## AMENDMENTS TO LB1073

(Amendments to Standing Committee amendments, AM2568)

Introduced by Slama, 1.

Strike sections 18, 19, 20, and 21 and insert the following new
 sections:

3 Section 1. <u>Sections 1 to 15 of this act shall be known and may be</u>
4 cited as the Peer-to-Peer Vehicle Sharing Program Act.

5 Sec. 2. For purposes of the Peer-to-Peer Vehicle Sharing Program
6 Act, unless the context otherwise requires:

7 (1) Agreement means the terms and conditions applicable to an owner 8 and a driver that govern the use of a vehicle shared through a peer-to-9 peer vehicle sharing program. Agreement does not mean a rental agreement 10 as defined in section 44-4067;

11 (2) Delivery period means the period of time during which a vehicle 12 is being delivered to the location at which the start time begins, if 13 applicable, as documented by the agreement;

<u>(3) Driver means an individual who has been authorized to drive a</u>
 <u>vehicle by an owner under an agreement;</u>

16 (4) Owner means the registered owner, or a person or entity
 17 designated by the registered owner, of a vehicle made available for
 18 sharing through a peer-to-peer vehicle sharing program;

19 (5) Peer-to-peer vehicle sharing program or program means a business 20 platform that connects owners with drivers to enable the sharing of 21 vehicles for financial consideration. A program is not a transportation 22 network company as defined in section 75-323 or a rental car company as 23 defined in section 44-4067;

24 (6) Sharing means the authorized use of a vehicle by an individual
 25 other than an owner through a peer-to-peer vehicle sharing program;

26 (7) Sharing period means the period of time that commences with the

delivery period or, if there is no delivery period, that commences with 1 2 the start time and, in either case, ends at the termination time; 3 (8) Start time means the time when a vehicle becomes subject to the 4 control of a driver at or after the time the reservation is scheduled to 5 begin as documented in the records of a program; 6 (9) Termination time means the earliest of the following events: 7 (a) The expiration of the agreed upon period of time established for 8 the use of a vehicle according to the terms of the agreement if the 9 vehicle is delivered to the location specified in the agreement; 10 (b) When a vehicle is returned to an alternative location as agreed 11 upon by the owner and driver as communicated through the peer-to-peer 12 vehicle sharing program. Such alternative location shall be incorporated 13 into the agreement; and 14 (c) When an owner, or the owner's authorized designee, takes possession and control of the vehicle; and 15 16 (10) Vehicle means a motor vehicle as defined in section 60-471 that 17 is available for use through a peer-to-peer vehicle sharing program. Vehicle does not include any motor vehicle used as or offered for use as 18 19 a rental vehicle under section 44-4067, any commercial motor vehicle as 20 defined in section 60-465, or any vehicle subject to section 75-363. 21 Sec. 3. (1) Except as provided in subsection (2) of this section, a 22 peer-to-peer vehicle sharing program shall assume financial liability on 23 behalf of an owner for any claim for bodily injury or property damage to 24 third parties or uninsured and underinsured motorist losses during the 25 sharing period in an amount stated in the agreement. Such amount shall 26 not be less than the amount required in section 60-310. 27 (2) The assumption of financial liability by a program under 28 subsection (1) of this section does not apply if the owner: 29 (a) Makes a material, intentional, or fraudulent misrepresentation, 30 or a material, intentional, or fraudulent omission, to a program relating 31 to the vehicle or the agreement prior to the sharing period in which the

1	<u>assumption of such liability would otherwise be required; or</u>
2	<u>(b) Acts in concert with a driver to trigger the assumption of such</u>
3	liability that would otherwise be required.
4	(3) The assumption of financial liability under subsection (1) of
5	this section applies to bodily injury, property damage, and uninsured and
6	underinsured motorist losses by injured third parties.
7	Sec. 4. (1) A program shall require during each sharing period that
8	the owner and driver are insured under a motor vehicle liability
9	insurance policy that:
10	<u>(a) Provides financial responsibility in amounts no less than the</u>
11	minimum amounts required by section 60-310; and
12	<u>(b)(i) Recognizes that the vehicle is made available and used</u>
13	<u>through the program; or</u>
14	(ii) Does not exclude use of the vehicle by a driver through the
15	program.
16	(2) The financial responsibility required under subsection (1) of
17	this section may be satisfied by motor vehicle liability insurance or
18	other acceptable means of demonstrating financial responsibility in
19	<u>Nebraska, voluntarily maintained by:</u>
20	<u>(a) The owner;</u>
21	(b) The driver;
22	<u>(c) The program; or</u>
23	(d) Any combination of owner, driver, and program.
24	(3) The financial responsibility described in subsection (1) of this
25	section and satisfied pursuant to subsection (2) of this section shall be
26	the primary coverage during the sharing period in the event that a claim
27	occurs in another state with minimum financial responsibility limits
28	higher than those required under section 60-310, and during the sharing
29	period the coverage maintained under subsection (2) of this section shall
30	satisfy any difference in minimum coverage amounts, up to the applicable
31	policy limits.

