1	Attachment 1
2	ENGROSSED ORDINANCE BILL NO. 3-17
3	AN ORDINANCE RELATING TO VEHICLES FOR HIRE; AMENDING SRC 30.001 AND
4	SRC 30.005; REPEALING SRC 30.700 through 30.725; SRC 30.740; SRC 30.745; SRC
5	30.800; SRC 30.805; SRC 30.810; and SRC 30.820; CREATING NEW PROVISIONS SRC
6	30.700; SRC 30.705; SRC 30.710; SRC 30.715; SRC 30.720; SRC 30.725; SRC 30.730; SRC
7	30.735; SRC 30.740; SRC 30.745; SRC 30.750; SRC 30.800; SRC 30.805; SRC 30.810; SRC
8	30.815; SRC 30.820; SRC 30.825; SRC 30.830; SRC 30.835; SRC 30.840; and SRC 30.845;
9	RENUMBERING SRC 30.730; SRC 30.735; SRC 30.750; SRC 30.815; and SRC 30.825.
10	The City of Salem ordains as follows:
11	Section 1. Findings.
12	The City has interest in promoting and augmenting the transportation infrastructure of the
13	City of Salem. Ride-sharing programs utilizing digital based platforms, known as transportation
14	network companies, have become an increasingly important method for persons to move about in
15	other cities in Oregon. Enabling transportation network companies to operate in Salem will
16	increase mobility, lessen traffic and supplement the existing public transportation system. The
17	City has an interest in keeping users of transportation network companies physically safe and
18	protect them from predatory business practices.
19	Section 2. SRC 30.001 is amended to read as follows:
20	<b>30.001. Purpose.</b> Protective business and vocational licenses and the regulations created by this
21	Chapter are intended to establish a means to protect public health, safety, and welfare. Nothing
22	contained in this chapter is intended or shall be construed to create any liability on the part of the
23	City or its employees for any injury or damage related to any provisions of this chapter, or by
24	reason or in consequence of any act or omission in connection with the implementation or
25	enforcement of this chapter on the part of the City or its employees.
26	Section 3. SRC 30.005 is amended to read as follows:
27	30.005. Definitions. Except as the context otherwise specifically requires, as used in this
28	Chapter, the following mean:
29	(a) Annual or annually: Beginning on January 1 and ending on December 31 of any
30	calendar year.

 $\it ENGROSSED$  ORDINANCE 3-17 – Page 1 **COUNCIL OF THE CITY OF SALEM, OREGON** 

1	(b) Automobile racetrack: Any premises operated as a business where there are regularly
2	or seasonally conducted contests among motor vehicles involving vehicle locomotion and
3	the vehicles or their drivers are rated in relation to each other or to some standard. As
4	used in this definition, "motor vehicle" includes, but is not limited to, cars, trucks,
5	motorcycles, and go-carts.
6	(c) Camp site: Any tourist unit where persons may camp or occupy any dwelling place
7	other than a permanent building constructed entirely of wood or more lasting materials.
8	(d) Camp structure: Any temporary structure designed to be used as shelter for human
9	habitation.
10	(e) Chief: The Chief of the Salem Police Department or the Chief's designee.
11	(f) City: The City of Salem, Oregon.
12	(£g) Consideration: As the context requires:
13	(1) An admission fee, cover charge, coupon, or similar token;
14	(2) The purchase of a prescribed minimum quantity of goods, consumables, or
15	services; or
16	(3) Any form of user charge or token for the privilege of dancing, including the
17	deposit by any patron of a coin or token in a "juke box" or other device in order to
18	obtain music for dancing.
19	(gh) Dealer in used merchandise means a junk dealer, pawn broker, or second hand
20	dealer.
21	(hi) Digital dispatch system: An internet-based software application, website, platform,
22	or interface that allows for the solicitation, arrangement, or provision of vehicle for hire
23	services and the display of rates, calculation of fares, or acceptance of payment for
24	vehicle for hire services.
25	(ij) Director: The City Manager or the department head charged by the City Manager
26	with the enforcement of this Chapter, or that department head's designee.
27	(k) Driver: Any individual natural person who operates a vehicle for hire
28	within the City.
29	(j1) Fire Code Official: The Fire Chief of the Salem Fire Department or the Fire Chief's
30	designee.

