§§1&5 -C.39:5H-4.1 & 39:5H-4.2 §6 - Note

## P.L. 2018, CHAPTER 47, *approved July 1, 2018* Assembly Committee Substitute (*First Reprint*) for Assembly, No. 4061

AN ACT <sup>1</sup>[imposing a surcharge on prearranged rides provided by 1 2 transportation network companies] concerning transportationrelated surcharges<sup>1</sup>, supplementing Title 54 of the Revised 3 Statutes, and amending <sup>1</sup><u>R.S.39:5-41 and</u><sup>1</sup> P.L.2017, c.26 4 5 (C.39:5H-1 et seq.). 6 7 BE IT ENACTED by the Senate and General Assembly of the State 8 of New Jersey: 9 10 1. (New Section) a. As used in this section: "Prearranged ride," "Rider," and "Transportation network 11 company," shall have the same meanings as provided in section 2 of 12 13 P.L.2017, c.26 (C.39:5H-2). 14 "Shared ride" means a prearranged ride in which: 15 (1) prior to commencement of the prearranged ride, the rider requested to share the prearranged ride with one or more riders; and 16 17 (2) the rider is charged a fare that is calculated, in part, based on 18 the rider's request to share all or part of the prearranged ride with 19 one or more riders, regardless of whether the rider actually shares 20 all or part of the ride with one or more riders. b. <sup>1</sup>[There] <u>Commencing October 1, 2018, there</u><sup>1</sup> is imposed 21 on a transportation network company rider a surcharge of <sup>1</sup>[\$0.30] 22 \$0.50<sup>1</sup> upon every prearranged ride that originates and terminates 23 within the State, except that only a [\$0.15]  $\$0.25^1$  surcharge is 24 imposed on the rider of a shared ride  ${}^{1}$ [; provided, however, that no 25 26 surcharge shall be imposed on a ride that originates and ends in a 27 county with a population of fewer than 200,000 people, according to the latest federal decennial census]<sup>1</sup>. The surcharge imposed 28 under this section shall be collected by the transportation network 29 30 company, and shall be separately stated on the electronic receipt provided to the rider pursuant to section 9 of P.L.2017, c.26 31 32 (C.39:5H-9). 33 c. Each transportation network company required to collect the 34 surcharge imposed by this section shall be personally liable for the 35 surcharge imposed, collected, or required to be collected under this

**EXPLANATION** – Matter enclosed in **bold-faced** brackets **[thus]** in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows: <sup>1</sup>Assembly amendments adopted in accordance with Governor's recommendations June 30, 2018.

1 section. Any such transportation network company shall have the 2 same right with respect to collecting the surcharge from a rider as if 3 the surcharge were a part of the sales price and payable at the same 4 time. 5 d. In carrying out the provisions of this section, the Director of 6 the Division of Taxation in the Department of the Treasury shall 7 have all of the powers and authority granted in P.L.1966, 8 c.30 (C.54:32B-1 et seq.). The surcharge shall be filed and paid by 9 the transportation network company on a monthly basis in a manner 10 prescribed by the director. The director shall promulgate such rules 11 and regulations as the director determines are necessary to 12 effectuate the provisions of this section. 13 e. The surcharge imposed by this section shall be governed by the provisions of the "State Uniform Tax Procedure Law," 14 15 R.S.54:48-1 et seq. 16 17 2. Section 9 of P.L.2017, c.26 (C.39:5H-9) is amended to read 18 as follows: 19 Within 48 hours following completion of a prearranged ride, 9 20 a transportation network company shall provide a transportation 21 network company rider with an electronic receipt which shall 22 include: 23 the points of origin and destination of the prearranged ride; a. 24 b. the total time and distance of the prearranged ride; [and] 25 an itemization of the total fare paid, if any; and c. 26 d. the surcharge imposed pursuant to section 1 of P.L., c. 27 (C. ) (pending before the Legislature as this bill). 28 (cf: P.L.2017, c.26, s.9) 29 30 3. Section 26 of P.L.2017, c.26 (C.39:5H-26) is amended to 31 read as follows: 26. Notwithstanding any other provision of law, a transportation 32 33 network company and a transportation network company driver 34 shall be governed exclusively by P.L.2017, c.26 (C.39:5H-1 et 35 seq.), any supplements or amendments thereto, and any rules 36 promulgated by the commission or division pursuant to P.L.2017, 37 c.26 (C.39:5H-1 et seq.). 38 A county or municipality shall not require a transportation 39 network company or transportation network company driver to 40 obtain a license or permit to provide a prearranged ride in that 41 county or municipality, or require a driver to obtain a license or 42 permit for the driver's personal vehicle in order to provide a 43 prearranged ride in that county or municipality. 44 A county or municipality shall not impose a tax or fee that only 45 applies to a transportation network company or transportation 46 network company driver; provided that a transportation network 47 company or driver shall be subject to a tax or fee that applies

generally to all businesses or residents of the county or
 municipality.

