

General Assembly

Substitute Bill No. 1487

January Session, 2025



AN ACT CONCERNING TRANSPORTATION NETWORK COMPANIES AND THIRD-PARTY DELIVERY COMPANIES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Section 13b-116 of the general statutes is repealed and the
- 2 following is substituted in lieu thereof (*Effective July 1, 2025*):
- 3 As used in this section and sections 13b-117 to 13b-120, inclusive, as
- 4 amended by this act, and sections 4 and 5 of this act:
- 5 (1) "Transportation network company" means a company,
- 6 corporation, partnership, trust, association, sole proprietorship or
- 7 similar organization that operates in this state and uses a digital network
- 8 to connect transportation network company riders to transportation
- 9 network company drivers to provide prearranged rides.
- 10 "Transportation network company" does not include the holder of a
- 11 certificate of public convenience and necessity issued under the
- 12 provisions of section 13b-97 to operate a taxicab or the holder of a permit
- issued under the provision of section 13b-103 to operate a motor vehicle
- 14 in livery service.
- 15 (2) "Transportation network company driver" or "driver" means an
- 16 individual [who is not an employee of a transportation network
- 17 company, but] who uses a transportation network company vehicle to

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18 provide prearranged rides.

- (3) "Transportation network company rider" or "rider" means an individual or individuals who use a digital network to connect with a transportation network company driver to receive a prearranged ride between points chosen by the individual or individuals.
 - (4) "Potential transportation network company rider" or "potential rider" means an individual or individuals who use a digital network to request a prearranged ride but have not entered the transportation network company vehicle.
- (5) "Digital network" means any online-enabled application, web site or system offered or utilized by a transportation network company that enables the provision of prearranged rides.
- (6) "Prearranged ride" means transport by a transportation network company driver of a transportation network company rider, (A) beginning when the driver accepts a request from the rider through a digital network, (B) continuing while the driver transports the rider, and (C) ending when the last rider exits the transportation network company vehicle.
 - (7) "Transportation network company vehicle" means a motor vehicle as described in subsection [(h)] (i) of section 13b-119, as amended by this act, that is owned, leased or otherwise used by a transportation network company driver when the driver is connected to a digital network or is engaged in the provision of a prearranged ride.
- Sec. 2. Section 13b-117 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2025*):
- (a) On and after January 1, 2018, each transportation network company shall register annually with the Commissioner of Transportation on a form prescribed by the commissioner. The registration form shall include: (1) The transportation network company's name, business address and telephone number; (2) if the

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company is registered in another state, the name, address and telephone number of the company's agent for service of process in this state; (3) the name, address and telephone number of a person at the company who will serve as the main contact person for the commissioner; and (4) information sufficient to demonstrate, to the commissioner's satisfaction, that the company is in compliance with the provisions of this section and sections 13b-118 to 13b-120, inclusive, as amended by this act, and any regulations adopted pursuant to subsection (j) of section 13b-118. Each transportation network company seeking initial registration shall submit with its registration form filed under this section a nonrefundable registration fee [of five thousand dollars] as described in subsection (b) of this section. Each registration shall be for <u>a period of one year and may be</u> renewed annually [. The nonrefundable fee for such renewal shall be five thousand dollars upon receipt by the commissioner of a renewal registration form and accompanying nonrefundable registration fee as described in subsection (b) of this section. The registrant shall file amendments to the registration reporting to the commissioner any material changes in any information contained in the registration not later than thirty calendar days after the registrant knows or reasonably should know of the change.

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(b) The initial registration fee and annual renewal fee shall be based on the number of transportation network company drivers with an active account on the transportation network company's digital network at the time of registration or renewal as follows: (1) Five thousand dollars for a transportation network company with less than fifty drivers, (2) ten thousand dollars for a transportation network company with fifty or more drivers, but not more than one hundred ninety-nine drivers, and (3) thirty thousand dollars for a transportation network company with two hundred or more transportation network company drivers.