1	drive-in, drive-through, curb or walk-up service. A mobile food unit does not include a
2	street vendor's cart or a motor vehicle, trailer or wagon used exclusively for selling
3	prepackaged food items (i.e. an ice cream truck).
4	(pr) Night club: Any premises where:
5	(1) The general public is permitted to attend and dance upon the payment of an
6	admission fee or some other form of consideration; and
7	(2) There is a dance floor or other space where dancing to live or recorded music
8	is regularly permitted; and
9	(3) The premises or other space where dancing is regularly permitted is not the
10	subject of a license issued by the Oregon Liquor Control Commission to sell or
11	dispense alcoholic beverages.
12	(4) As used in this Chapter, "night club" does not include any dance that occurs
13	as part of a special event that has been licensed pursuant to this Chapter or that
14	occurs a part of a community event that has a permit issued pursuant to SRC
15	Chapter 104, or any dance conducted by a non-profit organization that is an
16	incidental function of its organization and whose building has been constructed to
17	meet structural and fire life safety requirements for dances.
18	(qs) Operator: A person engaged in the business of furnishing or operating a business
19	defined by this Chapter, whether upon contract or by offering such service to the public
20	generally.
21	(#t) Pawnbroker: Any person engaged in the business of loaning money to another person
22	where personal security, pawns, or pledges are the condition of the loan; or the business
23	of purchasing articles of personal property with the agreement to resell the articles to the
24	vendors thereof, at prices agreed upon at or before the time of such purchase.
25	(su) Person: Any natural person, partnership, corporation, limited liability company,
26	government entity, association or other entity in law or fact.
27	( <u>tv</u> ) Recreational vehicle: Any camper, motor home, or travel trailer. As used in this
28	definition, "camper," "motor home," and "travel trailer" shall have the meanings set forth
29	in ORS Chapter 801.
30	( <u>ww</u> ) Regularly permitted dancing:

1	program held or presented at any privately-owned premises, where an admission fee or
2	other form of consideration is charged or required, but not including any such event
3	occurring at a premises operated as a business for such activities where the activity is
4	occurring in the course of its regular schedule of events or where the occupancy or use of
5	the premises for such events has been previously approved by the City of Salem.
6	( <u>zbb</u> ) Street vendor: Any person who travels from street to street upon public sidewalks
7	in a commercial zone carrying, conveying, or transporting goods and offering and
8	exposing the same for sale from a mobile type device such as a pushcart or similar
9	conveyance.
10	(cc) Taxi Company: Any person operating one or more vehicles for hire, other than as a
11	driver, regardless of the legal form of the entity and regardless of whether the taxis so
12	operated are owned by the company, or leased, or owned by individual members of an
13	entity. Taxi Companies do not include transportation network companies.
14	(aadd) Taxicab: A vehicle for hire, other than an ambulance, wheelchair coach,
15	limousine, or transportation network vehicle.
16	(bbee) Tourist park: Any lot, tract, or parcel of land operated by a business for the
17	purposes of furnishing tourist units for a fee or in connection with securing the trade or
18	patronage of the users thereof. Such definition does not include any park which is owned
19	and operated by any state, county, or city government or any agency thereof.
20	(eeff) Tourist unit: Any place in a tourist park which is designed to be used for
21	temporary habitation by a single family in a camp site or recreational vehicle.
22	(ddgg) Transportation network: One or more vehicle for hire drivers working as
23	independent contractors, utilizing a digital dispatch system, and using personal motor
24	vehicles in the provision of transportation services.
25	(eehh) Transportation network company or TNC: A person that operates or facilitates a
26	transportation network.
27	(ffii) Transportation network vehicle: A personal motor vehicle which is used as a
28	vehicle for hire and is part of a transportation network.
29	(ggjj) Transportation services: Providing motor vehicle transportation of persons or
30	goods for compensation of any kind. However, it does not include transportation

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1	provided by a public or governmental entity, transportation that is regulated entirely by
2	the state of Oregon or the federal government, or transportation of goods provided by a
3	person that engages solely in the transportation of goods.
4	(hhkk) Tree trimmer: A person engaged in the business of trimming, pruning, altering,
5	removing, or providing tree surgery for trees growing, standing, or located upon any
6	public street, sidewalk, park, or other public right-of-way, except a person owning a plant
7	nursery and treating, trimming, pruning, altering, or removing shade trees in stock at such
8	nursery or at the time of planting the same after sale.
9	(iill) Vehicle for hire: A motor vehicle used to provide transportation services for
0	compensation where such services are not operated exclusively over a fixed or defined
1	route, including taxicabs, wheelchair coaches, and transportation network vehicles.
12	(jjmm) Vehicle for hire agency: A person engaged in the business of furnishing or
13	providing one or more vehicles for hire through a digital dispatch system or by any other
4	means, regardless of whether such business has employees or delivers its services
15	through independent contractors, including a transportation network company.
16	(kknn) Vehicle for hire driver: A person who carries on the vocation of driving a vehicle
17	for hire.
18	(Hoo) Wheelchair coach: A privately owned motor vehicle for hire, other than an
9	ambulance, that is constructed or equipped and regularly provided or offered to be
20	provided, primarily for the nonemergency transportation of persons with severe mobility
21	limitations.
22	<b>Section 4.</b> SRC 30.700 through 30.725; SRC 30.740; SRC 30.745; SRC 30.800; SRC 30.805;
23	SRC 30.810; and SRC 30.820 are repealed.
24	Section 5. Sections 300.700 through 300.835 are added to and made a part of the Salem Revised
25	Code, Title III, Chapter 30, as:
26	30.700 License, Application and Fees
27	(a) The purpose of SRC 30.700 to 30.765 is to provide for and promote the safety and
28	welfare of the general public by regulating vehicles for hire within the city of Salem, as
29	authorized by ORS 221.485 and ORS 221.495.
80	(b) The City may issue a License to a Taxi Company or TNC if the company