3 Except for the initial and annual permit fee imposed pursuant to 4 subsection b. of section 4 of P.L.2017, c.26 (C.39:5H-4) and the 5 surcharge imposed pursuant to section 1 of P.L., c. (C. ) 6 (pending before the Legislature as this bill), the State shall not 7 impose a tax or fee that only applies to a transportation network 8 company or transportation network company driver; provided that, 9 a transportation network company or driver shall be subject to a tax 10 or fee that applies generally to all businesses or residents of the 11 State.

Nothing in this section shall be construed to alter, supersede, or prohibit a financial access agreement between a transportation network company and a city of the first class with an international airport terminal, provided the transportation network company complies with all other provisions of P.L.2017, c.26 (C.39:5H-1 et seq.).

18 (cf: P.L.2017, c.26, s.26)

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20 <sup>1</sup>4. R.S. 39:5-41 is amended to read as follows:

21 39:5-41. a. All fines, penalties and forfeitures imposed and 22 collected under authority of law for any violations of R.S.39:4-63 23 and R.S.39:4-64 shall be forwarded by the judge to whom the same 24 have been paid to the proper financial officer of a county, if the 25 violation occurred within the jurisdiction of that county's central 26 municipal court, established pursuant to N.J.S.2B:12-1 et seq. or the 27 municipality wherein the violation occurred, to be used by the 28 county or municipality to help finance litter control activities in 29 addition to or supplementing existing litter pickup and removal 30 activities in the municipality.

31 b. Except as otherwise provided by subsection a. of this 32 section, all fines, penalties and forfeitures imposed and collected 33 under authority of law for any violations of the provisions of this 34 Title, other than those violations in which the complaining witness 35 is the chief administrator, a member of his staff, a member of the 36 State Police, a member of a county police department and force, a county park police system, or a sheriff's office in a county that has 37 38 established a central municipal court, an inspector of the Board of 39 Public Utilities, or a law enforcement officer of any other State 40 agency, shall be forwarded by the judge to whom the same have 41 been paid as follows: one-half of the total amount collected to the 42 financial officer, as designated by the local governing body, of the 43 respective municipalities wherein the violations occurred, to be 44 used by the municipality for general municipal use and to defray the 45 cost of operating the municipal court; and one-half of the total 46 amount collected to the proper financial officer of the county 47 wherein they were collected, to be used by the county as a fund for

the construction, reconstruction, maintenance and repair of roads and bridges, snow removal, the acquisition and purchase of rightsof-way, and the purchase, replacement and repair of equipment for use on said roads and bridges therein. Up to 25% of the money received by a municipality pursuant to this subsection, but not more than the actual amount budgeted for the municipal court, whichever is less, may be used to upgrade case processing.

8 All fines, penalties and forfeitures imposed and collected under 9 authority of law for any violations of the provisions of this Title, in 10 which the complaining witness is a member of a county police 11 department and force, a county park police system, or a county 12 sheriff's office in a county that has established a central municipal 13 court, shall be forwarded by the judge to whom the same have been 14 paid to the financial officer, designated by the governing body of 15 the county, for all violations occurring within the jurisdiction of that 16 court, to be used for general county use and to defray the cost of 17 operating the central municipal court.

18 Whenever any county has deposited moneys collected pursuant 19 to this section in a special trust fund in lieu of expending the same 20 for the purposes authorized by this section, it may withdraw from 21 said special trust fund in any year an amount which is not in excess 22 of the amount expended by the county over the immediately 23 preceding three-year period from general county revenues for said 24 purposes. Such moneys withdrawn from the trust fund shall be 25 accounted for and used as are other general county revenues.

c. (Deleted by amendment, P.L.1993, c.293.)

27 d. Notwithstanding the provisions of subsections a. and b. of 28 this section, \$1 shall be added to the amount of each fine and 29 penalty imposed and collected through a court under authority of 30 any law for any violation of the provisions of Title 39 of the 31 Revised Statutes or any other motor vehicle or traffic violation in 32 this State and shall be forwarded by the person to whom the same 33 are paid to the State Treasurer. In addition, upon the forfeiture of 34 bail, \$1 of that forfeiture shall be forwarded to the State Treasurer. 35 The State Treasurer shall annually deposit those moneys so 36 forwarded in the "Body Armor Replacement" fund established pursuant to section 1 of P.L.1997, c.177 (C.52:17B-4.4). Beginning 37 38 in the fiscal year next following the effective date of this act, the 39 State Treasurer annually shall allocate from those moneys so 40 forwarded an amount not to exceed \$400,000 to the Department of 41 the Treasury to be expended exclusively for the purposes of funding 42 the operation of the "Law Enforcement Officer Crisis Intervention 43 Services" telephone hotline established and maintained under the 44 provisions of sections 115 and 116 of P.L.2008, c.29 (C.26:2NN-1 45 and C.26:2NN-2).

e. Notwithstanding the provisions of subsections a. and b. ofthis section, \$1 shall be added to the amount of each fine and

1 penalty imposed and collected through a court under authority of 2 any law for any violation of the provisions of Title 39 of the 3 Revised Statutes or any other motor vehicle or traffic violation in 4 this State and shall be forwarded by the person to whom the same 5 are paid to the State Treasurer. The State Treasurer shall annually 6 deposit those moneys so forwarded in the "New Jersey Spinal Cord 7 Research Fund" established pursuant to section 9 of P.L.1999, c.201 8 (C.52:9E-9). In order to comply with the provisions of Article VIII, 9 Section II, paragraph 5 of the State Constitution, a municipal or 10 county agency which forwards moneys to the State Treasurer 11 pursuant to this subsection may retain an amount equal to 2% of the 12 moneys which it collects pursuant to this subsection as 13 compensation for its administrative costs associated with 14 implementing the provisions of this subsection.