[(b)] (c) The commissioner may suspend, revoke or refuse to renew a registration issued pursuant to this subsection if the commissioner determines the transportation network company intentionally: (1) Misled, deceived or defrauded the public or the commissioner; (2)

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82 engaged in any untruthful or misleading advertising; (3) engaged in 83 unfair or deceptive business practices; or (4) violated any provision of 84 this section and sections 13b-118 to 13b-120, inclusive, as amended by 85 this act, or any regulations adopted pursuant to subsection (j) of section 86 13b-118. Prior to the suspension, revocation or nonrenewal of the 87 registration, the transportation network company shall be given notice 88 and an opportunity for a hearing. Such hearing shall be held in 89 accordance with the provisions of chapter 54. Any transportation 90 network company whose registration has been suspended may, after 91 ninety days, apply to the commissioner to have such registration 92 reinstated.

[(c)] (d) Any transportation network company that operates in this state without a valid registration or when such registration has been suspended shall be fined not more than fifty thousand dollars.

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- 96 Sec. 3. Subsections (a) to (e), inclusive, of section 13b-118 of the 97 general statutes are repealed and the following is substituted in lieu 98 thereof (*Effective October 1, 2025*):
 - (a) (1) A transportation network company shall provide real-time messaging between the company and the driver through the company's digital network when the driver is using the digital network. Such messaging shall be available in both English and Spanish.
 - [(a) (1)] (2) After a potential transportation network company rider submits a request for a prearranged ride, the transportation network company shall display to the rider through its digital network a picture of the transportation network company driver and the license plate number of the transportation network company vehicle that will be used to provide the prearranged ride before the rider enters such vehicle.
 - [(2)] (3) A transportation network company driver shall display on a transportation network company vehicle a removable decal at all times when the driver is connected to a digital network or is engaged in the provision of a prearranged ride. Such decal shall be: (A) Issued by the

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- transportation network company; (B) sufficiently large so as to be readable during daylight hours at a distance of at least fifty feet; (C)
- 116 reflective, illuminated or otherwise visible in darkness; and (D)
- displayed on the passenger side of the transportation network company
- vehicle if such decal is illuminated.

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- (b) (1) A transportation network company may charge a fare to a transportation network company rider for a prearranged ride provided the company discloses such fare to the rider through its digital network:

 (A) The fare or fare calculation method; (B) the applicable rates being charged; and (C) an option to receive an estimated fare before a prearranged ride.
- 125 (2) [Within a reasonable period of time] Not later than five minutes 126 following the completion of a prearranged ride, a transportation 127 network company shall transmit, through its digital network, an initial 128 electronic receipt to the transportation network company rider on behalf 129 of the transportation network company driver that [lists] includes: (A) 130 The date and time of the prearranged ride; (B) the origin and destination 131 of the prearranged ride; [(B)] (C) the total time and distance of the 132 prearranged ride; [and (C)] (D) the first name of the transportation network <u>company driver</u>; (E) an itemization of the total fare paid, if any; 133 134 and (F) the compensation paid to such driver for the prearranged ride, 135 including all relevant factors used by the transportation network 136 company to calculate such compensation. Not later than twenty-four 137 hours following the completion of a prearranged ride, a transportation 138 network company shall transmit to such rider a finalized electronic 139 receipt that includes the information specified in subparagraphs (A) to 140 (F), inclusive, of this subdivision.
 - (3) No transportation network company driver shall solicit or accept cash payments for fares from transportation network company riders. Any payment for a prearranged ride shall be made only through the transportation network company's digital network.
- 145 (4) (A) For the purposes of this subdivision, "dynamic pricing" means

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offering a prearranged ride at a price that changes according to the demand for prearranged rides and availability of transportation network company drivers.

