A BILL FOR AN ACT

RELATING TO TRANSPORTATION.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

1 SECTION 1. The legislature finds that transportation 2 network companies are operating across the country, including in 3 Hawaii, and that the public is receptive to this innovation in 4 Transportation network companies have expanded transportation. 5 transportation options for the benefit of society. They have 6 also inspired persons providing more traditional modes of public 7 transportation to modernize and enhance their delivery of 8 transportation services to the public.

9 The legislature further finds that consumers must be 10 afforded the protection of law when doing business with 11 transportation network companies. Currently, transportation 12 network companies are not licensed or regulated in Hawaii. 13 Although transportation network companies may operate under a 14 different business model for connecting customers with drivers, 15 their primary service is that of a motor carrier - to transport 16 passengers or property for compensation. Accordingly, transportation network companies must be subject to the same 17



H.B. NO. 1463

regulations and governmental oversight applicable to other
 traditional motor carriers.

3 The legislature further finds that ensuring the 4 availability and affordability of personal motor vehicle 5 insurance policies and assigning the insurance risk where it 6 belongs are of utmost importance. Because transportation 7 network drivers provide transportation for compensation, they 8 engage in commercial activity. Therefore, motor vehicles used 9 by transportation network drivers must be insured under 10 commercial motor vehicle insurance policies, at limits higher 11 than the statutory minimum liability limits.

12 The purpose of this Act is to regulate transportation 13 network companies and require transportation network drivers to 14 obtain commercial motor vehicle insurance.

15 SECTION 2. Section 271-4, Hawaii Revised Statutes, is 16 amended to read as follows:

17 "§271-4 Definitions. As used in this chapter:

18 (1) "Chapter" means the Motor Carrier Law.

19 (2) "Commission" means the public utilities commission.

20 (3) "Person" or "persons" means any individual, firm,
21 copartnership, corporation, company, association, or



1		joint stock association; and includes any trustee,
2		receiver, assignee, or personal representative
3		thereof.
4	(4)	"Certificate" means a certificate of public
5		convenience and necessity issued under this chapter to
6		common carriers by motor vehicle.
7	(5)	"Permit" means a permit issued under this chapter to
8		contract carriers by motor vehicle.
9	(6)	"Transportation of persons" includes every service in
10		connection with or incidental to the safety, comfort,
11		or convenience of persons transported and the receipt,
12		carriage, and delivery of these persons and their
13		baggage.
14	(7)	"Transportation of property" includes every service in
15		connection with or incidental to the transportation of
16	、	property, including in particular its receipt,
17		delivery, elevation, transfer, carriage, ventilation,
18		refrigeration, icing, dunnage, storage in transit,
19		handling, and its consolidation for the purposes of
20		forwarding within the State.



H.B. NO. 1463

1	(8)	"Motor vehicle" means any vehicle, machine, tractor,
2		trailer, or semitrailer propelled or drawn by
3		mechanical power and used upon the highways in the
4		transportation of passengers or property, or any
5		combination thereof determined by the commission, but
6		does not include any vehicle, locomotive, or car
7		operated exclusively on a rail or rails or a trolley
8		bus operated by electric power derived from a fixed
9		overhead wire, furnishing local passenger
10		transportation similar to street-railway service.
11	(9)	"Highway" means the public roads, highways, streets,
12		and ways in this State.
13	(10)	"Rates" includes rates, fares, tolls, rentals, and
14		charges of whatever kind and nature unless the context
15		indicates otherwise.
16	(11)	"Common carrier by motor vehicle" means any person
17		which holds itself out to the general public to engage
18		in the transportation by motor vehicle of passengers
19		or property or any class or classes thereof for
20		compensation [-], including a transportation network
21		company and a transportation network driver.



