1	ORDINANCE NO.		
2			
3	AN ORDINANCE TO RECOGNIZE TRANSPORTATION NETWORK		
4	COMPANIES AND TO INCORPORATE THE REGULATION OF SUCH		
5	COMPANIES INTO THE CITY TRANSPORTATION CODE; TO		
6	PROVIDE FOR THE ISSUANCE OF APPROPRIATE PERMITS FOR A		
7	COMPANY AND FOR A DRIVER; TO DECLARE AN EMERGENCY;		
8	AND FOR OTHER PURPOSES.		
9	AND FOR OTHER FOR OBES.		
10	WHEREAS, technologies have developed which make it possible to connect persons who seek for-		
11	hire transportation within the City with drivers who are not necessarily involved in such activity on a full-		
12	time basis; and,		
13	WHEREAS, these new technologies enable persons seeking transportation to use wireless or internet		
14			
15	for transportation with that specific driver; and,		
16	WHEREAS, these new technologies require some amendment to the City Transportation Code (Little		
17	Rock, Ark., Rev. Code §§ 34-1 to -141 (1988), in order to recognize these non-traditional for-hire		
18	transportation services;		
19	NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF DIRECTORS OF THE CITY		
20	OF LITTLE ROCK, ARKANSAS:		
21	Section 1. Little Rock, Ark., Rev. Code § 34-2 (1988) is hereby amended to add the following		
22	subsection:		
23	This chapter shall also set forth the requirements necessary to ensure safe, reliable,		
24	and cost-effective transportation network services within the corporate limits of the		
25	City, and to preserve and enhance access to these for-hire transportation options for		
26	residents and visitors to the City even if a transportation network company does not		
27	maintain a place of business within the City as required for other forms of for-hire		
28	transportation.		
29	<b>Section 2.</b> Little Rock, Ark., Rev. Code 34-4 (1988) is hereby amended to add the following		
30	definitions:		
31	(a) Ground Transportation service shall mean the transportation of passengers		
32	for hire by motor vehicle and by certain other means between points originating or		
33	terminating within the corporate limits of the City and shall include all persons		

providing taxicab service, limousine service, luxury-vehicle service, airport-shuttle service, courtesy-vehicle service, medical-transport service, special paratransit service, tour service, <u>transportation network company service</u>, and all other prearranged and demand-response ground transportation services.

- (b) *Transportation Network Company* or *TNC* shall mean an entity licensed to do business within the State of Arkansas which holds a valid permit for a ground transportation service in the city, and which uses a digital network or software application to connect passengers to services provided by Transportation Network Company Drivers. A Transportation Network Company does not own or operate the vehicles used by its drivers, and is not a taxicab as defined in this ordinance.
- (c) Transportation Network Company Driver or TNC Driver shall mean an individual who operates a motor vehicle that is:
- (1) owned, leased, or otherwise authorized for for-hire use by the individual;
  - (2) not a taxicab; and,

- (3) used to provide Transportation Network Company Services.
- (d) *Transportation Network Company Services* or *TNC Services* shall mean transportation of a passenger between points chosen by the passenger and prearranged with a Transportation Network Company Driver through the use of a Transportation Network Company digital network or software application. Transportation Network Company Services shall begin when a Transportation Network Company Driver becomes accessed to a digital network or software application service which notes that the driver is available to provide ground transportation services within the City. Transportation Network Company Service is not a taxicab or street hail service.
- **Section 3.** Little Rock, Ark., Rev. Code § 34-19 (1988) is hereby amended to address the following subsections:
  - (f) Except for a Transportation Network Company, each ground transportation operator shall maintain a central place of business in an area zoned for such, for the purposes of receiving calls and dispatching vehicles. With the exception of taxicab operators, livery vehicle operators and premium taxicab operators, such place of business shall be open and staffed for a minimum of twenty-four (24) hours a day, five (5) days a week, provided, however, a person that operators a limousine service, a luxury vehicle service, or a specialized transportation service may maintain such

an office that is open a minimum of eight (8) hours each day if such person also maintains an answering or other call intake service that is available a minimum of twenty-four (24) hours a day, five (5) days a week. With respect to taxicab operators, livery vehicle operators and premium taxicab operators, such place of business shall be open and staffed for a minimum of twenty-four (24) hours a day, seven (7) days a week. A Transportation Network Company shall maintain a site that can be reached via the internet, email, or other digital or telephonic communications, twenty-four hours a day, seven (7) days a week. Each ground transportation service operator shall file and keep current with the administrator, the address, telephone number, and internet, email or other digital access information, maintained pursuant to this subsection.