- (B) If a transportation network company elects to implement dynamic pricing, the transportation network company, through its digital network, shall: (i) Provide notice to a potential transportation network company rider that dynamic pricing is in effect before a request for a prearranged ride may be submitted; (ii) provide a fare estimator that enables the potential rider to estimate the cost of such prearranged ride under dynamic pricing; and (iii) include a feature that requires the potential rider to confirm that he or she understands that dynamic pricing will be applied to the cost of such prearranged ride.
- (C) No transportation network company shall increase the price of a prearranged ride to more than two and one-half times the usual price charged for such prearranged ride in an area which is the subject of any disaster emergency declaration issued by the Governor pursuant to chapter 517, any transportation emergency declaration issued by the Governor pursuant to section 3-6b or any major disaster or emergency declaration issued by the President of the United States.
- (c) (1) A transportation network company shall adopt a policy of nondiscrimination on the basis of the age, color, creed, destination, intellectual or physical disability, national origin, race, sex, sexual orientation or gender identity with respect to transportation network company riders, potential transportation network company riders and transportation network company drivers. A transportation network company shall notify all drivers who use the company's digital network of such policy.
- (2) No transportation network company may take or threaten to take any retaliatory action, including suspending or banning access to its digital network, against a transportation network company driver solely because the driver filed a complaint with such company.
- 177 (d) A transportation network company shall provide a potential

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transportation network company rider with an opportunity to indicate whether such rider requires a transportation network company vehicle that is accessible by wheelchair. If a transportation network company cannot arrange for a wheelchair-accessible transportation network company vehicle to provide a prearranged ride, the company shall direct the potential transportation network company rider to an alternate provider of wheelchair-accessible transportation, if available.

- (e) (1) A transportation network company shall maintain: (A) The record of each prearranged ride for a period of not less than three years from the date the prearranged ride was provided; (B) records regarding each transportation network company driver for a period of not less than three years from the date on which the transportation network company driver last connected to the company's digital network; and (C) records regarding each transportation network company vehicle for a period of not less than three years from the date on which the transportation network company vehicle was last used to provide a prearranged ride.
- (2) The Commissioner of Transportation or the commissioner's designee, upon reasonable written notice and not more than four times a year, may audit the records maintained by a transportation network company pursuant to subdivision (1) of this subsection and subdivision (3) of subsection (d) of section 13b-119, as amended by this act. Each such audit shall occur at a transportation network company's place of business or at a location in this state jointly selected by the commissioner or the commissioner's designee and the transportation network company. The commissioner or the commissioner's designee shall not require a transportation network company to disclose information that identifies or would tend to identify any transportation network company driver or transportation network company rider, unless the identity of the driver or rider is needed to resolve a complaint or investigate an audit finding to ensure compliance with any provision of the general statutes and any regulations adopted pursuant to subsection (j) of this section.

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(3) Any records obtained during an audit pursuant to subdivision [(3)] (2) of this subsection shall be confidential and not subject to disclosure under the Freedom of Information Act, as defined in section 1-200, except that the Commissioner of Transportation may disclose such records: (A) To law enforcement for law enforcement purposes, provided such disclosure is made in cooperation with the transportation network company, (B) to any state or federal agency for any action undertaken by the commissioner to enforce the provisions of this section or any regulation adopted pursuant to subsection (j) of this section, (C) at the request of any state or federal agency conducting an audit or investigation pursuant to such agency's legal authority, provided the commissioner gives the transportation network company opportunity to object and propose an alternative method of cooperation with such disclosure, or (D) pursuant to a court order. If the commissioner discloses such records pursuant to this subdivision, the commissioner shall (i) provide written notice to the transportation network company prior to disclosing such company's records, and (ii) redact any information that is not required to be disclosed pursuant to subsection (b) of section 1-210, including, but not limited to, any trade secret or commercial or financial information described in subdivision (5) of said subsection, unless such disclosure is expressly required under subparagraph (A), (B), (C) or (D) of this subdivision.