15 f. Notwithstanding the provisions of subsections a. and b. of 16 this section, \$1 shall be added to the amount of each fine and 17 penalty imposed and collected through a court under authority of 18 any law for any violation of the provisions of Title 39 of the 19 Revised Statutes or any other motor vehicle or traffic violation in 20 this State and shall be forwarded by the person to whom the same 21 are paid to the State Treasurer. The State Treasurer shall annually 22 deposit those moneys so forwarded in the "Autism Medical 23 Research and Treatment Fund" established pursuant to section 1 of 24 P.L.2003, c.144 (C.30:6D-62.2).

25 Notwithstanding the provisions of subsections a. and b. of g. this section,  $[\$2] \underline{\$3}$  shall be added to the amount of each fine and 26 27 penalty imposed and collected by a court under authority of any law 28 for any violation of the provisions of Title 39 of the Revised Statutes or any other motor vehicle or traffic violation in this State 29 30 and shall be forwarded by the person to whom the same are paid to 31 the State Treasurer. The State Treasurer shall annually deposit 32 those moneys so forwarded in the "New Jersey Forensic DNA 33 Laboratory Fund" established pursuant to P.L.2003, c.183. Prior to 34 depositing the moneys into the fund, the State Treasurer shall 35 forward to the Administrative Office of the Courts an amount not to 36 exceed \$475,000 from moneys initially collected pursuant to this 37 subsection to be used exclusively to establish a collection 38 mechanism and to provide funding to update the Automated Traffic 39 System Fund created pursuant to N.J.S.2B:12-30 to implement the 40 provisions of this subsection.

h. Notwithstanding the provisions of subsections a. and b. of
this section, \$1 shall be added to the amount of each fine and
penalty imposed and collected under authority of any law for any
violation of the provisions of Title 39 of the Revised Statutes or any
other motor vehicle or traffic violation in this State and shall be
forwarded by the person to whom the same are paid to the State
Treasurer. The State Treasurer shall annually deposit those moneys

so forwarded in the "New Jersey Brain Injury Research Fund" 1 established pursuant to section 9 of P.L.2003, c.200 (C.52:9EE-9). 2 The Administrative Office of the Courts may retain an amount 3 4 equal to \$475,000 from the moneys which it initially collects 5 pursuant to this subsection, prior to depositing any moneys in the 6 "New Jersey Brain Injury Research Fund," in order to meet the expenses associated with utilizing the Automated Traffic System 7 8 Fund created pursuant to N.J.S.2B:12-30 to implement the 9 provisions of this subsection and serve other statutory purposes.

10 i. Notwithstanding the provisions of subsections a. and b. of 11 this section, all fines and penalties imposed and collected under authority of law for any violation related to the unlawful operation 12 13 or the sale of a vehicle under section 1 of P.L.1955, c.53 (C.39:3-14 17.1) shall be forwarded by the judge to whom the same have been 15 paid to the State Treasurer, if the complaining witness is the chief 16 administrator, a member of his staff, a member of the State Police, 17 an inspector of the Board of Public Utilities, or a law enforcement 18 officer or other official of any other State agency; or, if the 19 complaining witness is not one of the foregoing, one-half to the 20 chief financial officer of the county and one-half to the chief 21 financial officer of the municipality wherein the violation 22 occurred.<sup>1</sup>

23 (cf: P.L.2015, c.103, s.2)

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25 **1**[4.] <u>5.</u>1 Notwithstanding the provisions of the "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 26 27 seq.), to the contrary, the Director of the Division of Taxation may 28 adopt immediately upon filing with the Office of Administrative 29 Law such rules and regulations as the director determines to be 30 necessary to effectuate the purposes of P.L. , c. (C. ) 31 (pending before the Legislature as this bill), which rules and 32 regulations shall be effective for a period not to exceed 360 days 33 following the effective date of P.L. , c. (C. ) (pending 34 before the Legislature as this bill) and may thereafter be amended, 35 adopted, or readopted by the director in accordance with the requirements of the "Administrative Procedure Act," P.L.1968, 36 37 c.410 (C.52:14B-1 et seq.).

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<sup>1</sup>[5.] <u>6.</u><sup>1</sup> This act shall take effect immediately <sup>1</sup>[and apply to
all prearranged rides beginning on or after October 1, 2018.],
<u>except that section 4 shall take effect on the first day of the third</u>
<u>month following enactment.</u><sup>1</sup>

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46 Imposes surcharge on prearranged rides and increases certain fee47 associated with motor vehicle violations.