By: Nichols S.B. No. 901

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to civil actions or arbitrations involving transportation
3	network companies.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Title 6, Civil Practice and Remedies Code, is
6	amended by adding Chapter 150E to read as follows:
7	CHAPTER 150E. CIVIL ACTIONS OR ARBITRATIONS INVOLVING
8	TRANSPORTATION NETWORK COMPANIES
9	Sec. 150E.001. DEFINITIONS. In this chapter:
10	(1) "Digital network" and "transportation network
11	company" have the meanings assigned by Section 2402.001,
12	Occupations Code.
13	(2) "Network vehicle" means a land motor vehicle that:
14	(A) is available on a digital network;
15	(B) is of the following type:
16	(i) black car or other for hire; or
17	(ii) private passenger, pickup truck, or
18	cargo van;
19	(C) is designed to operate primarily on a public
20	road;
21	(D) has at least four wheels; and
22	(E) has seating for not more than eight
23	passengers, including the driver.
24	Sec. 150E.002. APPLICABILITY OF CHAPTER. This chapter

1	applies only to an action or arbitration proceeding in which:
2	(1) a transportation network company is a defendant;
3	(2) the claimant seeks recovery of damages for loss of
4	property, bodily injury, or death;
5	(3) the claim for which the action or proceeding is
6	brought arises out of the ownership, use, operation, or possession
7	of a network vehicle while the vehicle's driver or passenger was
8	<pre>logged on to a transportation network company's digital network;</pre>
9	and
10	(4) the theory of recovery for which damages are
11	sought against the transportation network company is based on:
12	(A) the ownership, operation, design,
13	manufacture, or maintenance of a digital network accessed by a
14	driver or passenger; or
15	(B) the relationship, affiliation, or
16	interaction with a driver logged on to a transportation network
17	<pre>company's digital network.</pre>
18	Sec. 150E.003. REQUIRED AFFIDAVITS. (a) Except as
19	provided by Subsection (b), at the time a claimant initially names a
20	transportation network company as a party in an action or
21	proceeding to which this chapter applies, a claimant shall, as
22	applicable, file with the petition or provide to the arbitration
23	tribunal and each other party at the initiation of the arbitration:
24	(1) an affidavit by the claimant's counsel that sets
25	forth specifically for each theory of recovery for which damages
26	are sought:
27	(A) the negligence, if any, or other action,

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   error, or omission of the company; and
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                    (B) the factual basis for each claim; and
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               (2) an affidavit attesting that the damages suffered
   by the claimant exceed the applicable insurance coverage limit
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   required under Chapter 1954, Insurance Code, that is signed by a
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   third-party expert who:
                    (A) is competent to testify; and
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                    (B) offers testimony based on the expert's:
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                         (i) knowledge;
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                         (ii) skill;
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                         (iii) experience;
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                         (iv) education;
                         (v) training; and
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                         (vi) practice.
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         (b) The contemporaneous filing requirement of Subsection
   (a) does not apply to any action or arbitration proceeding in which
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   the limitations period expires within 10 days of the date of filing
   of the petition or initiation of arbitration and, because of the
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   time constraints, a claimant has alleged that the required
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   affidavits could not be prepared. A claimant shall supplement the
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   pleadings with the affidavits not later than the 30th day after the
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   date the petition is filed or the arbitration is initiated. The
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   trial court or arbitration tribunal may, on a motion by a party,
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   after hearing and for good cause, extend the deadline for
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   supplementing the pleadings as the court or tribunal determines
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   justice requires.
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(c) A defendant in the action or arbitration proceeding is

- 1 not required to file an answer to the petition or arbitration
- 2 request until the 30th day after the date all affidavits required by
- 3 Subsection (a) are filed.
- 4 (d) This section may not be construed to extend any
- 5 applicable period of limitation or repose.
- 6 Sec. 150E.004. DISMISSAL FOR FAILURE TO PROVIDE AFFIDAVITS.
- 7 (a) A court or arbitration tribunal shall dismiss with prejudice a
- 8 complaint against a transportation network company with respect to
- 9 which the claimant failed to file the affidavits in accordance with
- 10 Section 150E.003.
- 11 (b) An order granting or denying a motion for dismissal
- 12 under this chapter is, as applicable:
- (1) immediately appealable as an interlocutory order;
- 14 <u>or</u>
- (2) grounds to file an application to a court under
- 16 Subchapter D, Chapter 171, for the court to review the order.
- 17 Sec. 150E.005. LIMITATION OF LIABILITY. A transportation
- 18 network company may not be held vicariously liable for damages in an
- 19 action or arbitration proceeding to which this chapter applies if
- 20 the company:
- 21 (1) did not commit a crime under the laws of this state
- 22 or federal law; and
- 23 (2) has fulfilled all of the company's obligations
- 24 with respect to the transportation network company driver under
- 25 Chapter 2402, Occupations Code, relating to the subject claim.
- SECTION 2. The changes in law made by this Act apply only to
- 27 a cause of action that accrues on or after the effective date of

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- 1 this Act.
- 2 SECTION 3. This Act takes effect September 1, 2023.