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Sec. 4. (NEW) (Effective July 1, 2025) (a) Not later than five minutes following the completion of a prearranged ride, a transportation network company shall transmit, through its digital network, an initial electronic receipt to the transportation network company driver that includes, but need not be limited to: (1) The total time and distance of the prearranged ride, (2) the total distance driven by the driver beginning when the driver accepted the request from the rider through the digital network and ending when the rider entered the transportation network company vehicle, (3) the total fare charged to the rider, (4) the driver's rate of pay, including, but not limited to, the rate per minute, rate per mile, percentage of rider's fare received by the driver and any dynamic pricing, as defined in subdivision (4) of

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subsection (b) of section 13b-118 of the general statutes, as amended by this act, that was applied to the cost of the prearranged ride, (5) any tips or gratuities paid to the driver, (6) the gross payment to the driver, (7) the net payment to the driver after the deduction of any fees, tolls, surcharges, lease fees or other charges, and (8) an itemization of any such deductions. Not later than twenty-four hours following the completion of a prearranged ride, a transportation network company shall transmit to such driver a finalized electronic receipt that includes the information specified in subdivisions (1) to (8), inclusive, of this subsection.

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- (b) A transportation network company shall maintain a digital copy of each initial and finalized electronic receipt transmitted pursuant to subsection (a) of this section for a period of not less than three years from the date of the prearranged ride and make such receipts available for downloading by the transportation network company driver.
- (c) A transportation network company shall provide, through its digital network, a weekly summary to the transportation network company driver regarding the prearranged rides completed by such driver during the previous week. Such summary shall include, but need not be limited to: (1) The total time and distance of the prearranged rides completed by the driver during such week, (2) the total amount of fares charged to transportation network company riders during such week as a result of such prearranged rides, (3) the total amount of tips or gratuities paid to the driver during such week, (4) the driver's gross payment received during such week, itemized by (A) rate per minute, including the average rate across all completed prearranged rides, (B) rate per mile, including the average rate across all completed prearranged rides, and (C) any other method used to calculate pay, including, but not limited to, base pay, percentage of the rider's fare or any dynamic pricing that was applied to the cost of the prearranged ride, (5) the driver's net payment during such week after the deduction of any fees, tolls, surcharges, lease fees or other charges, and (6) an itemization of any such deductions.

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(d) A transportation network company shall maintain a digital copy of each weekly summary transmitted pursuant to subsection (c) of this section for a period of not less than three years from the date of transmittal and make such summaries available for downloading by the transportation network company driver.

- (e) Not later than October 1, 2026, and annually thereafter, each transportation network company shall submit each finalized electronic receipt transmitted pursuant to subsection (a) of this section and each weekly summary transmitted pursuant to subsection (c) of this section to the Labor Commissioner, in a form and manner prescribed by the Labor Commissioner.
- Sec. 5. (NEW) (Effective October 1, 2025) (a) On and after October 1, 2025, a transportation network company driver shall receive a minimum compensation for each prearranged ride equal to the greater of (1) eighty-five per cent of the fare charged to the transportation network company rider, excluding any taxes, fees or surcharges imposed on a prearranged ride and any gratuities paid to the driver; or (2) the sum of (A) a minimum of one dollar and fifty nine cents per mile traveled during rider transport time, and (B) a minimum of sixty-eight cents per minute of rider transport time. For purposes of this section, "rider transport time" means the period of time when a transportation network driver is transporting one or more transportation network riders for a prearranged ride, beginning when the first rider enters the transportation network company vehicle and ending when the last rider exits the transportation network company vehicle.
- (b) On and after October 1, 2026, and on each October first thereafter, the Labor Commissioner shall announce the adjustment in the minimum compensation for each prearranged ride which shall become the new minimum compensation for each prearranged ride and shall be effective each January first immediately following.
- (c) Not later than January 1, 2027, and not later than each January first thereafter, the minimum compensation for each prearranged ride shall

