



## **ASSEMBLY FLOOR ALERT - CONCURRENCE**

### **Assembly Bill 2293 (Bonilla) – SUPPORT**

August 28, 2014

**To:** Members, California State Assembly

**From:** American Insurance Association  
Association of California Insurance Companies (ACIC/PCI)  
National Association of Mutual Insurance Companies  
Pacific Association of Domestic Insurance Companies  
Personal Insurance Federation of California

The property casualty trade organizations listed above support AB 2293, which would establish the necessary insurance rules to help protect drivers, passengers, and the public whenever a transportation network company (TNC) like Uber or Lyft operates in California.

### **AB 2293 IS THE COMPROMISE BILL THAT PROTECTS CONSUMERS AND ALLOWS FOR RESPONSIBLE INNOVATION**

Unlike other proposals that require burdensome regulatory requirements of TNCs, AB 2293 provides a middle ground, merely making clear that a TNC's commercial insurance coverage only applies when the driver is engaged in the commercial activity. AB 2293 provides flexibility to TNCs that no other business is afforded today.

### **AB 2293 ALLOWS UBER, LYFT AND THEIR DRIVERS TO PROVIDE REASONABLE COVERAGE**

AB 2293 requires insurance coverage at reasonable levels (at least **\$50,000 per individual/\$100,000 coverage**) allowing the TNCs to innovate while at the same time ensuring the public is protected. In the event of catastrophic accident, an injured party would have access to at least **\$200,000 excess coverage**.

### **INNOVATION SHOULD NOT COMPROMISE THE SAFETY OF THE PUBLIC**

AB 2293 is carefully crafted legislation that protects drivers, passengers and the public without stifling business innovation.

**For these reasons, we urge your "AYE" vote.**

cc: Author, Assemblymember Susan Bonilla  
Assembly Insurance, Mark Rakich  
Assembly Caucus, Bill Lewis  
Robert Herrell, Department of Insurance  
Governor's Office, Gareth Elliott