1	(4) The insurer, insurers, or program providing coverage under
2	section 3 or 4 of this act shall assume primary financial liability for a
3	<u>claim when:</u>
4	(a) A dispute exists as to who was in control of the vehicle at the
5	time of the loss and the program does not have available, did not retain,
6	or fails to provide the information required by section 7 of this act; or
7	(b) A dispute exists as to whether the vehicle was returned to the
8	alternative location pursuant to subdivision (9)(b) of section 2 of this
9	<u>act.</u>
10	(5) If financial responsibility maintained by the owner or the
11	driver in accordance with subsection (2) of this section has lapsed or
12	does not provide the required financial responsibility, the program or
13	its insurer shall provide the coverage required by subsection (1) of this
14	section beginning with the first dollar of a claim and have the duty to
15	defend such claim except under circumstances as set forth in subsection
16	(2) of section 3 of this act.
17	(6) Financial responsibility maintained by the program shall not be
18	dependent on another insurer first denying a claim, nor shall another
19	motor vehicle liability insurance policy be required to first deny a
20	<u>claim.</u>
21	(7) Nothing in the Peer-to-Peer Vehicle Sharing Program Act:
22	<u>(a) Limits the liability of a program for any act or omission of the</u>
23	program itself that results in injury or economic loss to any person as a
24	result of the use of a vehicle through the program; or
25	<u>(b) Limits the ability of a program, by contract, to seek</u>
26	indemnification from an owner or a driver for economic loss sustained by
27	the program resulting from a breach of the terms and conditions of an
28	agreement by such owner or driver.
29	Sec. 5. <u>At the time an owner makes a vehicle available for use</u>
30	through a program and immediately prior to each time such owner offers

31 such vehicle for use through such program, the program shall notify the

1	owner that if the vehicle has a lien against it, the use of the vehicle
2	through the program, including such use without physical damage insurance
3	coverage, may violate the terms of the contract with the lienholder.
4	Sec. 6. (1) An authorized insurer that writes motor vehicle
5	liability insurance in Nebraska may exclude any and all coverage and the
6	duty to defend or indemnify for any claim afforded under the owner's
7	motor vehicle liability insurance policy, including:
8	(a) Liability coverage for bodily injury and property damage;
9	(b) Personal injury protection coverage;
10	(c) Uninsured and underinsured motorist coverage;
11	<u>(d) Medical payments coverage;</u>
12	(e) Comprehensive physical damage coverage; and
13	(f) Collision physical damage coverage.
14	<u>(2) Nothing in the this section invalidates, limits, or restricts an</u>
15	insurer's ability under existing law to underwrite any insurance policy.
16	Nothing in the Peer-to-Peer Vehicle Sharing Program Act invalidates,
17	limits, or restricts an insurer's ability to cancel and nonrenew
18	insurance policies.
19	Sec. 7. (1) A program shall collect and verify records pertaining
20	to the use of a vehicle, including sharing periods, sharing period pick-
21	up and drop-off locations, fees paid by each driver, and revenue received
22	<u>by each owner.</u>
23	(2) A program shall provide the information collected pursuant to
24	subsection (1) of this section upon request to the owner, the owner's
25	insurer, and the driver's insurer to facilitate a claim coverage
26	investigation, settlement, negotiation, or litigation.
27	(3) A program shall retain the records required in this section for
28	<u>a period of not less than four years.</u>
29	Sec. 8. An insurer that defends or indemnifies a claim arising from
30	the operation of a vehicle that is excluded under the terms of its policy
31	shall have the right to seek recovery against the motor vehicle insurer