H.B. NO. 1463

1 "Contract carrier by motor vehicle" means any person (12)2 which engages in transportation by motor vehicle of 3 passengers or property for compensation (other than 4 transportation referred to in paragraph (11)) under 5 continuing contracts with one person or a limited 6 number of persons either (A) for the furnishing of 7 transportation services through the assignment of 8 motor vehicles for a continuing period of time to the 9 exclusive use of each person served, or (B) for the 10 furnishing of transportation services designed to meet 11 the distinct need of each individual customer. 12 (13)"Motor carrier" includes both a common carrier by 13 motor vehicle and a contract carrier by motor vehicle. 14 "Private carrier of property by motor vehicle" means (14)15 any person not included in the terms "common carrier 16 by motor vehicle" or "contract carrier by motor 17 vehicle", who or which transports by motor vehicle 18 property of which the person is the owner, lessee, or 19 bailee, when such transportation is for the purpose of 20 sale, lease, rent, or bailment, or in the furtherance 21 of any commercial enterprise.



1	(15)	"Enforcement officer" means any person employed and
2		authorized by the commission to investigate any matter
3		on behalf of the commission. The term also means a
4		motor vehicle safety officer employed and assigned,
5		pursuant to section 271-38, by the department of
6		transportation to enforce sections 271-8, 271-12, 271-
7		13, 271-19, and 271-29 through the assessment of civil
8		penalties as provided in section 271-27(h), (i), and
9		(j).
10	(16)	"Transportation network company" means any person that
11		provides, coordinates, or maintains an online-enabled
12		application or digital network used to connect
13		customers with drivers of motor vehicles for the
14		purpose of providing prearranged transportation of
15		persons or prearranged transportation of property for
16		compensation.
17	(17)	"Transportation network driver" means any person who,
18		at any time, uses a motor vehicle in connection with a
19		transportation network company, and who is regulated
20		by the counties in accordance with section 46-
21	,	<u>16.5(c).</u> "



1 Section 271-5, Hawaii Revised Statutes, is SECTION 3. 2 amended to read as follows: 3 "§271-5 Exemptions, generally. Notwithstanding any other 4 provisions of this chapter, its contents shall not apply to: 5 (1)Persons transporting their own property where the 6 transportation is in furtherance of a primary business 7 purpose or enterprise of that person, except where the 8 transportation is undertaken by a motor carrier to 9 evade the regulatory purposes of this chapter; 10 (2)Persons operating motor vehicles when engaged in the 11 transportation of school children and teachers to and 12 from school, and to and from school functions; 13 provided that these persons may engage in providing 14 transportation at special rates for groups of persons 15 belonging to an eleemosynary or benevolent 16 organization or association domiciled in this State 17 where the organization or association sponsors or is 18 conducting a nonregular excursion; provided that 19 whenever the persons engage in the transportation of 20 persons other than those exempted in this paragraph, 21 that portion of their operation shall not be exempt



H.B. NO. 1463

1		from	this chapter. Nothing in this paragraph shall be
2		cons	trued to authorize any person to engage in the
3		tran	sportation of persons, other than the
4		tran	sportation of persons exempted by the terms of
5		this	paragraph, without a permit or certificate issued
6		by t	he commission authorizing such transportation;
7	(3)	Pers	ons operating taxicabs or other motor vehicles
8		util	ized in performing a bona fide taxicab service.
9		Pers	ons performing a bona fide taxicab service
10		incl	udes providing transportation services to
11		cust	omers as transportation network drivers.
12		"Tax	icab" includes:
13		(A)	Any motor vehicle used in the movement of
14			passengers on the public highways under the
15			following circumstances, namely the passenger
16			hires the vehicle on call or at a fixed stand,
17			with or without baggage for transportation, and
18			controls the vehicle to the passenger's
19			destination;
20		(B)	Any motor vehicle for hire having seating
21			accommodations for eight or fewer passengers used

ī

,



1 in the movement of passengers on the public 2 highways that may, as part of a continuous trip, 3 pick up or discharge passengers from various 4 unrelated locations; provided that they shall be 5 regulated by the counties in accordance with 6 section 46-16.5(c); and provided further that 7 this subparagraph shall not apply to any 8 exclusive rights granted by the department of 9 transportation for taxicab services at facilities 10 under the department's control; and 11 (C) Any motor vehicle having seating accommodations 12 for eight or fewer passengers used in the 13 movement of passengers on the public highways 14 between a terminal, i.e., a fixed stand, in the Honolulu district, as defined in section 4-1 and 15 16 a terminal in a geographical district outside the 17 limits of the Honolulu district, and vice versa, 18 without picking up passengers other than at the 19 terminals or fixed stands; provided that the 20 passengers may be picked up by telephone call 21 from their homes in the rural area or may be



