

ALASKA STATE LEGISLATURE

House Labor & Commerce Committee



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SB 35 Delivery Network Companies Summary of Changes Ver. \T.A. to Ver. \S

Section 5: New section, amends **AS 21.96.020**, disallowing an insured from waiving certain uninsured/underinsured motorist coverage.

Section 6: Renumbered.

Section 7: New section, amends **AS 28.20.440**, requiring an operator of a vehicle used for transportation of persons for hire to maintain primary auto liability insurance for at least \$1,000,000 and uninsured/underinsured motorist coverage for at least \$500,000 each. The operator may not waive the coverage.

Section 8: New section, amends **AS 28.20.445**, disallowing an insured from waiving certain uninsured/underinsured motorist coverage.

Section 9: New section, amends **AS 28.22.201**, disallowing an insured from waiving certain uninsured/underinsured motorist coverage.

Section 10: Renumbered. Amends **AS 28.23.050(a)** to clarify that a delivery network company driver is covered by the company's liability insurance while they are providing delivery services or otherwise available to receive an offer.

Section 11: Renumbered. Amends **AS 28.23.050(b)** to clarify that a delivery network company driver is covered by the company's primary automobile liability insurance while they are providing delivery services or otherwise available to receive an offer.

Sections 12: Renumbered. Amends **AS 28.23.050(c)**, requiring Transportation Network Companies maintain primary auto liability insurance for \$1,000,000 and uninsured/underinsured motorist coverage for \$500,000 each. The company may not waive the coverage.

Section 13: Renumbered.

Section 14: Amends **AS 28.23.050(h)**, making conforming changes.

Section 15: Renumbered.

Section 16: Amends **AS 28.23.060**, making conforming changes.

Section 17: Amends AS 28.23, making conforming changes.

Section 18: Renumbered.

Section 19: Amends AS 28.23.080(a), making conforming changes.

Section 20: Adds a new section (AS 28.23.150) setting baseline payment rules for how TNC and DNCs must compensate drivers for prearranged rides and related travel.

- **Subsection (a)** – requires a transportation network company pay a driver at least 120% of the state minimum wage established in AS 23.10.065. This section also provides for a \$0.37 per-mile credit.
- **Subsection (b)** – requires the same compensation rate and per-mile credit for delivery network company couriers.
- **Subsection (c)** – On January 1 each year, the per-mile credit will be adjusted for inflation based on the Consumer Price Index.
- **Subsection (d)** – states that a company may not count any gratuity (tip) paid by a rider toward the compensation the company is required to pay under this section.

Section 21: Renumbered.

Section 22: Renumbered. Modifies the definition of “delivery services” to clarify that delivery services end when the courier completes the delivery or the delivery is canceled. This is a conforming change with the changes to Section 10 and 11.

Section 23: Renumbered.