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- be adjusted by the percentage change in the employment cost index, or its successor index, for wages and salaries for all civilian workers, as calculated by the United States Department of Labor, over the twelvemonth period ending on June thirtieth of the preceding year, rounded to the nearest whole cent.
- Sec. 6. Section 13b-119 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2025*):

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(a) Prior to permitting an individual to act as a transportation network company driver on its digital network, the transportation network company shall: (1) Require the individual to submit an application to the company that includes information regarding the individual's name, address, date of birth, motor vehicle operator's license number and motor vehicle registration; (2) (A) conduct, or have a consumer reporting agency regulated under the federal Fair Credit Reporting Act conduct, a driving record check and a local, state and national criminal history records check, including a search of state and national sexual offender registry databases provided such databases are accessible to the public, or (B) arrange for the fingerprinting of the individual to be submitted to the Federal Bureau of Investigation for a national criminal history records check and to the State Police Bureau of Identification for a state criminal history records check conducted in accordance with section 29-17a; and (3) disclose to such individual, electronically or in writing, (A) the insurance coverage, including the types of coverage and any coverage limits, that the company provides while a transportation network company driver is connected to the company's digital network or is engaged in the provision of a prearranged ride, [and] (B) that a transportation network company driver's personal automobile insurance policy might not provide coverage while such driver is connected to the company's digital network, available to receive a request for a prearranged ride or engaged in the provision of a prearranged ride, (C) that such individual may enroll in the Paid Family and Medical Leave Insurance Program pursuant to section 31-49m and obtain information about such program from the Paid Family and Medical Leave Insurance Authority

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established pursuant to section 31-49f, and (D) how such individual can become qualified to provide prearranged rides that originate in a neighboring state.

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- (b) A transportation network company shall conduct, or have a consumer reporting agency regulated under the federal Fair Credit Reporting Act conduct, a local, state and national criminal history records check, including a search of state and national sexual offender registry databases, or arrange for the fingerprinting of the individual to be submitted to the Federal Bureau of Investigation for a national criminal history records check and to the State Police Bureau of Identification for a state criminal history records check conducted in accordance with section 29-17a, at least once every three years after permitting an individual to act as a transportation network company driver.
- (c) (1) No transportation network company shall permit an individual to act as a transportation network company driver on its digital network if such individual: (A) Has, during the three years prior to the date of such individual's application to be a transportation network company driver, (i) committed more than three moving violations, as defined in section 14-111g, (ii) committed one serious traffic violation, as defined in section 14-1, or (iii) had his or her motor vehicle operator's license suspended pursuant to section 14-227b; (B) has been convicted, within seven years prior to the date of such individual's application, of driving under the influence of drugs or alcohol, fraud, sexual offenses, use of a motor vehicle to commit a felony, acts of violence or acts of terror; (C) is included in the state sexual offenders registry or the United States Department of Justice National Sex Offender Public Website; (D) does not possess a Connecticut motor vehicle operator's license or a motor vehicle operator's license issued by a reciprocal state; (E) does not possess proof of registration for each motor vehicle such individual proposes to use as a transportation network company vehicle; or (F) is not at least nineteen years of age. For the purposes of this subsection, "reciprocal state" means a state that permits transportation network company drivers who possess a Connecticut motor vehicle operator's

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license to provide a prearranged ride that originates in such state.