1		unloaded at any point between the fixed stands or
2		may be delivered to their homes in the rural
3		area;
4	(4)	Persons operating motor vehicles in the transportation
5		of persons pursuant to a franchise from the
6		legislature and whose operations are presently
7		regulated under chapter 269;
8	(5)	Nonprofit agricultural cooperative associations to the
9		extent that they engage in the transportation of their
10		own property or the property of their members;
11	(6)	Persons operating motor vehicles specially constructed
12		for the towing of disabled or wrecked vehicles but not
13		otherwise used in the transportation of property for
14		compensation or hire;
15	(7)	Persons operating motor vehicles in the transportation
16		of mail, newspapers, periodicals, magazines, messages,
17		documents, letters, or blueprints;
18	(8)	Persons operating funeral cars or ambulances;
19	(9)	Persons operating motor vehicles in the transportation
20		of garbage or refuse;



H.B. NO. 1463

1	(10)	Persons operating the type of passenger carrying motor
2		vehicles known as "sampan buses" within the radius of
3		twenty miles from the city of Hilo, Hawaii;
4	(11)	Persons transporting unprocessed pineapple to a
5		cannery, seed corn to a processing facility, or
6	x	returning any containers used in such transportation
7		to the fields;
8	(12)	Sugar plantations transporting sugarcane, raw sugar,
9		molasses, sugar by-products, and farming supplies for
10		neighboring farmers pursuant to contracts administered
11		by the United States Department of Agriculture;
12	(13)	Persons engaged in the ranching or meat or feed
13		business who transport cattle to slaughterhouses for
14		hire where such transportation is their sole
15		transportation for hire and where their earnings from
16		the transportation constitute less than fifty per cent
17		of their gross income from their business and the
18		transportation for hire;
19	(14)	Persons transporting unprocessed raw milk to
20		processing plants and returning any containers used in
21		such transportation to dairy farms for reloading;



H.B. NO. 1463

- (15) Persons transporting animal feeds to animal husbandry
 farmers and farming supplies directly to animal
 husbandry farmers and returning any containers used in
 such transportation to these sources of such feeds and
 supplies for reloading;
- 6 (16) Persons engaged in transporting not more than fifteen 7 passengers between their places of abode, or termini 8 near such places, and their places of employment in a 9 single daily round trip where the driver is also on 10 the driver's way to or from the driver's place of 11 employment, but not including transportation network 12 drivers;

13 (17)Persons transporting passengers without charge in 14 motor vehicles owned or operated by such person, where 15 such transportation is provided in conjunction with 16 and in furtherance of a related primary business 17 purpose or enterprise of that person, and such 18 transportation is provided only directly to and from 19 the place of business of such person, except that this 20 exemption shall not apply to persons making any 21 contract, agreement, or arrangement to provide,



H.B. NO. 1463

procure, furnish, or arrange for transportation as a 1 2 travel agent or broker or a person engaged in tour or 3 sightseeing activities, nor shall this exemption apply 4 where the transportation is undertaken by a person to evade the regulatory purposes of this chapter; and 5 6 (18)Persons conducting the type of county-regulated 7 passenger carrying operation known as "jitney 8 services". For the purposes of this paragraph, 9 "jitney services" means public transportation services 10 utilizing motor vehicles that have seating 11 accommodations for six to twenty-five passengers, operate along specific routes during defined service 12 hours, and levy a flat fare schedule." 13 14 SECTION 4. Section 271-8.5, Hawaii Revised Statutes, is 15 amended to read as follows: 16 "§271-8.5 Advertising. (a) It shall be a misdemeanor for 17 any person, including a person who is exempt under section 271-18 5, to advertise as a motor carrier of passengers or property, 19 unless the person holds a valid certificate or permit required by this chapter as to the classification so advertised. 20 The 21 term "advertise", as used in this section, includes: the



Page 14

1 issuance of any card, sign, or device to any person, or the 2 causing, permitting, or allowing of any sign or marking on or in 3 any building or motor vehicle, or the advertising in any 4 newspaper, magazine, or advertising other than in-column 5 listings in any directory, or the commercial broadcasting by 6 airwave transmission, or any and all communications media [-]; 7 including offering motor carrier service through the Internet 8 via an application or "app".

