

Department of Planning and Budget
2025 General Assembly Session
State Fiscal Impact Statement

PUBLISHED: 1/21/2025 8:07 PM

ORIGINAL

Bill Number: SB 1167

Patron: Salim

Bill Title: Transportation network companies; minimum compensation.

Bill Summary: This bill establishes minimum compensation rates for TNC partners. The bill also prohibits gratuities from passengers from being included in TNC partner compensation calculations, authorizes TNC partners to collect gratuity in cash or electronically, and prohibits transportation network companies from limiting the amount that can be paid as gratuity through such companies' digital platforms. Additionally, the bill requires the Department of Motor Vehicles to adjust the minimum required compensation amounts and fares annually by the Consumer Price Index.

Budget Amendment Necessary: No.

Items Impacted: N/A

Explanation: N/A

Fiscal Summary: No fiscal impact is anticipated due to implementation of this legislation.

Fiscal Analysis: The minimum compensation for transportation network company (TNC) partners is not currently mandated within the Code of Virginia. This bill inserts minimum compensation rates for all TNC partners within Chapter 20 of Title 46.2 (Regulation of Passenger Carriers), which places responsibility for compliance and enforcement on the Department of Motor Vehicles (DMV). The bill also tasks DMV with performing an annual inflation adjustment of the minimum required compensation amounts and fares based on the Consumer Price Index. The Department of Motor Vehicles will implement this bill utilizing existing staff and resources.

Other: None.