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- (2) An individual who is permitted to act as a transportation network company driver shall report to the transportation network company not later than twenty-four hours after the occurrence of any of the following incidents: (A) The commission of a fourth moving violation, as defined in section 14-111g, during the past three years; (B) the commission of one serious traffic violation, as defined in section 14-1; (C) the suspension of his or her motor vehicle operator's license pursuant to section 14-227b; (D) the conviction of driving under the influence of drugs or alcohol, fraud, sexual offenses, use of a motor vehicle to commit a felony, acts of violence or acts of terror; (E) inclusion in the state sexual offenders registry or the United States Department of Justice National Sex Offender Public Website; (F) failure to possess an operator's license; or (G) failure to possess proof of registration for a transportation network company vehicle. Each transportation network company that receives a report pursuant to this subdivision or becomes aware of such incident shall prohibit the individual from acting as a transportation network company driver on the company's digital network until the individual meets the qualifications of this section to be a transportation network company driver.
- (d) (1) A transportation network company shall adopt a policy that a transportation network company driver shall not use or be under the influence of drugs or alcohol while the driver is connected to the company's digital network or engaged in the provision of a prearranged ride. The company shall provide notice of such policy on its Internet web site, and include procedures for a transportation network company rider to report a complaint about a driver whom the rider reasonably suspects was using or under the influence of drugs or alcohol while engaged in the provision of a prearranged ride.
- (2) Upon the company's receipt of a complaint by a rider alleging a violation of such policy, the company shall suspend the driver's access to the company's digital network as soon as possible and conduct an investigation into the reported incident. The suspension shall last until

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- 411 completion of the investigation. If the investigation confirms the driver
- used or was under the influence of drugs or alcohol while engaged in
- 413 the provision of a prearranged ride or while connected to the company's
- digital network, the company shall ban the driver's access to the digital
- 415 network on a permanent basis.
- 416 (3) The company shall maintain all records related to the enforcement
- of such policy for a period of not less than three years from the date that
- a complaint by a rider is received by the company.
- (e) A transportation network company shall adopt a policy that
- 420 prohibits a transportation network company driver from providing a
- 421 prearranged ride when such driver's ability to operate a transportation
- 422 network company motor vehicle is impaired by illness, fatigue or any
- 423 other condition that would likely preclude safe operation of such
- 424 vehicle.
- 425 (f) (1) A transportation network company shall establish an internal
- 426 appeals process for transportation network company drivers who are
- suspended or banned from accessing the company's digital network.
- 428 (2) When a transportation network company suspends or bans a
- 429 transportation network company driver from accessing the company's
- 430 digital network, the company shall promptly inform the driver,
- electronically or in writing, of the reasons for such suspension or ban
- and provide instructions for how to appeal such suspension or ban
- 433 pursuant to the company's internal appeals process.
- 434 [(f)] (g) A transportation network company driver shall: (1) Comply
- 435 with all applicable laws regarding nondiscrimination against
- 436 transportation network company riders or potential transportation
- 437 network company riders on the basis of age, color, creed, destination,
- 438 intellectual or physical disability, national origin, race, sex, sexual
- 439 orientation or gender identity; (2) comply with all applicable laws
- 440 relating to the accommodation of service animals and accommodate
- 441 service animals without imposing additional charges for such
- 442 accommodation; (3) comply with the policies adopted by the

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transportation network company pursuant to subsection (c) of section 13b-118, as amended by this act, and subsections (d) and (e) of this section; (4) not impose additional charges for providing prearranged rides to persons with physical disabilities because of such disabilities; and (5) not solicit or accept a request for transportation unless the request is accepted through the transportation network company's digital network. For the purposes of this subsection, "service animal" has the same meaning as provided in section 22-345.

- [(g)] (h) (1) Any person who holds himself or herself out to be a transportation network company driver who is not permitted by a transportation network company to use its digital network shall be guilty of a class B misdemeanor.
- (2) The state shall remit to a municipality fifty per cent of the fine amount received for a violation of subdivision (1) of this subsection with respect to each summons issued by such municipality. Each clerk of the Superior Court or the Chief Court Administrator, or any other official of the Superior Court designated by the Chief Court Administrator, shall, on or before the thirtieth day of January, April, July and October in each year, certify to the Comptroller the amount due for the previous quarter under this subsection to each municipality served by the office of the clerk or official.
- [(h)] (i) (1) A transportation network company vehicle shall (A) have four doors; (B) not be older than twelve model years old; and (C) be designed to transport no more than eight passengers, including the driver.
- (2) Before any motor vehicle is used by a transportation network company driver as a transportation network company vehicle, and every two years thereafter, the driver shall certify to the transportation network company that the following equipment is in good working order: (A) Foot brakes; (B) emergency brakes; (C) steering mechanism; (D) windshield; (E) rear window and other glass; (F) windshield wipers; (G) headlights; (H) tail lights; (I) turn indicator lights; (J) brake lights;