**Section 4.** Little Rock, Ark., Rev. Code § 34-20 (1988) on insurance requirements is hereby amended to read as follows:

- (a) *Insurance requirement*. No person, firm or corporation authorized by a permit to this chapter may operate a vehicle for the transportation of passengers within the city, without first securing, and maintaining in force at all <u>relevant</u> times, a commercial auto liability policy insurance policy issued by a company authorized to do business in the state covering each vehicle to be used for the transportation service and in the following amounts:
  - (1) For taxicab franchises, livery vehicles, premium taxicabs, Transportation Network Company Drivers, and all executive sedans and antique vehicles: two hundred fifty thousand dollars (\$250,000.00) for the injury or death of any one (1) person and subject to that limit for each person; Five Hundred Thousand Dollars (\$500,000.00) total liability for any one (1) accident; and Two Hundred Fifty Thousand Dollars (\$250,000.00) for each accident regarding damage to property, with a maximum of Fifty Thousand Dollars (\$50,000.00) deductible coverage per incident. Said insurance in effect shall be for demand-response service vehicles, not scheduled or routed service vehicles, and any vehicle used by a Transportation Network Company Driver.
  - (2) For SUVs, extended vans, airport shuttle vehicles, and limousines: Two Hundred Fifty Thousand Dollars (\$250,000.00) for the injury or death of any one (1) person and subject to that limit for each person; One Million Dollars (\$1,000,000.00) total liability for any

one (1) accident; and Five Hundred Thousand Dollars (\$500,000.00)
for each accident regarding damage to property, with a maximum of
Twenty-Five Thousand Dollars (\$25,000.00) deductible coverage per
incident. Said insurance in effect shall be for scheduled or routed
service vehicles, not demand-response service vehicles.

- (3) For specialized transportation service vehicles and courtesy service vehicles, exclusive of those ground transportation service vehicles, or drivers, described above: Two Hundred Fifty Thousand Dollars (\$250,000.00) for the injury or death of any one (1) person and subject to that limit for each person; Five Hundred Thousand Dollars (\$500,000.00) maximum liability for each accident; and Two Hundred Fifty Thousand Dollars (\$250,000.00) for each accident regarding damage to property, with a maximum of twenty-five thousand dollars (\$25,000.00) deductible coverage per incident.
- (b) *Certificate of insurance*. The liability insurance coverage shall be evidence by a current certificate of insurance covering each vehicle permitted pursuant to this chapter filed annually with the administrator or designated agent.
- (c) *Notice of insurance policy cancellation to be sent to the city.* Each insurance certificate shall include a representation by the insurance carrier that notice of cancellation will be sent to the administrator or his designated agent at least ten (10) days prior to cancellation. Upon lapse or cancellation of such policy, the permit granted to the person, firm or corporation shall be temporarily suspended pending notice of hearing, and no for-hire transportation services will be provided until the conclusion of such hearing and reinstatement of any suspended permit.
- (d) To the extent that the insurance of a Transportation Network Company or a Transportation Network Company Driver may be found to cover actions of misconduct by the driver, neither the company nor the driver shall rely upon any language in any personal, corporate or business documents, that would expressly waive for any passenger or any person other than the driver involved in an incident, the right to seek any and all liability, claims or damages arising from or in any way related to the third party transportation provider; for purposes of this subsection, this lack of a waiver applies only to the Transportation Network Company, and the Transportation Network Company Driver, and in no way applies to any digital or internet application company whose involvement with a particular ground