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1	certifies on a form acceptable to the City that it is in compliance with all requirements
2	of this chapter, including but not limited to driver and insurance requirements,
3	operating standards, and any other requirements of the code or the City, and actually
4	meets all applicable standards and requirements.
5	(c)The City may include conditions, restrictions, or special provisions in the License
6	related to routes, times of operation, or lighting if necessitated by the vehicles or
7	operations of the Taxi Company or TNC. The City may waive or lessen the
8	requirements of this chapter if the type of vehicles or operations of a Taxi Company or
9	TNC render the requirements unreasonable or unnecessary, in the sole discretion of
10	the City.
11	(d)The License issued under this chapter is valid for one year. Any renewal must
12	be approved by the City prior to the expiration date in order for the Taxi Company or
13	TNC to continue providing vehicle for hire services within the City.
14	(e)The application fee shall be based on the number of drivers operating for the
15	Taxi Company or TNC at the time of the application, and shall be intended to account
16	for the City's costs in administering the requirements of this chapter. The fee amounts
17	shall be set by City Council resolution.
18	(f)The application fee shall be paid to the City at the time of submitting both initial
19	and renewal License applications.
20	(g)All Taxi Companies and TNCs must comply with applicable federal, state and
21	<u>local law.</u>
22	30.705 Driver Requirements
23	(a) All drivers shall be at least 21 years of age and shall possess a valid driver's
24	license, proof of motor vehicle registration, and proof of current automobile liability
25	insurance that meets the requirements of this chapter and state law.
26	(b) Every Taxi Company or TNC shall maintain accurate, current records for all
27	drivers employed by, contracting with, or affiliated with the company, including all
28	drivers accessing a company's digital network to operate in the City. The records shall
29	include the driver's name, date of birth, address, social security number, criminal
30	background check results, driver's license information, motor vehicle registration, and

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1	automobile insurance. These records will be made available to the City as provided by
2	SRC 30.720-promptly on request.
3	(c) Prior to permitting a person to operate as a driver, and annually thereafter, the
4	Taxi Company or TNC shall conduct, or have a qualified third party conduct, a criminal
5	background check. The criminal background check shall include a search of no less
6	than seven years of history, unless prohibited by law, in which case the duration of the
7	search shall be the maximum number of years permitted by law. The criminal
8	background check shall include local, state, and national criminal history databases and
9	all accessible sex offender registries. Any person who is on a sex offender registry, or
10	any person that has a record of a felony conviction within the previous seven years may
11	not act as a driver. A record of a conviction of any of the following within the previous
12	seven years will also disqualify a person from acting as a driver: crimes involving driving
13	under the influence of alcohol or controlled substances, sexual offenses, or crimes
14	involving physical harm or attempted physical harm to a person. The company or its
15	agent shall maintain records of a criminal background checks for a period of at least two
16	years. For purposes of this section, the term "conviction" includes convictions, bail
17	forfeitures, and other final adverse findings.
18	(d) A Taxi Company or TNC must revoke a driver's authority to operate as a driver
19	for their company and inform the City if it finds at any time that the standards set forth
20	in this section are no longer being met by the driver. The company shall only reinstate
21	a driver upon a finding by the company that all standards are again being met by the
22	<u>driver.</u>
23	30.710 Insurance Requirements
24	(a) For all required insurance, Taxi Companies and TNCs shall provide certificates of
25	insurance naming the City, its officers, agents, and employees as additional insured
26	parties and give at least 30 calendar days' notice to the City before a policy is canceled,
27	expires, or has any reduction in coverage.
28	(b) Insurance requirements of this section shall be satisfied by insurance issued by a
29	licensed insurer or an eligible surplus lines insurer in the State of Oregon.
30	(c) The insurance limits for both TNCs and Taxi Companies are subject to statutory