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- 475 (K) front seat adjustment mechanism; (L) doors; (M) horn; (N)
- 476 speedometer; (O) bumpers; (P) muffler and exhaust system; (Q)
- 477 condition of tires, including tread depth; (R) interior and exterior
- 478 rearview mirrors; and (S) seat safety belts and air bags for driver and
- passengers. The transportation network company shall maintain such
- 480 certification for not less than three years.
- Sec. 7. (NEW) (Effective July 1, 2025) (a) As used in this section:
- 482 (1) "Third-party delivery company" means a company, corporation,
- 483 partnership, trust, association, sole proprietorship or similar
- organization that operates in this state and uses a digital network to
- connect customers to third-party delivery company drivers to provide
- 486 prearranged deliveries;
- 487 (2) "Third-party delivery company driver" or "driver" means an
- 488 individual who uses the digital network of a third-party delivery
- 489 company to provide prearranged deliveries;
- 490 (3) "Prearranged delivery" means the delivery by a third-party
- 491 delivery company driver of groceries, food, beverages, commercial
- 492 goods or other items prepared by another entity, or food and beverages
- 493 from not fewer than ten separately owned and operated food service
- 494 establishments, (A) beginning when the driver accepts a request from
- 495 the customer through a digital network, (B) continuing while the driver
- 496 transports the groceries, food, beverages, commercial goods or other
- 497 items, and (C) ending when the driver delivers the groceries, food,
- beverages, commercial goods or other items to the location requested by
- 499 the customer;
- 500 (4) "Food service establishment" has the same meaning as provided
- in section 21a-62b of the general statutes;
- 502 (5) "Digital network" means any online-enabled application, web site
- or system offered or utilized by a third-party delivery company that
- 504 enables the provision of prearranged deliveries; and

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(6) "Dynamic pricing" means offering a prearranged delivery at a price that changes according to the demand for prearranged deliveries and availability of third-party delivery company drivers.

- (b) Not later than five minutes following the completion of a prearranged delivery, a third-party delivery company shall transmit, through its digital network, an initial electronic receipt to the customer on behalf of the third-party delivery company driver that includes an estimation of: (1) The date and time of the prearranged delivery, (2) the origin and destination of the prearranged delivery, (3) the total time and distance of the prearranged delivery, (4) the first name of the third-party delivery company driver, (5) an itemization of the total cost of such prearranged delivery, and (6) the compensation paid to such driver for the prearranged delivery, including all relevant factors used by the third-party delivery company to calculate such compensation. Not later than twenty-four hours following the completion of a prearranged delivery, a third-party delivery company shall transmit to such customer a finalized electronic receipt that includes the information specified in subdivisions (1) to (6), inclusive, of this subsection.
- (c) Not later than five minutes following the completion of a prearranged delivery, a third-party delivery company shall transmit, through its digital network, an initial electronic receipt to the third-party delivery company driver that includes, but need not be limited to: (1) The total time and distance of the prearranged delivery, (2) the total distance driven by the driver beginning when the driver accepted the request from the customer through the digital network and ending when the driver picked up the groceries, food, beverages, commercial goods or other items to be delivered, (3) the total cost of such prearranged delivery charged to the customer, (4) the driver's rate of pay, including, but not limited to, the rate per minute, rate per mile, percentage of the cost of the prearranged delivery received by the driver and any dynamic pricing that was applied to the cost of the prearranged delivery, (5) any tips or gratuities paid to the driver, (6) the gross payment to the driver, (7) the net payment to the driver after the deduction of any fees, tolls, surcharges, lease fees or other charges, and

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(8) an itemization of any such deductions. Not later than twenty-four hours following the completion of a prearranged delivery, a third-party delivery company shall transmit a finalized electronic receipt to such driver with the information specified in subdivisions (1) to (8), inclusive, of this subsection.

