

BILL SUMMARY
1st Session of the 58th Legislature

Bill No.:	HB 2263
Version:	FULLPCS1
Request Number:	7539
Author:	Rep. Sims
Date:	2/25/2021
Impact:	PRELIMINARY

Potential Rental Tax Revenue Increase
Amount Unknown

Research Analysis

The proposed committee substitute to HB 2263 creates the Peer-to-Peer Car Sharing Program Act. The measure establishes definitions used in the Act and provides a regulatory framework for the sharing of a vehicle by an individual other than the vehicles owner through a peer-to-peer car sharing program. A peer-to-peer car sharing program is a business platform that connects vehicle owners with drivers to enable the sharing of vehicles for financial consideration and is not considered the renting of a vehicle. The measure requires liability insurance and other insurance coverage. The measure requires peer-to-peer car sharing programs to collect and verify records pertaining to the use of a vehicle, including times used, car sharing period pickup and drop-off locations, fees paid by the shared vehicle driver and revenues received by the shared vehicle owner, and provide that information upon request to the shared vehicle owner, the shared vehicle owner's insurer or the shared vehicle driver's insurer to facilitate a claim coverage investigation, settlement, negotiation or litigation. The measure requires that a peer-to-peer car sharing program may not enter into a peer-to-peer car sharing program agreement with a driver unless the driver has a valid driver license and is authorized to drive the class of vehicle.

Prepared By: Brad Wolgamott

Fiscal Analysis

Pending complete analysis by the Tax Commission, the motor vehicle rental tax provisions may result in an unknown increase in revenue resulting from Peer-to-Peer vehicle activity. The tax would apply in instances where the owner of the shared vehicle has not paid the applicable (vehicle excise and vehicle sales) taxes upon purchase of the shared vehicle.

Prepared By: Mark Tygret

Other Considerations

None.

