisiana State Legislature.

Specifically:

1. The adoption of this proposed Rule change does not have any known or foreseeable impact on the staffing level requirements or qualifications required to provide the same level of service.
2. The adoption of this proposed Rule change does not have any known or foreseeable impact on the total direct and indirect effect on the cost to a provider to provide the same levels of service.
3. The adoption of this proposed Rule change does not have any known or foreseeable impact on the overall effect on the ability of a provider to provide the same level of service.

Interested Persons Statement

All interested persons so desiring shall submit oral or written data, views, comments, or arguments no later than 20 days from the date of publication of this notice of intent to Archana Cadge, Attorney, Legal Division, Louisiana Department of Transportation and Development, P.O. Box 94245, Baton Rouge, LA 70804-9245.

Shawn D. Wilson, Ph.D.

Secretary

FISCAL AND ECONOMIC IMPACT STATEMENT

I. ESTIMATED IMPLEMENTATION COSTS (SAVINGS) TO STATE OR LOCAL GOVERNMENTAL UNITS (Summary)

There are no estimated implementation costs or savings to state or local governmental units associated with adoption of the proposed rule. The Department of Transportation and Development, Office of the Secretary, proposes to adopt Subpart B Part IX, Chapter 50, of Title 70 entitled "Transportation Network Companies," to allow for Rules regarding Transportation Network Companies (TNC) in accordance with Act 286 of the 2019 Regular Session of the Louisiana Legislature. Act 286 provided for uniform laws, rules and regulations to govern the operations of TNCs, their drivers and vehicles throughout the state of Louisiana.

II. ESTIMATED EFFECT ON REVENUE COLLECTIONS OF STATE OR LOCAL GOVERNMENTAL UNITS (Summary)

There is an anticipated increase in revenue collections of local governmental units as a result of the proposed rule. Implementation of Act 268 will result in an indeterminable increase in Local Funds revenue as a result of a per-trip fee up to 1% of the gross trip fare for each intrastate prearranged ride. The potential revenue will accrue to the local governing authority. The potential gross trip fares are not known; therefore, the potential revenue impact is indeterminate.

III. ESTIMATED COSTS AND/OR ECONOMIC BENEFITS TO DIRECTLY AFFECTED PERSONS, SMALL BUSINESSES OR NON-GOVERNMENTAL GROUPS (Summary)

Transportation Network Companies (TNC) will be required to acquire a permit from DOTD before operating a company in the state of Louisiana and to comply with certain requirements and responsibilities regarding monitoring of its drivers' criminal backgrounds and insurance coverage. These activities may result in a marginal workload impact for private business. In accordance with local ordinance, a TNC may be required to remit fees of up to 1% of

the gross trip fare for each intrastate prearranged ride to the local governing authority.

IV. ESTIMATED EFFECT ON COMPETITION AND EMPLOYMENT (Summary)

There is no anticipated effect on competition and employment as a result of the proposed rule.