By the Committees on General Government Appropriations; Judiciary; and Communications, Energy, and Public Utilities; and Senator Bennett

	601-05198-10 20101202c3
1	A bill to be entitled
2	An act relating to prepaid wireless
3	telecommunications; amending s. 365.172, F.S.;
4	deleting an obsolete provision relating to a study of
5	the feasibility of collecting a fee for prepaid
6	wireless service; delaying the collection of such fee;
7	amending s. 365.173, F.S.; revising the percentage of
8	total funds that a county may carry forward to pay
9	certain costs associated with the county's E911 or 911
10	system, to contract for E911 services, and to
11	reimburse wireless telephone service providers for
12	costs incurred to provide such services; providing an
13	effective date.
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15	Be It Enacted by the Legislature of the State of Florida:
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17	Section 1. Paragraph (a) of subsection (8) of section
18	365.172, Florida Statutes, is amended to read:
19	365.172 Emergency communications number "E911."-
20	(8) E911 FEE.—
21	(a) Each voice communications services provider shall
22	collect the fee described in this subsection. Each provider, as
23	part of its monthly billing process, shall bill the fee as
24	follows. The fee shall not be assessed on any pay telephone in
25	the state.
26	1. Each local exchange carrier shall bill the fee to the
27	local exchange subscribers on a service-identifier basis, up to
28	a maximum of 25 access lines per account bill rendered.
29	2. Except in the case of prepaid wireless service, each

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601-05198-10 20101202c3 wireless provider shall bill the fee to a subscriber on a per-30 31 service-identifier basis for service identifiers whose primary place of use is within this state. Before July 1, 2013 2009, the 32 33 fee shall not be assessed on or collected from a provider with 34 respect to an end user's service if that end user's service is a 35 prepaid calling arrangement that is subject to s. 212.05(1)(e). 36 a. An E911 fee on the sale of prepaid wireless service may not be collected before July 1, 2013. The board shall conduct a 37 38 study to determine whether it is feasible to collect E911 fees 39 from the sale of prepaid wireless service. If, based on the 40 findings of the study, the board determines that a fee should 41 not be collected from the sale of prepaid wireless service, it shall report its findings and recommendation to the Governor, 42 the President of the Senate, and the Speaker of the House of 43 44 Representatives by December 31, 2008. If the board determines 45 that a fee should be collected from the sale of prepaid wireless 46 service, the board shall collect the fee beginning July 1, 2009. 47 b. For purposes of this section, the term: (I) "Prepaid wireless service" means the right to access 48 49 telecommunications services that must be paid for in advance and is sold in predetermined units or dollars enabling the 50 originator to make calls such that the number of units or 51 52 dollars declines with use in a known amount. 53 (II) "Prepaid wireless service providers" includes those 54 persons who sell prepaid wireless service regardless of its

56 c. The study must include an evaluation of methods by which 57 E911 fees may be collected from end users and purchasers of 58 prepaid wireless service on an equitable, efficient,

form, either as a retailer or reseller.

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601-05198-10 20101202c3 59 competitively neutral, and nondiscriminatory basis and must 60 consider whether the collection of fees on prepaid wireless 61 service would constitute an efficient use of public funds given 62 the technological and practical considerations of collecting the 63 fee based on the varying methodologies prepaid wireless service 64 providers and their agents use in marketing prepaid wireless 65 service. d. The study must include a review and evaluation of the 66 collection of E911 fees on prepaid wireless service at the point 67 of sale within the state. This evaluation must be consistent 68 with the collection principles of end user charges such as those 69 70 in s. 212.05(1)(e). 71 e. No later than 90 days after this section becomes law, 72 the board shall require all prepaid wireless service providers, 73 including resellers, to provide the board with information that 74 the board determines is necessary to discharge its duties under 75 this section, including information necessary for its 76 recommendation, such as total retail and reseller prepaid 77 wireless service sales. 78 f. All subscriber information provided by a prepaid 79 wireless service provider in response to a request from the 80 board while conducting this study is subject to s. 365.174. 81 q. The study shall be conducted by an entity competent and knowledgeable in matters of state taxation policy if the board 82 83 does not possess that expertise. The study must be paid from the 84 moneys distributed to the board for administrative purposes

under s. 365.173(2)(f) but may not exceed \$250,000.
3. All voice communications services providers not

addressed under subparagraphs 1. and 2. shall bill the fee on a

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601-05198-10 20101202c3 88 per-service-identifier basis for service identifiers whose 89 primary place of use is within the state up to a maximum of 25 90 service identifiers for each account bill rendered. 91 92 The provider may list the fee as a separate entry on each bill, in which case the fee must be identified as a fee for E911 93 94 services. A provider shall remit the fee to the board only if 95 the fee is paid by the subscriber. If a provider receives a partial payment for a monthly bill from a subscriber, the amount 96 97 received shall first be applied to the payment due the provider for providing voice communications service. 98 99 Section 2. Paragraph (c) of subsection (2) of section 100 365.173, Florida Statutes, is amended to read: 101 365.173 Emergency Communications Number E911 System Fund.-102 (2) As determined by the board pursuant to s. 103 365.172(8)(h), and subject to any modifications approved by the 104 board pursuant to s. 365.172(6)(a)3. or (8)(i), the moneys in 105 the fund shall be distributed and used only as follows: (c) Any county that receives funds under paragraphs (a) and 106 107 (b) shall establish a fund to be used exclusively for the receipt and expenditure of the revenues collected under 108 109 paragraphs (a) and (b). All fees placed in the fund and any 110 interest accrued shall be used solely for costs described in subparagraphs (a)1. and 2. The money collected and interest 111 112 earned in this fund shall be appropriated for these purposes by 113 the county commissioners and incorporated into the annual county 114 budget. The fund shall be included within the financial audit 115 performed in accordance with s. 218.39. A county may carry 116 forward up to 30 20 percent of the total funds disbursed to the

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117	county by the board during a calendar year for expenditures for
118	capital outlay, capital improvements, or equipment replacement,
119	if such expenditures are made for the purposes specified in
120	subparagraphs (a)1. and 2.; however, the <u>30 percent</u> 20-percent
121	limitation does not apply to funds disbursed to a county under
122	s. 365.172(6)(a)3., and a county may carry forward any
123	percentage of the funds, except that any grant provided shall
124	continue to be subject to any condition imposed by the board. In
125	order to prevent an excess recovery of costs incurred in
126	providing E911 service, a county that receives funds greater
127	than the permissible E911 costs described in s. 365.172(9),
128	including the $\underline{30}$ $\underline{20}$ percent carryforward allowance, must return
129	the excess funds to the E911 board to be allocated under s.
130	365.172(6)(a).

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The Legislature recognizes that the fee authorized under s. 365.172 may not necessarily provide the total funding required for establishing or providing the E911 service. It is the intent of the Legislature that all revenue from the fee be used as specified in this subsection.

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Section 3. This act shall take effect July 1, 2010.