



## New York City Department of Transportation

### Request for Expressions of Interest on Pay-As-You-Drive Insurance

#### Questions and Answers

1. **What type of vehicles (ex. private passenger, commercial, taxi/limo, etc) is the DOT interested in offering PAYD insurance to?**

The City of New York, as an entity, is not looking to offer PAYD insurance. DOT is interested in understanding the willingness of insurance companies to provide PAYD insurance to all vehicle types, but most specifically private passenger vehicles.

2. **Would a PAYDI offering be in conjunction with other NYC efforts to reduce emissions and congestion?**

The City of New York, as an entity, is not looking to offer PAYD insurance. We are looking for opportunities to achieve congestion and emission benefits and to determine what role the city can play, either separately or in a coordinated effort.

3. **Has DOT discussed this RFEI with the NYS Department of Insurance? Does the NYS DOI believe a PAYD insurance program can be implemented under the current regulations?**

In November 2010 DOT contacted the NYS DOIT. NYS DOI stated they would evaluate the possibility of a PAYD insurance program should the appropriate proposal be submitted for consideration. One company was recently approved to offer PAYD insurance in New York State.

4. **Has DOT discussed or have plans to partner on this RFEI with the governments and agencies of surrounding states?**

We have not discussed or made plans to partner with other governments or agencies in surrounding states regarding this RFEI.

5. **Has DOT discussed or have plans to partner on this RFEI with any federal agencies, specifically the Federal Highway Administration?**

We have not discussed or made plans to partner with any federal agencies regarding this RFEI.

6. **With the exception of the dates included in this RFEI, does the DOT have additional information on a timeframe for introducing PAYD insurance?**

At this time, DOT is only collecting information regarding PAYD insurance.

7. **What is the expectation of the City for those who use PAYD insurance and of the carriers that offer PAYD?**

DOT is interested in whether PAYD insurance provides benefits to New York City drivers.

8. **On the basis of a short search, I cannot confirm that PAYD insurance is permitted under New York State Department of Insurance. Can you confirm your willingness to petition NYS DOI to permit your program, in the event that PAYD insurance is still not permitted when and if you wished to proceed?**

Please refer to question and answer number three above with regard to communication with the NYS Department of Insurance.

9. **In order to compound the effectiveness of a congestion abatement program (or a driver-behavior shift program), would you be willing to expand road-use metering methods and payment services beyond PAYD insurance-only to include some or any of (a) parking payment management, (b) toll collection (e.g., existing bridge and tunnel tolls), (c) eco-driving rewards, (d) driving abstinence rewards, or (e) social-mobility programming as part of any program that may result from your considerations under this RFEI? We know of an existing system (and accompanying self-enforcement methods) that does all of these things.**

In response to the question posed in the RFEI, the Department would be interested in obtaining information pertaining to the ability to offer PAYD insurance, and the hardware and software technologies that would be required to operate it. We would also be interested in approaches to combining PAYD insurance with other programs that result in congestion, emissions and mobility benefits.