9 (b) A licensee [may advertise in print or broadcast medium 10 as described in subsection (a) only if the licensee includes in 11 the advertisement] shall include in any form of advertising the 12 licensee's applicable and current certificate or permit number 13 [and provides proof of the number's validity to the publisher or 14 producer of the advertising medium]. The publisher or producer 15 of a print or broadcast advertising medium or transportation 16 network company shall not publish or broadcast an advertisement 17 or provide access for a licensee who does not provide proof of a 18 current certificate or permit or who does not include a 19 currently valid certificate or permit number in the 20 advertisement.



H.B. NO. 1463

1 (c) Upon notice from the public utilities commission of 2 the entry of a final order of the commission pursuant to chapter 3 91 or a judgment by a court of competent jurisdiction, that a 4 person has advertised in violation of either subsection (a) or 5 section 271-8, the public utility furnishing the 6 telecommunications service or transportation network company 7 shall disconnect that person's access to the application, 8 telephone number, or telecommunications service number contained 9 in the advertisement or listing. A public utility or 10 transportation network company complying with a notice to 11 disconnect is immune from liability for damages resulting from 12 its compliance. 13 The publisher or producer of a print or broadcast (d) 14 advertising medium, or transportation network company, shall not 15 be liable in any suit, action, or claim arising from its refusal 16 to list or accept advertisements pursuant to subsection (b)." SECTION 5. Section 271-17, Hawaii Revised Statutes, is 17 18 amended to read as follows: 19 "§271-17 Security for protection of public. No certificate or permit shall be issued to a motor carrier, 20 21 including transportation network drivers, or remain in force



H.B. NO. |463

unless such carrier complies with such reasonable rules and 1 2 regulations as the public utilities commission shall prescribe governing the filing and approval of surety bonds, policies of 3 insurance, qualifications as a self-insurer, or other securities 4 or agreements, in amounts required by section 431:10C-301(b) or 5 in such [reasonable] greater amounts as the commission may 6 require, [conditioned to pay within the amount of the surety 7 agreements moneys finally recovered against the motor carrier] 8 for bodily injuries to or the death of any person resulting from 9 10 the negligent operation, maintenance, or use of motor vehicles under the certificate, or permit or for loss or damage to 11 property of others. The commission may, in its discretion and 12 under such rules and regulations as it shall prescribe, require 13 14 any such carrier to file a surety bond, policies of insurance, qualifications as a self-insurer, or other securities or 15 agreements in a sum to be determined by the commission to be 16 17 conditioned upon the carrier making compensation to shippers or 18 consignees for all property belonging to shippers or consignees, and coming into the possession of such carrier in connection 19 with its transportation service. Any common carrier which may 20 be required by law to compensate a shipper or consignee for any 21



H.B. NO. 1463

1 loss, damage, or default for which a connecting motor common
2 carrier is legally responsible shall be subrogated to the rights
3 of such shipper or consignee under any such bond, policies of
4 insurance, or other securities or agreements, to the extent of
5 the sum so paid."

6 SECTION 6. Section 271-27, Hawaii Revised Statutes, is
7 amended to read as follows:

8 "§271-27 Unlawful operation. (a) Any person 9 intentionally, knowingly, or recklessly violating any provision 10 of this chapter, or any rule, requirement, or order thereunder, 11 or any term or condition of any certificate or permit for which 12 a penalty is not otherwise provided, shall be guilty of a misdemeanor. In addition, any shipper or consignee located in 13 14 this State, or any officer, employee, agent, or representative 15 thereof, who intentionally, knowingly, or recklessly engages the services of any person violating any provision of this chapter, 16 or any rule, requirement, or order, or any term or condition of 17 18 any certificate or permit for which a penalty is not otherwise 19 provided, shall be guilty of a misdemeanor. In addition, any 20 company that solicits, contracts with, or hires drivers that the 21 company knows, or has reason to know, are violating any



H.B. NO. 1463

provision of this chapter, or any rule, requirement, or order, or any term or condition of any certificate or permit for which a penalty is not otherwise provided, shall be guilty of a misdemeanor.

