5725

2009-2010 Regular Sessions

IN SENATE

June 1, 2009

Introduced by Sen. KLEIN -- read twice and ordered printed, and when printed to be committed to the Committee on Consumer Protection

AN ACT to amend the general business law, in relation to rental car vehicles

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. Subdivision 1 of section 396-z of the general business law is amended by adding a new paragraph (k) to read as follows:

1 2

3 "VEHICLE LICENSING RECOVERY FEE" MEANS THE DAILY FEE A RENTAL (K) 4 VEHICLE COMPANY MAY CHARGE ITS CUSTOMERS WHICH SHALL REPRESENT AN AVER-5 PER-RENTAL DAY PORTION OF THE COMPANY'S ESTIMATED ANNUAL COSTS, AS AGE 6 IMPOSED BY THE STATE, FOR THE LICENSING, TITLING, REGISTRATION AND 7 INSPECTION ITS VEHICLES IN NEW YORK. IF THE TOTAL AMOUNT RECOVERED OF 8 FROM RENTERS BY A RENTAL VEHICLE COMPANY FOR VEHICLE LICENSING FEES 9 DURING THE CALENDAR YEAR IS DIFFERENT THAN THE TOTAL AMOUNT PAID BY THE RENTAL VEHICLE COMPANY FOR SUCH ITEMS, THE RENTAL VEHICLE COMPANY 10 SHALL ADJUST ITS DAILY FEE IN THE FOLLOWING CALENDAR YEAR BY THE AMOUNT OF THE 11 12 DIFFERENCE.

13 S 2. Subdivision 8 of section 396-z of the general business law, as 14 amended by chapter 731 of the laws of 2006, is amended to read as 15 follows:

16 8. No rental vehicle company shall advertise or quote a rental rate 17 that does not include all charges, except taxes or optional items and/or services or any mileage charge, which an authorized driver must pay to 18 19 obtain a rental vehicle. Provided, however, a rental vehicle company 20 shall be permitted to separately quote and charge airport fees AND VEHI-CLE LICENSING RECOVERY FEES as defined herein, which shall be in addi-21 tion to the rental rate; and provided further that advertised rental 22 23 rates that include locations at which airport fees apply shall clearly 24 indicate that additional fees apply.

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets
[] is old law to be omitted.

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4 (a) A rental vehicle company shall not charge in addition to the rental rate, taxes, and mileage charge, if any, any fee which must be paid as a condition of renting the vehicle, such as, but not limited to, 5 6 7 required fuel surcharges, each of which shall be separately stated on 8 the rental agreement. In addition, a rental vehicle company may also state separately and charge, where applicable, airport fees AND VEHICLE 9 10 LICENSING RECOVERY FEES as such [term is] TERMS ARE defined [herein] IN 11 THIS SECTION.

12 (b) In addition to the rental rate, taxes, applicable airport fees, 13 VEHICLE LICENSING RECOVERY FEES, and mileage charge, if any, a rental 14 vehicle company may charge for an item or service provided in connection 15 with a particular rental transaction if the renter could have avoided 16 incurring the charge by not choosing to obtain or utilize the optional item or service, such as, but not limited to, optional accessories or 17 services requested by the renter, service charges incident to the 18 19 renter's optional return of the vehicle to a location other than the location where the vehicle was rented, and charges for refueling the 20 21 vehicle with as much fuel as was in the fuel tank at the beginning of 22 the rental.

23 S 4. This act shall take effect immediately; provided, however, that 24 the amendments to section 396-z of the general business law made by 25 sections one, two and three of this act shall not affect the repeal of 26 such section and shall be deemed repealed therewith.