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 B1II				
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 OT	HER PURPOSES.			
14					
15		Subtitle			
16	AN ACT TO EXCLUDE CHARGES FOR EXTENDED				
17	AREA SERVICES IN DETERMINING RATE				
18	INC	REASES UNDER ARKANSAS CODE § 23-17-			
19	412	•			
20					
21					
22	BE IT ENACTED BY THE	GENERAL ASSEMBLY OF THE STATE OF ARKA	NSAS:		
23					
24	SECTION 1. Arkansas Code § 23-17-412(i)(1), concerning rate increases				
25		al telephone companies, is amended to		;:	
26		mmission on its own motion may review			
27	exchange service rates of any company subject to this section if the company				
28	has increased the rates by more than the greater of fifteen percent (15%) or				
29	two dollars (\$2.00) per access line per month within any consecutive twelve-				
30	month period, excluding rate increases ordered by the commission pursuant to				
31	§ 23-17-404 or rate increases resulting from the provision of extended area services required as the result of customer election under commission rules.				
32	services required as	the result of customer election under	Commission rul	<u>.es</u> .	
33 34	SECTION 2 And	$k_{2} = \frac{1}{2} \left( \frac{1}{2} - \frac{1}{2} \frac{1}{2}$	ing regulation	of	
35 35	SECTION 2. Arkansas Code § 23-17-407(b)(1), concerning regulation of				
36	rates for basic local exchange service and switched access service of electing companies, shall be amended to read as follows:				
	creating companied, i	SC america co read ao rerrowo.			



## As Engrossed: H3/20/03

HB2409

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		
3	intrastate carrier common line charge, may be adjusted by the electing		
4	company filing a price list with the commission, as long as the rates remain		
5	at or below the inflation-based rate cap <u>or the rate increase results from</u>		
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		
10	amended to add a new section read as follows:		
11	23-17-414. Extended area service.		
12	(a) The commission shall promulgate rules that enable customers in a		
13	local exchange service area to petition the commission directly, or by a		
14	resolution of the customers' quorum court or other local governing body, to		
15	request that an ILEC provide extended area service.		
16	(b)(1) The rules relating to the provision of extended area shall		
17	<u>include:</u>		
18	(A) The procedure by which customers may petition the		
19	commission for an election on the provision of extended area service;		
20	(B) The information required for the commission to verify		
21	that the rate to be charged for providing extended area service will be just		
22	and reasonable;		
23	(C) Notice requirements to customers regarding the rate,		
24	terms, and conditions under which extended area service would be provided as		
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		
31	extended area service shall be effective unless adopted under the		
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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