

# Same business, same rules for the taxi industry

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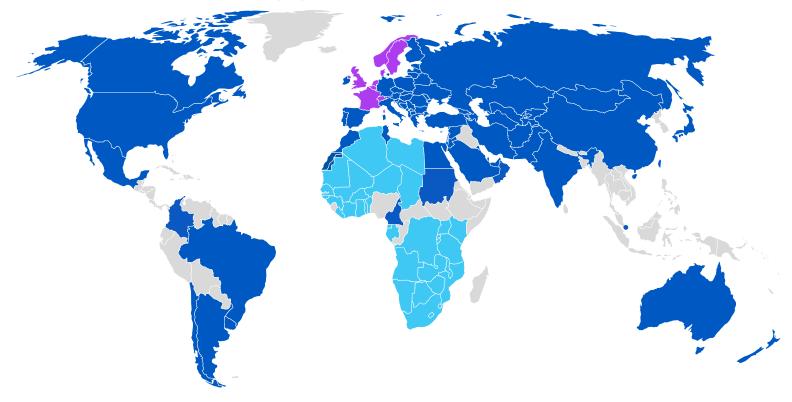
Cologne, Germany

iru.org



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14 Founding IRU Members in 8 countries

IRU Members

# Challenging times



Smartphone technology and the wide use of app-based services



Transformations in the way people communicate and do business





Central to the challenge...



# **FAIRNESS**



# SAFETY



# Additional regulatory complexity

EU legislation?

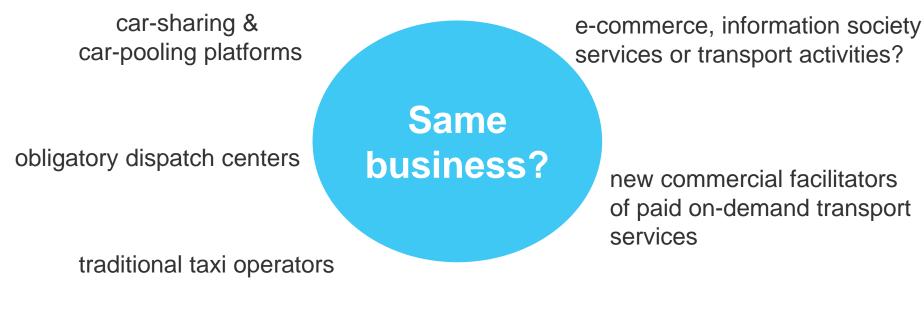




# SAME BUSINESS, SAME RULES



#### sharing economy players?



on-demand transport providers linked to new commercial facilitators

### A service in the field of transport – EU CJ definition



- Purpose of service: connect non-professional drivers using their own vehicle with persons who wish to make urban journeys
- Means to connect: smartphone application
- Type of service: remunerated





Did the EU Court of Justice solve the debate?

#### IRU's action



- Set to find a common denominator
- Driven by the principle "same business, same rules"
- No tolerance for tax evasion or breaking of social rules
- No compromise on safety
- Need for EU guidance or even EU law?



IRU position on access to market and access to profession in the taxi and hire-cars with driver market in the EU

Joint IRU-ETF Statement on EU Court of Justice's decision

### What to regulate?



| Objectives                  | Driver  | Commercial Transport<br>Intermediary (CTI)   |
|-----------------------------|---|--|
| Safety                      | <ul> <li>Professional driver (licensed, as required by national law)</li> <li>Working time rules</li> <li>Training</li> <li>Customer protection /liability insurance</li> </ul> | - Customer protection by engaging professional drivers   |
| Fairness (legal boundaries) | <ul><li>Income tax</li><li>Social contributions</li><li>(retirement, health)</li></ul>  | <ul><li>Tax</li><li>National establishment</li><li>Licence (if required by national law)</li></ul> |

### Conclusions



- Complexity of the taxi business/on-demand passenger transport market
- Challenges with traditional and new business models
- Challenges with legal framework
- Difficulty to find common denominator
- Necessity to find solutions to the challenges



IRU is set to lead the discussion in finding a fair regulatory solution to the changing business environment



IRU and its members are inviting businesses at the discussion table, within IRU

Thank you!
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