

Summary of TNC Issues that Arose on 6/2/2014 Meeting

These are some of the issues related to TNC operation that arose during TPC Subcommittee to Review Taxi Regulations & Shared-Ride Services. These issues and others were included in a [table](#) distributed at the first subcommittee meeting which compared current taxi requirement with the requirements of Uber, Lyft and Resnick's proposal.

Insurance

- Uber and Lyft contingent coverage:
When driver's personal policy denies coverage, will driver be required to pursue action against personal insurance company before Uber/Lyft insurer will provide coverage or will Uber/Lyft insurer cover immediately based on denial?
- Grey areas in insurance coverage- whether app is on or off when accident occurs, a passenger or bystander could be waiting for years for final insurance coverage determination due to subrogation and legal process. Lyft contends their insurer would pay claim to victim and insurance companies, if need be, would
- Lyft's contingent coverage levels (after driver logs on to app but has not accepted a passenger) are for \$50,000 maximum per person, \$100,000 maximum per accident, and a \$25,000 maximum for physical damage to another vehicle. These and Uber's coverage levels are above WI state generally required levels but are below the City's required \$1 million coverage for taxicabs.
- Who applies to be licensed by a City or State?

New Terminology- Uber or Lyft would likely argue that TNC vehicles are not taxicabs.

- Under WI law, the owner of any vehicle used as a taxicab must disclose that information upon sale (to be noted on vehicle title). Buyer will not know that this vehicle was used commercially. Would driver know vehicle will decline in value compared to comparable vehicle of same age and mileage?
- A vehicle's owner's manufacturer warranty may be void if vehicle is used commercially. A driver may be risking vehicle warranty. Uber and Lyft Drivers are not aware all costs associated with being a driver.

Vehicle Safety

- Who is responsible for inspecting and maintaining Uber and Lyft vehicles?

Driver Liability

- Are driver's made aware of the financial and liability associated with driving for a TNC?