5 Any person, whether carrier, shipper, or consignee, or (b) 6 any officer, employee, agent, or representative thereof, who 7 intentionally, knowingly, or recklessly offers, grants, or 8 gives, or solicits, accepts, or receives any rebate, concession, 9 or discrimination in violation of any provisions of this 10 chapter, or who by means of any false statement or 11 representation or by the use of any false or fictitious bill, 12 bill of lading, receipt, voucher, roll, account, claim, 13 certificate, affidavit, deposition, lease, or bill of sale, or 14 by any other means or device, intentionally, knowingly, or 15 recklessly assists, suffers, or permits any person or persons, 16 natural or artificial, to obtain transportation of passengers or 17 property subject to this chapter for less than the applicable 18 rate, fare, or charge, or who intentionally, knowingly, or 19 recklessly by any such means or otherwise fraudulently seeks to 20 evade or defeat regulation as in this chapter provided for motor 21 carriers, shall be deemed guilty of a misdemeanor.



H.B. NO. 1463

1 Any special agent, accountant, or examiner who (C) 2 knowingly and wilfully divulges any fact or information which 3 may come to the special agent's, accountant's, or examiner's 4 knowledge during the course of any examination or inspection 5 made under authority of sections 271-9(a)(4), 271-23, and 271-6 25, except as the special agent, accountant, or examiner may be 7 directed by the commission or by a court or judge thereof, shall 8 be guilty of a misdemeanor.

9 (d) It shall be unlawful for any motor carrier or any 10 officer, receiver, trustee, lessee, agent, or employee of the 11 carrier, or for any other person authorized by such carrier or 12 person to receive information, knowingly to disclose to, or 13 permit to be acquired by any person other than the shipper or 14 consignee without the consent of the shipper or consignee, any 15 information concerning the nature, kind, quantity, destination, 16 consignee, or routing of any property tendered or delivered to 17 the motor carrier for transportation, which information may be 18 used to the detriment or prejudice of the shipper or consignee, 19 or which may improperly disclose the shipper's or consignee's 20 business transactions to a competitor; and it shall also be



H.B. NO. 1463

unlawful for any person to solicit or knowingly receive any such
 information which may be so used.

3 (e) Nothing in this chapter shall be construed to prevent 4 the giving of such information in response to any legal process 5 issued under the authority of any court, or to any officer or 6 agent of the government of the United States or of any state or 7 of any political subdivision of any state, in the exercise of 8 the officer's or agent's power or to any officer or other duly 9 authorized person seeking the information for the prosecution of 10 persons charged with or suspected of crimes or to another 11 carrier, or its duly authorized agents, for the purpose of 12 adjusting mutual traffic accounts in the ordinary course of 13 business of the carriers.

14 (f) Any motor carrier or any officer, agent, employee, or 15 representative thereof, who wilfully fails or refuses to make a 16 report to the commission as required by this chapter, or to make specific and full, true, and correct answer to any question 17 18 within thirty days from the time it is lawfully required by the 19 commission, or to keep accounts, records, and memoranda in the 20 form and manner prescribed by the commission, or knowingly and 21 wilfully falsifies, destroys, mutilates, or alters any report,



H.B. NO. 1463

. .

1 account, record, or memorandum or knowingly and wilfully files 2 with the commission any false report, account, record, or 3 memorandum, or knowingly and wilfully neglects or fails to make 4 full, true, and correct entries in the accounts, records, or 5 memoranda of all facts and transactions appertaining to the 6 business of the carrier, or person required under this chapter 7 to keep the same, or knowingly and wilfully keeps accounts, 8 records, or memoranda contrary to the rules, regulations, or 9 orders of the commission with respect thereto, shall be deemed 10 guilty of a misdemeanor. As used in this subsection, the words 11 "keep" and "kept" mean made, prepared, or compiled, as well as 12 retained.