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1	changes as to maximum limits of liability imposed on municipalities of the State of
2	Oregon during the permit's term, or other statutory changes, or other changes
3	deemed necessary by the City.
4	(d) The adequacy of insurance coverage is subject to the review and approval of the
5	<u>City.</u>
6	(e) Every Taxi Company and TNC shall maintain continuous, uninterrupted coverage
7	for the duration of the License and any operations in the City. Any lapse in insurance
8	coverage, even if it is later backdated by the insurance company, is a violation of this
9	chapter.
10	(f) Both Taxi Companies and TNCs shall secure and maintain commercial general
11	liability insurance with limits of not less than \$1 million per occurrence and \$2 million
12	aggregate for claims arising out of, but not limited to, bodily injury and property damage
13	incurred in the course of operating in the City.
14	(g) Taxi Companies operating any motor vehicles shall secure and maintain
15	commercial automobile liability insurance covering those vehicles, with a combined
16	single limit of not less than \$1 million per occurrence for claims arising out of, but not
17	limited to, bodily injury and property damage incurred in the course of operating in the
18	<u>City.</u>
19	(h) TNC Service Periods Defined:
20	(1) Period 1: The TNC Driver has logged into the App or is otherwise
21	connected to the TNC's digital network, but has not yet accepted a request for a
22	ride from a passenger. For example, the App is open and the driver is waiting
23	for a match.
24	(2) Period 2: A passenger match has been accepted, but the passenger is not
25	yet picked up (for example, the driver is on the way to pick up the passenger).
26	(3) Period 3: The passenger is in the vehicle.
27	(i) Upon City request or as part of an application, TNCs shall provide proof of current
28	valid insurance for City approval covering all affiliated TNC Drivers and vehicles for
29	hire operating for such company and satisfying the minimum requirements of Periods 1,
30	2, and 3.

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1 (j) All TNCs shall maintain and provide the City with proof of the following 2 automobile liability coverages: 3 (1) Primary insurance coverage during Period 1 with minimum liability limits of 4 \$50,000 per person for death and injury, \$100,000 per incident for death and injury, and \$25,000 for property damage, plus any other state compulsory 5 coverage. 6 7 (2) Primary insurance coverage during Periods 2 and 3 with minimum liability 8 limits of \$1 million in combined single limit coverage for death, personal injury 9 and property damage per incident; and \$1 million in combined single limit 10 under/uninsured motorist coverage for death, personal injury and property damage 11 per incident. 12 (3) The required automobile liability insurance shall specifically recognize the 13 driver's provision of TNC and vehicle for hire services and shall comply with the laws of the State of Oregon and/or other applicable governing bodies. 14 15 (k) TNC drivers shall be responsible for maintaining all personal automobile liability 16 insurance required by State law. 17 **30.715 Operational Requirements** 18 (a) TNCs shall maintain records of all trips made by all drivers for at least one year 19 from the date of the trip. The data may be aggregated and/or anonymized, and shall 20 include, at minimum, the locations by ZIP code of trip origination and destination, 21 vehicle miles traveled, trip origination and completion times, trip duration, and passenger 22 wait times from a driver's acceptance of a request to passenger pick-up. The City may require a TNC to enter a data sharing agreement in order to receive a License. 23 24 (b) All vehicles operating for a TNC or Taxi Company shall be clearly marked with the 25 company name or logo. Vehicles operating for a Taxi Company as such and shall include 26 the company name or logo, phone number, and a vehicle identification number in plain sight. Vehicles operated solely for TNC services shall be clearly marked as operating for 27 28 the TNC, although any vehicle marking requirements imposed by a TNC may apply. The TNC's software application or website shall display for the passenger the make, model, 29 30 and license plate number of the TNC vehicle.