1	transportation service is merely to facilitate the internet or software connection
2	necessary to accomplish the for-hire transportation.
3	(e) Additional insurance provisions for Transportation Network Companies or
4	Transportation Network Company Drivers.
5	(1) If an accident occurs involving a motor vehicle that is being used
6	to provide Transportation Network Company services, the
7	Transportation Network Company Driver shall provide proof of
8	insurance information to all parties involved in the accident regarding
9	liability insurance for the driver's vehicle and the company at the time
10	of the accident. This information shall include:
11	(A) The amount of insurance provided by the company, and the
12	amount of insurance provided by the driver including, but not limited
13	to, the name of the insurance company, its location, and contact
14	information necessary to make a claim against the insurance;
15	(B) The name and address of a responsible person for the company
16	with whom a person involved in an accident, or that person's
17	representative, can discuss the claim with the company.
18	Section 5. Little Rock, Ark., Rev. Code, Chapter 34 (1988) is hereby amended to add the following
19	language:
20	Rules and Regulations for Transportation Network Companies and for
21	Transportation Network Company Drivers
22	(a) Requirement for Transportation Network Company Permit. A person shall
23	not operate a Transportation Network Company that conducts business within the
24	corporate limits of the city without first having obtained a permit from the city.
25	(b) Requirement for Transportation Network Company Driver Permit. A
26	person shall not provide any ground transportation service as a Transportation
27	Network Company Driver within the corporate limits of the City without having first
28	obtained a permit from the City.
29	(c) Annual Permit Fee. The city shall issue a permit to each applicant that meets
30	the requirements for a Transportation Network Company or Transportation Network
31	Company Driver as set forth in this Article, upon the fulfillment of all requirements
32	within this Chapter of the Little Rock Code, and upon the payment of the relevant
33	annual permit fee of:

1	(1) <u>for a Transportation Network Company</u>		
2	with 1-50 automobiles approved for service by the company within the		
3	corporate limits of the City; or,		
4	(2) <u>for a Transportation Network Company</u>		
5	with 50 or more automobiles approved for services by the company with		
6	the corporate limits of the City; or,		
7	(3) for a Transportation Network Company		
8	Driver.		
9	(d) Agent for Service of Process. The Transportation Network Company shall		
10	maintain an agent for service of process within the State of Arkansas.		
11	(e) Fare Charged for For-Hire Transportation Services. A Transportation		
12	Network Company may charge a fare for the services provided to passengers;		
13	provided that, if a fare is charged, the TNC shall disclose to passengers the fare		
14	calculation method on its website or within the software application service. The		
15	TNC shall also provide passengers with the applicable rates being charged and the		
16	option to receive an estimated fare before the passenger enters the TNC Driver's		
17	vehicle. The TNC shall disclose to the passenger prior to making a reservation if it		
18	is operating during a period of dynamic pricing. The TNC Driver shall also provide		
19	the passenger an option to be notified when the time of dynamic pricing is no longer		
20	in effect. In addition to this notice, the TNC shall contact the passenger as soon as		
21	practicable of this same information.		
22	(f) Identification of Transportation Network Company Vehicles and Drivers.		
23	The TNC's software application or website shall display a picture of the TNC Driver,		
24	and the license plate number of the motor vehicle utilized for providing the TNC		
25	Service before the passenger enters the TNC Driver's vehicle.		
26	(g) No Cash Trip; Electronic receipt. Because no cash trip is allowed to a TNC		
27	or a TNC Driver, then within a reasonable period of time following the completion		
28	of a trip, a TNC shall transmit an electronic receipt to the passenger that lists:		
29	(1) The origin and destination of the trip; and,		
30	(2) The total time and distance of the trip; and,		
31	(3) An itemization of the total fare paid, if any.		
32	(h) A Transportation Network Company shall adopt a policy of non-		
33	discrimination on the basis of destination, race, color, national origin, religious belief		