1	of the program if the claim is made against the owner or driver for loss
2	or injury that occurs during the sharing period.
3	Sec. 9. <u>(1) A program shall have an insurable interest in a vehicle</u>
4	during the sharing period.
5	(2) Nothing in this section shall impose liability on a program to
6	maintain the coverage required by section 3 or 4 of this act.
7	(3) A program may own and maintain as the named insured one or more
8	policies of motor vehicle liability insurance that provides coverage for:
9	(a) Liabilities assumed by the program under an agreement;
10	(b) Liability of an owner or driver; or
11	<u>(c) Damage or loss to a vehicle.</u>
12	Sec. 10. <u>A program and an owner shall be exempt from vicarious</u>
13	liability in accordance with 49 U.S.C. 30106(a), as such section existed
14	on January 1, 2023, and under any state or local law that imposes
15	liability solely based on vehicle ownership.
16	Sec. 11. <u>(1) Each agreement made in Nebraska shall disclose to each</u>
17	owner and driver:
18	<u>(a) Any right of the program to seek indemnification from an owner</u>
19	or a driver for economic loss sustained by the program resulting from a
20	breach of the terms and conditions of the agreement by such owner or
21	<u>driver;</u>
22	<u>(b) That a motor vehicle liability insurance policy issued to an</u>
23	owner or a driver may not provide a defense or indemnity for any claim
24	asserted by the program;
25	<u>(c) That a program's financial responsibility afforded to each owner</u>
26	and driver is available only during the sharing period;
27	(d) That for any use of a vehicle by a driver after the termination
28	<u>time, a driver or owner may not have coverage;</u>
29	<u>(e) The daily rate, fees, costs, and, if applicable, any insurance</u>
30	or protection package costs that are charged to an owner or a driver; and
31	<u>(f) That an owner's motor vehicle liability insurance may not</u>

1 provide coverage for the vehicle.

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2	<u>(2) Each agreement made in Nebraska shall disclose to each driver:</u>
3	(a) An emergency telephone number to contact personnel capable of
4	fielding roadside assistance and other customer service inquiries; and
5	<u>(b) Any conditions under which a driver shall maintain a personal</u>
6	motor vehicle liability insurance policy and any required coverage limits
7	on a primary basis in order to use a vehicle through the program.
8	Sec. 12. <u>A program shall have sole responsibility for any</u>
9	equipment, such as a global positioning system or other special
10	equipment, that is put in or on a vehicle to monitor or facilitate
11	sharing and shall agree to indemnify and hold harmless the owner for any
12	damage to or theft of such equipment during the sharing period not caused
13	by the owner. A program has the right to seek indemnity from a driver for
14	any loss or damage to such equipment that occurs during the sharing
15	period.
16	Sec. 13. <u>(1) At the time an owner makes a vehicle available for use</u>
17	by a program and immediately prior to each time the owner offers such
18	vehicle for use by such program, the program shall:
19	(a) Verify that the vehicle does not have any safety recalls for
20	which the repairs have not been made; and
21	(b) Notify the owner of the requirements under subsection (2) of
22	<u>this section.</u>
23	(2) An owner shall:
24	<u>(a) Not make a vehicle available for use through a program if the</u>
25	owner has received actual notice of a safety recall on such vehicle until
26	<u>the safety recall repair has been made;</u>
27	(b) Upon receipt of actual notice of a safety recall on a vehicle
28	when such vehicle is offered for use through a program, remove the
29	vehicle from availability as soon as practicably possible and until the
30	safety recall repair has been made; and
31	(c) Upon receipt of actual notice of a safety recall on a vehicle,