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1	(c) TNC drivers may not accept street hails, and may only accept rides arranged through
2	a TNC's digital network.
3	(d) Taxi Companies and TNCs shall implement and maintain at all times a zero
4	tolerance policy on the use of drugs or alcohol applicable to all drivers employed by or
5	affiliated with the company while providing vehicle for hire services. Companies shall
6	provide notice of the zero tolerance policy on their website and/or have it clearly
7	displayed in each vehicle. The notice must include contact information to report a
8	complaint about a driver for possible violation of policy. A company shall immediately
9	suspend a driver upon receipt of a passenger complaint alleging a violation of the zero
10	tolerance policy, for at least the duration of the investigation of the complaint.
11	(e) Taxi Companies and TNCs must provide reasonable accommodations to
12	passengers with disabilities, including passengers accompanied by a service animal,
13	passengers with hearing and visual impairments, and passengers with mobility devices,
14	and must comply with all applicable requirements of the Americans with Disabilities Act.
15	30.720 Audit. The City may audit Taxi Company and TNC driver records up to twice per
16	calendar year to review compliance with this chapter. Upon request by the City, a Taxi Company
17	or TNC shall provide the City a sample of records for up to thirty (30) drivers chosen at random
18	from an anonymized list of drivers affiliated with the Taxi Company or TNC that have operated
19	in the City in the thirty (30) days preceding an audit. An audit shall occur at a time and location
20	designated by the City. In addition to an audit, the City may require a company to produce
21	records related to investigation of a specific allegation of a violation of this Code or other
22	applicable law, or to evaluate a complaint. Production of records for an investigation or to
23	evaluate a complaint does not count toward the twice-per-year auditing limit. A Taxi Company
24	or TNC may designate any records reqired to be provded under this section as confidential.
25	Records designated as confidential may not be disclosed to a third party without prior written
26	consent of the Taxi Company or TNC, unless required by court order or under Oregon public
27	records law.
28	30.725 Revocation, Suspension and Penalties
29	(a) In addition to any other enforcement options provided by the Code, the City may
30	suspend, revoke, or refuse to issue a License if the Taxi Company or TNC has violated

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1	or not met any of the provisions of this Code. A violation includes any failure to meet or
2	maintain any of the requirements or qualifications set forth in this Code, including the
3	procedures and requirements for obtaining and maintaining a License, as well as the
4	making of any materially false statement or representation. The decision to suspend,
5	revoke or refuse to issue a License may be appealed to the Salem Hearings Officer,
6	which will conduct a hearing where the company and the City may present evidence
7	and argument. The company shall have the burden of proving it has complied with all
8	requirements of this Code necessary to obtain or maintain the License. The decision of
9	the City Council on the appeal shall be the final decision of the City.
10	(b) A violation of this chapter is an infraction.
11	30.730 Enforcement. The City has the administrative authority to implement and enforce this
12	Chapter, including adoption of rules, regulations, or policies. This provision shall not be
13	construed to abrogate or limit the jurisdiction or authority of the Police Department or any law
14	enforcement agency.
15	30.735 Effective Date. Any Vehicle for Hire Agency License that is current as of the effective
16	date of this ordinance, shall remain valid, until January 1, 2018, unless the License holder wishes
17	to apply for a new license under this chapter.
18	Section 6. SRC 30.730 is renumbered to 30.735.
19	<b>30.735. Taximeter Inspection.</b> Every taximeter shall be inspected and tested for accuracy by
20	the vehicle for hire agency at least once every six months.
21	Section 7. SRC 30.735 is renumbered to 30.740.
22	30.740. Use for Certain Purposes Prohibited.
23	(a) It shall be unlawful for any vehicle for hire to be used for any purpose which would
24	amount to a violation of ORS Chapter 167 or of SRC Chapter 96.
25	(b) A violation of this section is an infraction.
26	Section 8. SRC 30.750 is renumbered to 30.745.
27	30.745. Medical Emergency Transportation. No vehicle for hire shall be used to transport:
28	(a) Any person in acute medical distress, in need of immediate medical attention, or in
29	need of care while en route to the hospital;
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- (d) **Specialized charges**. A vehicle for hire agency may impose a specialized charge to carry extra passengers or to deliver goods or other items so long as such specialized charge is clearly calculated and displayed before any service is provided.
- **Section 10.** SRC 30.825 is renumbered to 30.755.
- **30.755.** Use of Direct Route Required. A vehicle for hire driver employed to carry a passenger to a definite point shall take the most direct route possible that will carry the passenger safely and expeditiously to his destination.
- 28 | Section 11. SRC 30.835 is renumbered to 30.760.
- **29 30.760. Smoking Prohibited.**

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1	(g) Add headings for purposes of grouping like sections together for ease of reference; and
2	(h) Correct manifest clerical, grammatical or typographical errors.
3	Section 14. Severability. Each section of this ordinance, and any part thereof, is severable, and
4	if any part of this ordinance is held invalid by a court of competent jurisdiction, the remainder of
5	this ordinance shall remain in full force and effect.
6	PASSED by the City Council this day of, 2017.
7	ATTEST:
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11	City Recorder
12	Approved by City Attorney:
13	Checked by: D.Atchison
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	ENGROSSED ORDINANCE 3-17 – Page 16 COUNCIL OF THE CITY OF SALEM, OREGON