

By: Frullo

H.B. No. 2550

A BILL TO BE ENTITLED

AN ACT

relating to motor vehicle liability insurance requirements for a person providing passenger taxicab services in a municipality.

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

SECTION 1. Section 215.004, Local Government Code, is amended by amending Subsection (b) and adding Subsection (b-1) to read as follows:

(b) The ordinance may include:

(1) regulation of the entry into the business of providing passenger taxicab or limousine transportation services, including controls, limits, or other restrictions on the total number of persons providing the services;

(2) regulation of the rates charged for the provision of the services;

(3) establishment of safety and insurance requirements in addition to the insurance requirements described by Subsection (b-1); and

(4) any other requirement adopted to ensure safe and reliable passenger transportation service.

(b-1) The ordinance must require that a person providing passenger taxicab services described by Subsection (a)(1) maintain a motor vehicle liability insurance policy for the vehicle used to provide taxicab services that:

(1) complies with Subchapter D, Chapter 601,

1 Transportation Code; and

2 (2) is issued by an insurance company that:

3 (A) is authorized to engage in the business of
4 insurance in this state or is an eligible surplus lines insurer
5 under Chapter 981, Insurance Code; and

6 (B) has a rating of A- or better by the A.M. Best
7 Company or a comparable rating determined by the commissioner of
8 insurance.

9 SECTION 2. This Act takes effect September 1, 2017.