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- (d) A third-party delivery company shall maintain a digital copy of each initial and finalized electronic receipt transmitted pursuant to subsection (c) of this section for a period of not less than three years from the date of the prearranged delivery and make such summaries available for downloading by the third-party delivery company driver.
- (e) A third-party delivery company shall provide, through its digital network, a weekly summary to the third-party delivery company driver regarding the prearranged deliveries completed by such driver during the previous week. Such summary shall include, but need not be limited to: (1) The total time and distance of the prearranged deliveries completed by the driver during such week, (2) the total amount of fares charged to customers during such week as a result of such prearranged deliveries, (3) the total amount of tips or gratuities paid to the driver during such week, (4) the driver's gross payment received during such week, itemized by (A) rate per minute, including the average rate across all completed prearranged deliveries, (B) rate per mile, including the average rate across all completed prearranged deliveries, and (C) any other method used to calculate pay, including, but not limited to, base pay, the percentage of the cost of the prearranged delivery received by the driver or any dynamic pricing that was applied to the cost of the prearranged delivery, (5) the driver's net payment during such week after the deduction of any fees, tolls, surcharges, lease fees or other charges, and (6) an itemization of any such deductions.
- (f) A third-party delivery company shall maintain a digital copy of each weekly summary transmitted pursuant to subsection (e) of this section for a period of not less than three years from the date of transmittal and make such summaries available for downloading by the third-party delivery company driver.

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(g) Not later than October 1, 2026, and annually thereafter, each thirdparty delivery company shall submit each finalized electronic receipt transmitted pursuant to subsection (c) of this section and each weekly summary transmitted pursuant to subsection (e) of this section to the Labor Commissioner, in a form and manner prescribed by the Labor Commissioner.

- (h) (1) On and after October 1, 2025, a third-party delivery company driver shall receive a minimum compensation for each prearranged delivery equal to the greater of (A) eighty-five per cent of the fare charged to the customer, excluding any taxes, fees or surcharges imposed on a prearranged delivery and any gratuities paid to the driver; or (B) the sum of (i) a minimum of one dollar and fifty-nine cents per mile traveled while such driver is engaged in a prearranged delivery, and (ii) a minimum of sixty-eight cents per minute while such driver is engaged in a prearranged delivery.
- (2) On and after October 1, 2026, and on each October first thereafter, the Labor Commissioner shall announce the adjustment in the minimum compensation for each prearranged delivery which shall become the new minimum compensation for each prearranged delivery and shall be effective each January first immediately following.
- (3) Not later than January 1, 2027, and not later than each January first thereafter, the minimum compensation for each prearranged delivery shall be adjusted by the percentage change in the employment cost index, or its successor index, for wages and salaries for all civilian workers, as calculated by the United States Department of Labor, over the twelve-month period ending on June thirtieth of the preceding year, rounded to the nearest whole cent.

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2025	13b-116
Sec. 2	October 1, 2025	13b-117
Sec. 3	October 1, 2025	13b-118(a) to (e)

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Sec. 4	July 1, 2025	New section
Sec. 5	October 1, 2025	New section
Sec. 6	October 1, 2025	13b-119
Sec. 7	July 1, 2025	New section

Statement of Legislative Commissioners:

Section 5 was rewritten for consistency with standard drafting conventions; and in Section 7, in Subsec. (f), "and each weekly summary transmitted pursuant to subsection (e) of this section" was deleted to eliminate redundant language and Subsec. (h) was rewritten for consistency with standard drafting conventions.

LAB Joint Favorable Subst.

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