1 A bill to be entitled 2 An act relating to prepaid wireless telecommunications 3 service; amending s. 365.172, F.S.; removing provisions 4 for a study of the feasibility of collecting an E911 fee 5 on the sale of prepaid wireless telecommunications 6 service; providing for assessment or collection of the fee 7 after a certain date; amending s. 365.173, F.S.; revising 8 a limitation on the amount of funds received by a county from the E911 fee which may be carried forward to the 9 10 following year; providing an effective date. 11 12 Be It Enacted by the Legislature of the State of Florida: 13 14 Section 1. Paragraph (a) of subsection (8) of section 15 365.172, Florida Statutes, is amended to read: 365.172 Emergency communications number "E911."-16 (8) E911 FEE.-17 Each voice communications services provider shall 18 (a) 19 collect the fee described in this subsection. Each provider, as part of its monthly billing process, shall bill the fee as 20 21 follows. The fee shall not be assessed on any pay telephone in 22 the state. 23 Each local exchange carrier shall bill the fee to the 1. 24 local exchange subscribers on a service-identifier basis, up to 25 a maximum of 25 access lines per account bill rendered. 26 2. Except in the case of prepaid wireless service, each 27 wireless provider shall bill the fee to a subscriber on a perservice-identifier basis for service identifiers whose primary 28 Page 1 of 5

CODING: Words stricken are deletions; words <u>underlined</u> are additions.

29 place of use is within this state. Before July 1, <u>2013</u> 2009, the 30 fee shall not be assessed on or collected from a provider with 31 respect to an end user's service if that end user's service is a 32 prepaid calling arrangement that is subject to s. 212.05(1)(e). 33 a. The board shall conduct a study to determine whether it

34 feasible to collect E911 fees from the sale of prepaid 35 wireless service. If, based on the findings of the study, the 36 board determines that a fee should not be collected from the 37 sale of prepaid wireless service, it shall report its findings and recommendation to the Governor, the President of the Senate, 38 39 and the Speaker of the House of Representatives by December 31, 40 2008. If the board determines that a fee should be collected 41 from the sale of prepaid wireless service, the board shall 42 collect the fee beginning July 1, 2013 2009.

43

b. For purposes of this section, the term:

(I) "Prepaid wireless service" means the right to access telecommunications services that must be paid for in advance and is sold in predetermined units or dollars enabling the originator to make calls such that the number of units or dollars declines with use in a known amount.

(II) "Prepaid wireless service providers" includes those persons who sell prepaid wireless service regardless of its form, either as a retailer or reseller.

52 c. The study must include an evaluation of methods by 53 which E911 fees may be collected from end users and purchasers 54 of prepaid wireless service on an equitable, efficient, 55 competitively neutral, and nondiscriminatory basis and must 56 consider whether the collection of fees on prepaid wireless Page 2 of 5

CODING: Words stricken are deletions; words underlined are additions.

hb0163-02-c2

57 service would constitute an efficient use of public funds given 58 the technological and practical considerations of collecting the 59 fee based on the varying methodologies prepaid wireless service 60 providers and their agents use in marketing prepaid wireless 61 service.

Ο⊥

62 d. The study must include a review and evaluation of the 63 collection of E911 fees on prepaid wireless service at the point 64 of sale within the state. This evaluation must be consistent 65 with the collection principles of end user charges such as those 66 in s. 212.05(1)(e).

67 c. No later than 90 days after this section becomes law,
68 the board shall require all prepaid wireless service providers,
69 including resellers, to provide the board with information that
70 the board determines is necessary to discharge its duties under
71 this section, including information necessary for its
72 recommendation, such as total retail and reseller prepaid
73 wireless service sales.

74 f. All subscriber information provided by a prepaid 75 wireless service provider in response to a request from the 76 board while conducting this study is subject to s. 365.174.

77 g. The study shall be conducted by an entity competent and 78 knowledgeable in matters of state taxation policy if the board 79 does not possess that expertise. The study must be paid from the 80 moneys distributed to the board for administrative purposes 81 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
 per-service-identifier basis for service identifiers whose
 Page 3 of 5

CODING: Words stricken are deletions; words underlined are additions.

hb0163-02-c2

85 primary place of use is within the state up to a maximum of 25 86 service identifiers for each account bill rendered. 87 88 The provider may list the fee as a separate entry on each bill, 89 in which case the fee must be identified as a fee for E911 90 services. A provider shall remit the fee to the board only if 91 the fee is paid by the subscriber. If a provider receives a 92 partial payment for a monthly bill from a subscriber, the amount 93 received shall first be applied to the payment due the provider 94 for providing voice communications service. 95 Section 2. Paragraph (c) of subsection (2) of section 96 365.173, Florida Statutes, is amended to read: 97 365.173 Emergency Communications Number E911 System Fund.-98 As determined by the board pursuant to s. (2) 99 365.172(8)(h), and subject to any modifications approved by the 100 board pursuant to s. 365.172(6)(a)3. or (8)(i), the moneys in 101 the fund shall be distributed and used only as follows: 102 Any county that receives funds under paragraphs (a) (C) 103 and (b) shall establish a fund to be used exclusively for the 104 receipt and expenditure of the revenues collected under 105 paragraphs (a) and (b). All fees placed in the fund and any 106 interest accrued shall be used solely for costs described in 107 subparagraphs (a)1. and 2. The money collected and interest 108 earned in this fund shall be appropriated for these purposes by the county commissioners and incorporated into the annual county 109 budget. The fund shall be included within the financial audit 110 performed in accordance with s. 218.39. A county may carry 111 forward up to 30 20 percent of the total funds disbursed to the 112 Page 4 of 5

CODING: Words stricken are deletions; words underlined are additions.

hb0163-02-c2

113 county by the board during a calendar year for expenditures for 114 capital outlay, capital improvements, or equipment replacement, 115 if such expenditures are made for the purposes specified in 116 subparagraphs (a)1. and 2.; however, the 30-percent 20-percent 117 limitation does not apply to funds disbursed to a county under 118 s. 365.172(6)(a)3., and a county may carry forward any 119 percentage of the funds, except that any grant provided shall continue to be subject to any condition imposed by the board. In 120 121 order to prevent an excess recovery of costs incurred in 122 providing E911 service, a county that receives funds greater 123 than the permissible E911 costs described in s. 365.172(9), 124 including the 30-percent 20 percent carryforward allowance, must return the excess funds to the E911 board to be allocated under 125 126 s. 365.172(6)(a).

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.

133

127

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

CODING: Words stricken are deletions; words <u>underlined</u> are additions.