

Ride Share FAQs

Frequently Asked Questions

Is it a business?

Ride Share is not a business. Ride Share drivers who are reimbursed no more than the IRS mileage reimbursement rate per mile are not operating as a business.

Do I need auto insurance?

All vehicles on the road must be insured. As usual, drivers must insure their automobile. Ride sharing does not require a commercial insurance policy. Ride Share riders are considered car passengers, like in any automobile trip.

Are Ride Share payments taxable income?

Ride Share payments are not taxable income. Ride Sharing helps riders and drivers share transportation expenses. A rider reimburses the driver in an amount equal to or less than the cost of the drive. By staying under the IRS mileage reimbursement rate, reimbursement to a driver does not qualify as taxable income.