(g) Except when required by state law to take immediately 13 14 before a district judge a person arrested for violation of this 15 chapter, including any rule adopted pursuant to this chapter, 16 any enforcement officer, other than a motor vehicle safety 17 officer employed and assigned, pursuant to section 271-38, by 18 the department of transportation to assess civil penalties, upon 19 arresting a person for violation of this chapter, including any 20 rule adopted pursuant to this chapter shall issue to the alleged 21 violator a summons or citation printed in the form hereinafter



H.B. NO. 1463

described, warning the alleged violator to appear and answer to
 the charge against the alleged violator at a certain place
 within seven days after the arrest.

4 The summons or citation shall be printed in a form (1)5 comparable to that of other summonses and citations 6 used for arresting offenders and shall include all 7 necessary information. The form and content shall be 8 adopted or prescribed by the district courts. 9 (2) The original of a summons or citation shall be given 10 to the alleged violator and any other copies distributed in the manner prescribed by the district 11 12 courts; provided that the district courts may

prescribe alternative methods of distribution for theoriginal and any other copies.

15 (3) Summonses and citations shall be consecutively
16 numbered and any other copies of each shall bear the
17 same number.

18 (4) Any person who fails to appear at the place and within 19 the time specified in the summons or citation shall be 20 quilty of a misdemeanor.



H.B. NO. 1463

1 (5) If any person fails to comply with a summons or 2 citation or fails or refuses to deposit bail as 3 required, the enforcement officer shall cause a 4 complaint to be entered against the person and secure 5 the issuance of a warrant for the person's arrest. 6 (6) When a complaint is made to any prosecuting officer of 7 a violation of this chapter or any rule, the 8 enforcement officer who issued the summons or citation 9 shall subscribe to it under oath administered by 10 another official whose name has been submitted to the 11 prosecuting officer and who has been designated by the 12 commission to administer the same. 13 (h) Any motor carrier, including a transportation network 14 company driver, or lessor, or any officer, agent, employee, 15 transportation network company, or representative thereof, who 16 fails or refuses to comply with any provision of this chapter, 17 or any rule, requirement, or order thereunder, and any person 18 located in this State, or any officer, agent, employee, or 19 representative of any such person, who engages the services of 20 any motor carrier, including a transportation network company

21 driver, or lessor, or any officer, agent, employee,



H.B. NO. 143

1 <u>transportation network company</u>, or representative thereof, who
2 fails or refuses to comply with any provision of this chapter,
3 or any rule, requirement, or order, may be assessed a civil
4 penalty payable to the State in a sum:

5 (1) Up to [\$1,000] \$5,000 for each offense; and

6 (2) In the case of a continuing violation, not less than
7 [\$50], \$1,000 and not more than [\$500], \$5,000 for
8 each additional day during which the failure or
9 refusal continues.

10 Notwithstanding subsection (h), a motor carrier who (i) 11 fails to file, within the prescribed time, a financial report with the commission pursuant to its rules may be assessed a 12 13 civil penalty payable to the State up to the sum of one-14 sixteenth of one per cent of the gross revenues from the motor carrier's business during the preceding calendar year, if the 15 failure is for not more than one month, with an additional one-16 17 sixteenth of one per cent for each additional month or fraction thereof during which the failure continues, but in no event 18 19 shall the total civil penalty be less than the sum of \$50. 20 (j) In addition to any other remedy available, the

21 commission or its enforcement officer, including a motor vehicle



H.B. NO. 1463

1 safety officer employed and assigned by the department of 2 transportation pursuant to section 271-38, may issue citations 3 to persons acting in the capacity of or engaging in the business 4 of a motor carrier within this State, without having a 5 certificate of public convenience and necessity or other 6 authority previously obtained under and in compliance with this chapter and rules adopted, or to any shipper or consignee 7 8 located in this State, or any officer, employee, agent, or 9 representative thereof who engages the services of those 10 persons.