1	and when the vehicle is in the possession of a driver, notify the program
2	of the safety recall so that the program may notify the driver and the
3	vehicle can be removed from use until the owner makes the necessary
4	<u>safety recall repair.</u>
5	Sec. 14. <u>(1) A program shall not enter into an agreement with any</u>
6	driver unless such driver:
7	(a) Holds an operator's license issued in Nebraska authorizing the
8	driver to operate vehicles of the class of vehicle used by the program;
9	<u>or</u>
10	<u>(b) Is a nonresident who:</u>
11	(i) Holds a driver's license or an operator's license issued by the
12	state or country of the driver's residence that authorizes the driver in
13	that state or country to drive vehicles of the class of vehicle used by
14	<u>the program; and</u>
15	<u>(ii) Is at least the same age as that required of a resident to</u>
16	<u>drive in Nebraska.</u>
17	<u>(2) A program shall keep a record of:</u>
18	(a) The name and address of each driver; and
19	<u>(b) The driver's license number and place of issuance of such</u>
20	license for each driver who operates a vehicle under an agreement.
21	Sec. 15. <u>Nothing in the Peer-to-Peer Vehicle Sharing Program Act</u>
22	shall be construed to limit the powers of an airport authority under
23	<u>Nebraska law.</u>
24	Sec. 21. Section 44-4603, Revised Statutes Cumulative Supplement,
25	2022, is amended to read:
26	44-4603 For purposes of the Pharmacy Benefit Manager Licensure and
27	Regulation Act:
28	(1) Auditing entity means a pharmacy benefit manager or any person
29	that represents a pharmacy benefit manager in conducting an audit for
30	compliance with a contract between the pharmacy benefit manager and a

pharmacy;

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1 (2) Claims processing service means an administrative service 2 performed in connection with the processing and adjudicating of a claim 3 relating to a pharmacist service that includes:

4 (a) Receiving a payment for a pharmacist service; or

5 (b) Making a payment to a pharmacist or pharmacy for a pharmacist6 service;

7 (3) Covered person means a member, policyholder, subscriber,
8 enrollee, beneficiary, dependent, or other individual participating in a
9 health benefit plan;

10 (4) Director means the Director of Insurance;

11 (5) Health benefit plan means a policy, contract, certificate, <u>plan</u>, 12 or agreement entered into, offered, or issued by a health carrier <u>or</u> 13 <u>self-funded employee benefit plan to the extent not preempted by federal</u> 14 <u>law</u> to provide, deliver, arrange for, pay for, or reimburse any of the 15 costs of a physical, mental, or behavioral health care service;

16 (6) Health carrier has the same meaning as in section 44-1303;

(7) Other prescription drug or device service means a service other
than a claims processing service, provided directly or indirectly,
whether in connection with or separate from a claims processing service,
including, but not limited to:

(a) Negotiating a rebate, discount, or other financial incentive or
 arrangement with a drug company;

23 (b) Disbursing or distributing a rebate;

(c) Managing or participating in an incentive program or arrangement
 for a pharmacist service;

26 (d) Negotiating or entering into a contractual arrangement with a
 27 pharmacist or pharmacy;

28 (e) Developing and maintaining a formulary;

29 (f) Designing a prescription benefit program; or

30 (g) Advertising or promoting a service;

31 (8) Pharmacist has the same meaning as in section 38-2832;

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(9) Pharmacist service means a product, good, or service or any 1 2 combination thereof provided as a part of the practice of pharmacy; 3 (10) Pharmacy has the same meaning as in section 71-425; (11)(a) Pharmacy benefit manager means a person, business, 4 or 5 entity, including a wholly or partially owned or controlled subsidiary of 6 a pharmacy benefit manager, that provides a claims processing service or 7 other prescription drug or device service for a health benefit plan to a 8 covered person who is a resident of this state; and 9 (b) Pharmacy benefit manager does not include:

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10 (i) A health care facility licensed in this state;

(ii) A health care professional licensed in this state;

(iii) A consultant who only provides advice as to the selection orperformance of a pharmacy benefit manager; or

14 (iv) A health carrier to the extent that it performs any claims
15 processing service or other prescription drug or device service
16 exclusively for its enrollees; and

17 (12) Plan sponsor has the same meaning as in section 44-2702.

Sec. 22. Section 44-4604, Revised Statutes Cumulative Supplement, 2022, is amended to read:

44-4604 (1) The Pharmacy Benefit Manager Licensure and Regulation Act applies to any contract or health benefit plan issued, renewed, recredentialed, amended, or extended on or after January 1, 2023, including any health carrier that performs a claims processing service or other prescription drug or device service <u>performed</u> through a third party.

(2) As a condition of licensure, any contract in existence on the
date a pharmacy benefit manager receives its license to do business in
this state shall comply with the requirements of the act.

(3) Nothing in the act is intended or shall be construed to conflictwith existing relevant federal law.