1	or affiliation, sex, disability, age, sexual orientation or sexual identity with respect
2	to passengers and potential passengers and notify TNC Drivers of such policy.
3	(i) TNC Drivers shall comply with all applicable laws regarding non-
4	discrimination against passengers or potential passengers on the basis of destination,
5	race, color, national origin, religious belief or affiliation, sex, disability, age, sexual
6	orientation, or gender identity.
7	(j) TNC Drivers shall comply with all applicable laws relating to
8	accommodation of service animals;
9	(k) Neither a TNC, nor a TNC driver, shall impose additional charges for
10	providing services to persons with physical disabilities because of those disabilities.
11	A TNC shall provide passengers an opportunity to indicate whether they require a
12	wheelchair-accessible vehicle. If a TNC cannot arrange wheelchair-accessible TNC
13	Service in any instance, it shall direct the passenger to an alternate provider of
14	wheelchair-accessible service, if available.
15	(l) Records. A Transportation Network Company shall maintain:
16	(1) individual trip records for at least one (1) year from the date each
17	trip was provided; and
18	(2) TNC Driver records at least until the one year anniversary of the
19	date on which a TNC Driver's activation on the TNC digital network
20	has ended.
21	(1) Transportation Network Company Driver
22	(1) A TNC Driver shall have submitted an application to the TNC
23	which includes, but is not limited to, information as to age, address,
24	Arkansas Driver's License Number, motor vehicle registration, and all
25	automobile liability insurance required by this Chapter; and
26	(2) Shall be at least twenty-one (21) years old; and,
27	(3) Shall not knowingly allow any ground transportation service
28	vehicle, or other vehicle permitted under this chapter, to be used in the
29	perpetration of a crime or misdemeanor; and,
30	(4) Shall not drink any intoxicating liquor or be under the influence of
31	any controlled substance, or alcohol, while operating pursuant to a
32	TNC Driver's permit; and,
33	(5) Shall not shout, solicit, or call to prospective passengers, or disturb
34	the peace in any way; and,

(6) Shall not be available to be hailed for a ride by any person; and, (7) Shall not smoke, or allow any person to smoke, in a TNC Driver's vehicle while it is used to provide ground transportation services; and, (8) Shall comply with the City dress code for for-hire drivers as set forth in § 34-26 of this Code; and, (9) Shall otherwise meet all the requirements and be subject to the provisions for a driver's permit set forth in §§ 34-38, provided that as to inspections, the TNC Driver's vehicle is not subject to weekly operator inspections, but may be required to undergo an inspection in accordance with the provisions of this Code at any time the Administrator believes it is appropriate to do so; and, (10) Shall not operate an automobile more than seven (7) years old pursuant to the provisions of this subsection; and, (11) Shall have the right to an appeal as set forth in § 34-39 of this Code.

**Section 6.** Little Rock, Ark., Rev. Code, Chapter 34 (1988), is amended to add the following provision:

Access to Information for Law Enforcement Purposes. Any ground transportation service allowed to provide for-hire transportation service within the corporate limits of the City, shall cooperate to the fullest extent possible with law enforcement to provide information about specific transportation incidents. If local, state, or federal, law enforcement asserts that access to such information must be immediate to prevent a reasonable threat of death, or serious physical injury, to a person, then the company, or any driver, shall provide that information immediately. Any ground transportation company that is permitted by the City shall provide an emergency contact number to the Little Rock Police Department for such instances. In all other law enforcement situations, such information shall be provided promptly upon the issuance of a prosecuting attorney's subpoena to review such records. Any failure to comply with this subsection shall result in the immediate suspension of both operator and driver permits for any ground transportation service.

**Section 7.** *Severability.* In the event any section, subsection, subdivision, paragraph, subparagraph, item, sentence, clause, phrase or word of this ordinance is declared or adjudged to be invalid or unconstitutional, such declaration or adjudication shall not affect the remaining provisions of this ordinance

1	which shall remain in full force and effect as if the portion so declared or adjudged invalid or					
2	unconstitutional was not originally a part of this ordinance.					
3	Section 8. Repealer. All ordinances and resolutions inconsistent with this ordinance are hereby					
4	repealed to the extent of such inconsistency.					
5	Section 9. Emergency Clause. In order to permit a new transportation service and technology to					
6	operate within the City, but to be subject to appropriate regulation to preserve the public health, safety, and welfare, an emergency is declared to exist and this ordinance shall be in full force and effect from and					
7						
8	after the date of its passage.					
9	PASSED:					
10	ATTEST:	APPROVED:				
11						
12 13	Susan Langley, City Clerk	Mark Stodola, Mayor				
14	APPROVED AS TO LEGAL FORM:	Mark Stoubia, Mayor				
15	ATTROVED AS TO LEGAL FORM.					
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17	Thomas M. Carpenter, City Attorney					
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