11 (1)The citation may contain an order of abatement and an assessment of civil penalties as provided in 12 subsection (h). All penalties collected under this 13 14 subsection shall be deposited in the treasury of the Service of a citation issued under this 15 State. subsection shall be made by personal service whenever 16 17 possible or by certified mail, restricted delivery, sent to the last known business or residence address 18 of the person cited. 19

20 (2) Any person served with a citation under this21 subsection may submit a written request to the



1 commission for a hearing within twenty days from the 2 receipt of the citation, with respect to the 3 violations alleged, the scope of the order of 4 abatement, and the amount of civil penalties assessed. 5 If the person cited under this subsection notifies the 6 commission of the request for a hearing in time, the 7 commission shall afford the person an opportunity for 8 a hearing under chapter 91. The hearing shall be 9 conducted by the commission, or the commission may 10 designate a hearings officer to hold the hearing. 11 (3) If the person cited under this subsection does not 12 submit a written request to the commission for a 13 hearing in time, the citation shall be deemed a final 14 order of the commission. The commission may apply to 15 the appropriate court for a judgment to enforce the 16 provisions of any final order issued by the commission 17 or designated hearings officer pursuant to this 18 subsection, including the provisions for abatement and 19 civil penalties imposed. In any proceeding to enforce 20 the final order, the commission need only produce a 21 certified copy of the final order and show that the



Page 27

. 1 notice was given and that a hearing was held or the 2 time granted for requesting the hearing has run 3 without a request. 4 (4)If any party is aggrieved by the decision of the 5 commission or the designated hearings officer, the 6 party may appeal, subject to chapter 602, in the 7 manner provided for civil appeals from the circuit 8 courts; provided that the operation of an abatement 9 order shall not be stayed on appeal unless 10 specifically ordered by a court of competent 11 jurisdiction after applying the stay criteria 12 enumerated in section 91-14(c). The sanctions and 13 disposition authorized under this subsection shall be 14 separate and in addition to all other remedies either 15 civil or criminal provided by law. The commission may 16 adopt any rules under chapter 91 that may be necessary 17 to fully effectuate this subsection. (k) 18 Any motor carrier, including a transportation network 19 company driver, or lessor who violates any provision of this 20 chapter shall have his, her, or its (as applicable) motor 21 vehicle impounded until the violation is fully remedied to the



27 -

satisfaction of the commission. All enforcement officers shall 1 2 be vested with the power to impound motor vehicles belonging to 3 parties in violation of this chapter, and all associated costs 4 shall be charged to the parties in violation of this chapter." 5 Section 271-28, Hawaii Revised Statutes, is SECTION 7. 6 amended to read as follows: 7 "§271-28 Collection of rates and charges. No common 8 carrier by motor vehicle shall deliver or relinquish possession 9 at destination of any freight transported by it until all tariff 10 rates and charges thereon have been paid, except under such 11 rules and regulations as the public utilities commission may 12 from time to time prescribe to govern the settlement of all the 13 rates and charges, including rules and regulations for weekly or 14 monthly settlement, and to prevent unjust discrimination or 15 undue preference or prejudice; provided that this section shall 16 not be construed to prohibit any carrier from extending credit 17 in connection with rates and charges on freight transported for 18 the United States, for any department, bureau, or agency 19 thereof, or for any state or political subdivision thereof. In 20 addition, no motor carrier, including a transportation network 21 company, shall charge higher prices for transportation services,



1 based on the supply of available motor carriers at a moment in 2 time, and the demand for motor carriers at said moment in time." 3 SECTION 8. Section 271-29, Hawaii Revised Statutes, is amended to read as follows: 4 5 "§271-29 Identification of carriers. The public utilities 6 commission is authorized, under such rules and regulations as it 7 shall prescribe, to require the display of suitable 8 identification number or numbers, upon any motor vehicle used in 9 transportation subject to this chapter, and to provide for the 10 issuance of numbers. Any substitution, transfer, or use of any 11 identification number or numbers, except such as may be duly 12 authorized by the commission, is prohibited and shall be 13 unlawful. In addition, any motor vehicle being operated by a 14 transportation network driver shall display the name or other 15 mark of the transportation network company in a conspicuous 16 place on the motor vehicle at all times." 17 SECTION 9. This Act does not affect rights and duties that 18 matured, penalties that were incurred, and proceedings that were 19 begun before its effective date. 20

20 SECTION 10. Statutory material to be repealed is bracketed
21 and stricken. New statutory material is underscored.



SECTION 11. This Act shall take effect upon its approval.

2

1

INTRODUCED BY:

71

JAN 2 9 2015



Report Title: Transportation Network Companies; Regulation; Insurance

Description: Regulates transportation network companies and requires transportation network drivers to obtain commercial motor vehicle insurance.

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