31 Sec. 25. Section 68-956, Reissue Revised Statutes of Nebraska, is

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1 amended to read:

2 68-956 (1) The department shall (a) enter  $\div$  (1) Enter into a 3 multistate purchasing pool, (b)  $\div$  (2) negotiate directly with 4 manufacturers or labelers,  $\div$  or (c) (3) contract with a pharmacy benefit 5 manager for negotiated discounts or rebates for all prescription drugs 6 under the medical assistance program in order to achieve the lowest 7 available price for such drugs under such program.

8 (2) Any contract under the Medicaid Prescription Drug Act with a 9 pharmacy benefit manager or a managed care organization using a pharmacy 10 benefit manager shall require any pharmacy benefit manager that is a 11 party or otherwise subject to the contract to comply with the Pharmacy 12 Benefit Manager Licensure and Regulation Act.

Sec. 36. The Revisor of Statutes shall assign section 28 of thisact to Chapter 76, article 2.

Sec. 37. Sections 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, and 15 of this act become operative on January 1, 2025. Sections 16, 17, 18, 20, 21, 22, 23, 24, 25, 29, 31, 32, 34, and 39 of this act become operative three calendar months after the adjournment of this legislative session. The other sections of this act become operative on their effective date.

Sec. 38. Sections 44-19,116 and 76-2,122, Reissue Revised Statutes of Nebraska, and sections 76-2,121, 81-885.01, 81-885.24, and 87-302, Revised Statutes Cumulative Supplement, 2022, are repealed.

Sec. 39. Sections 44-7,115, 44-1308, 44-5807, 48-2706, 68-956,
76-856, 81-885.10, and 81-885.55, Reissue Revised Statutes of Nebraska,
and sections 44-4603, 44-604, and 81-885.17, Revised Statutes Cumulative
Supplement, 2022, are repealed.

28 2. On page 20, strike lines 1 through 4 and insert the following new29 subdivision:

30 "(b) Self-funded and in compliance with:

31 (i) Sections 44-7601 to 44-7618, except subdivisions (1) and (2) of

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1	section 44-7606; and
2	<u>(ii) The federal Employee Retirement Income Security Act of 1974, as</u>
3	such act existed on January 1, 2024.".
4	3. On page 22, after line 22 insert the following new subsections:
5	"(3) If a right-to-list home sale agreement as defined in section
6	81-885.01 is recorded in this state, it shall not provide actual or
7	constructive notice of such agreement against an otherwise bona fide
8	purchaser or creditor.
9	(4) Any assignment or transfer of the right to provide any service
10	under a real estate service agreement recorded prior to the operative
11	date of this section that would otherwise be in violation of this section
12	is void and unenforceable without a written notice provided to and a
13	written agreement by each party to such service agreement.".
14	4. On page 28, strike lines 3 through 12 and insert the following
15	new subdivisions:
16	" <u>(16)(a) Right-to-list home sale agreement means an agreement:</u>
17	<u>(i) By the owner of residential real estate to provide another</u>
18	person with the exclusive right to list such residential real estate for
19	sale at a future date in exchange for monetary consideration or an
20	equivalent to monetary consideration; and
21	<u>(ii)(A) That states that the agreement runs with the land or</u>
22	otherwise purports to bind future owners of such residential real estate;
23	<u>or</u>
24	<u>(B) That purports to be a lien, encumbrance, or other real property</u>
25	security interest; and
26	<u>(b) Right-to-list home sale agreement does not include any lien,</u>
27	encumbrance, or other real property security interest expressly
28	authorized under the laws of this state, including any:
29	<u>(i) Home warranty or similar product that covers the cost of</u>
30	maintenance of a major home system or appliance for a fixed period;
31	(ii) Insurance contract;

1	<u>(iii) Option or right of refusal to purchase the residential real</u>
2	<u>estate;</u>
3	(iv) Contract for deed or purchase;
4	(v) Declaration created in the formation of a common-interest
5	community or an amendment to such declaration;
6	<u>(vi) Maintenance or repair agreement entered by a homeowners'</u>
7	association in a common-interest community;
8	<u>(vii) Mortgage or trust deed loan or a commitment to make or receive</u>
9	<u>a mortgage or trust deed loan;</u>
10	(viii) Security agreement under the Uniform Commercial Code relating
11	to the sale or rental of any personal property or fixture;
12	<u>(ix) Water, sewer, electrical, telephone, cable, or other regulated</u>
13	<u>utility service provider; or</u>
14	(x) Right granted by the Nebraska Construction Lien Act;".
15	5. Renumber the remaining sections and correct internal references
16	accordingly.