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

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Bill Number: SB1348S1 Patron: Srinivasan

Bill Title: Transportation network companies; publishing and disclosure requirements.

Bill Summary: This bill requires a transportation network company (TNC) to (i) issue an annual report to the Commissioner of the Department of Motor Vehicles containing the aggregate data regarding the average fare collected from passengers, the total time driven by TNC partners while transporting a passenger, and the total amount earned by TNC partners in connection with prearranged rides and (ii) disclose to TNC partners details about the deactivation process and provide a weekly summary that includes the total fare collected from passengers, the total amount earned, and the percentage earned by such TNC partner that week. The bill contains an enactment clause delaying the effective date to July 1, 2026.

Budget Amendment Necessary: No **Items Impacted:** 426

Explanation: The bill has a delayed effective date of July 1, 2026. When these requirements are effective,

the Department of Motor Vehicles (DMV) anticipates the need for additional positions to support additional TNC compliance and enforcement requirements. Without additional revenues, DMV would need to reallocate funds from other areas to support this work.

Fiscal Summary: This bill adds TNC requirements to Chapter 20 of Title 46.2 (Regulation of Passenger Carriers), which DMV indicates will place certain compliance and enforcement requirements on DMV once these TNC requirements are effective. DMV anticipates that the agency will need two additional positions to support these additional responsibilities at a total annual cost of \$106,138. The agency indicates that existing revenues supporting regulation of TNCs will not accommodate the additional positions. Without any increases to existing fees, DMV would have to reallocate funds from other areas to support the additional positions, which could impact agency operations.

DMV notes that similar bills impacting TNC requirements will have a similar impact on the agency. The position and funding need are not cumulative and would remain the same given the passage of one or more of these similar bills.

Additionally, DMV indicates that implementation of this legislation will require 434 hours of system programming at a cost of \$33,088, which DMV will accomplish utilizing existing staff and resources.

Other: Other bills impacting TNC requirements include SB 1167, HB 2756, and SB 1348.