Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1	State of Arkansas	As Engrossed: H3/20/03	
2	84th General Assembly	A Bill	
3	Regular Session, 2003		HOUSE BILL 2409
4			
5	By: Representative Stovall		
6			
7			
8		For An Act To Be Entitled	
9	AN ACT TO AMEND THE ARKANSAS TELECOMMUNICATIONS		
10	REGULATORY REFORM ACT TO EXCLUDE CHARGES FOR		
11	EXTENDED AREA SERVICES IN DETERMINING RATE		
12	INCREASES UNDER ARKANSAS CODE § 23-17-412; AND		
13	FOR OTHE	ER PURPOSES.	
14			
15		Subtitle	
16	AN AC	CT TO EXCLUDE CHARGES FOR EXTENDED	D
17	AREA	SERVICES IN DETERMINING RATE	
18	INCRE	EASES UNDER ARKANSAS CODE § 23-17	-
19	412.		
20			
21			
22	BE IT ENACTED BY THE G	ENERAL ASSEMBLY OF THE STATE OF A	ARKANSAS:
23			
24	SECTION 1. Arka	nsas Code § 23-17-412(i)(1), cond	cerning rate increases
25	for non-tier one rural	telephone companies, is amended	to read as follows:
26	(i)(l) The comm	nission on its own motion may revi	iew basic local
27	exchange service rates	of any company subject to this s	section if the company
28	has increased the rate	s by more than the greater of fil	fteen percent (15%) or
29	two dollars (\$2.00) per access line per month within any consecutive twelve-		
30	month period, excludin	g rate increases ordered by the o	commission pursuant to
31	§ 23-17-404 <u>or rate in</u>	creases resulting from the provis	sion of extended area
32	services required as t	he result of customer election un	nder commission rules.
33			
34	SECTION 2. Arka	nsas Code § 23-17-407(b)(1), cond	cerning regulation of
35	rates for basic local exchange service and switched access service of		
36	electing companies, shall be amended to read as follows:		

1 (b)(1) After the expiration of the three year period, the rates for 2 basic local exchange services and switched-access services, excluding the intrastate carrier common line charge, may be adjusted by the electing 3 4 company filing a price list with the commission, as long as the rates remain 5 at or below the inflation-based rate cap or the rate increase results from 6 the provision of extended area services required as the result of customer 7 election under commission rules. 8 9 SECTION 3. Arkansas Code Title 23, Chapter 17, Subchapter 4, is amended to add a new section read as follows: 10 11 23-17-414. Extended area service. (a) The commission shall promulgate rules that enable customers in a 12 13 local exchange service area to petition the commission directly, or by a resolution of the customers' quorum court or other local governing body, to 14 15 request that an ILEC provide extended area service. 16 (b)(1) The rules relating to the provision of extended area shall 17 include: 18 (A) The procedure by which customers may petition the commission for an election on the provision of extended area service; 19 20 (B) The information required for the commission to verify that the rate to be charged for providing extended area service will be just 21 22 and reasonable; 23 (C) Notice requirements to customers regarding the rate, terms, and conditions under which extended area service would be provided as 24 25 a result of a scheduled election under subsection (a) of this section; and 26 (D) The procedure for conducting an election under 27 subsection (a) of this section, and for determining whether extended area 28 service will be provided as a result of the election. 29 (2) After the initial election and adoption of extended area 30 service, no subsequent change in the rate charged for the provision of extended area service shall be effective unless adopted under the 31 32 commission's rules promulgated to implement this section. 33 (c) If the affected customers vote in favor of instituting or renewing 34 extended area service under this section, the carrier shall implement 35 extended area service at a rate that is consistent with subdivision (b)(1)(B) 36 of this section.

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2	/s/ Stovall
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