A bill to be entitled 1 2 An act relating to telecommunications; amending 3 s. 364.025, F.S.; extending certain time periods for provision of universal service 4 5 obligations; providing an effective date. 6 7 Be It Enacted by the Legislature of the State of Florida: 8 9 Section 1. Subsections (1), (2), and (3) and paragraph (a) of subsection (4) of section 364.025, Florida Statutes, 10 11 are amended to read: 364.025 Universal service.--12 13 (1) For the purposes of this section, the term 14 "universal service" means an evolving level of access to telecommunications services that, taking into account advances 15 16 in technologies, services, and market demand for essential services, the commission determines should be provided at 17 just, reasonable, and affordable rates to customers, including 18 19 those in rural, economically disadvantaged, and high-cost 20 areas. It is the intent of the Legislature that universal 21 service objectives be maintained after the local exchange 22 market is opened to competitively provided services. It is also the intent of the Legislature that during this transition 23 period the ubiquitous nature of the local exchange 24 25 telecommunications companies be used to satisfy these 26 objectives. For a period of 9 8 years after January 1, 1996, 27 each local exchange telecommunications company shall be 28 required to furnish basic local exchange telecommunications 29 service within a reasonable time period to any person

requesting such service within the company's service

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The Legislature finds that each telecommunications company should contribute its fair share to the support of the universal service objectives and carrier-of-last-resort obligations. For a transitional period not to exceed January 1, 2005 2004, the interim mechanism for maintaining universal service objectives and funding carrier-of-last-resort obligations shall be established by the commission, pending the implementation of a permanent mechanism. The interim mechanism shall be applied in a manner that ensures that each alternative local exchange telecommunications company contributes its fair share to the support of universal service and carrier-of-last-resort obligations. The interim mechanism applied to each alternative local exchange telecommunications company shall reflect a fair share of the local exchange telecommunications company's recovery of investments made in fulfilling its carrier-of-last-resort obligations, and the maintenance of universal service objectives. The commission shall ensure that the interim mechanism does not impede the development of residential consumer choice or create an unreasonable barrier to competition. In reaching its determination, the commission shall not inquire into or consider any factor that is inconsistent with s. 364.051(1)(c). The costs and expenses of any government program or project required in part II of this chapter shall not be recovered under this section.

that the provider's customer population includes as many residential as business customers. The commission shall act on any such petition within 120 days.

(4)(a) Prior to January 1, 2005 2004, the Legislature shall establish a permanent universal service mechanism upon the effective date of which any interim recovery mechanism for universal service objectives or carrier-of-last-resort obligations imposed on alternative local exchange telecommunications companies shall terminate.

Section 2. This act shall take effect upon becoming a law.

HOUSE SUMMARY

Extends for an additional year time periods for provision of universal service obligations. See bill for details.