## 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: S3/17/09 S3/24/09		
2	87th General Assembly	<sup>°</sup> A Bill		
3	Regular Session, 2009		SENATE BILL 876	
4				
5	By: Senator D. Wyatt			
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8	For An Act To Be Entitled			
9	AN ACT TO AMEND THE ARKANSAS PUBLIC SAFETY			
10	COMMUNICATIONS ACT OF 1985; TO INCREASE RATES;			
11	AND FOR OTHER PURPOSES.			
12				
13		Subtitle		
14	TO AM	MEND THE ARKANSAS PUBLIC SAFETY		
15	COMMUNICATIONS ACT OF 1985 AND TO			
16	INCRE	EASE RATES.		
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18				
19	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:			
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21	SECTION 1. Arka	nsas Code § 12-10-303, concerning o	lefinitions in the	
22	Arkansas Public Safety Communications Act of 1985, is amended to add an			
23	additional subdivision as follows:			
24	(29) "Readiness costs" means equipment and payroll costs			
25	associated with equipm	ent, call takers, and dispatchers o	on standby waiting	
26	for 911 calls.			
27				
28	SECTION 2. Arka	nsas Code § 12-10-318(b) and (c), o	concerning emergency	
29	telephone service char	ges, is amended to read as follows:	<b>!</b>	
30	(b)(l)(A)(i) Th	ere is levied a commercial mobile r	cadio service	
31	emergency telephone service charge in an amount of $\frac{\text{fifty cents (50¢)}}{\text{cents (50¢)}}$			
32	$\underline{\text{five cents (65c)}}$ per month per commercial mobile radio service connection			
33	that has a place of primary use within the State of Arkansas.			
34		(ii)(a) A commercial mobile radi	lo service provider	
35	may determine, bill, collect, and retain an additional amount to reimburse			
36	the commercial mobile radio service provider for enabling and providing 911			

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comparable relevant date; and

1 and enhanced 911 services and capability in the network and for the 2 facilities and associated equipment. 3 (b) The commercial mobile radio service 4 provider may add any amounts implemented under this subdivision (b)(1)(A)(ii) 5 to the fifty cents (50¢) sixty-five cents (65¢) levied in subdivision 6 (b)(1)(A)(i) of this section so that the commercial mobile radio service 7 emergency telephone service charges appear as a single line item on a 8 subscriber's bill. 9 (B)(i) There is levied a service charge of fifty cents 10 (50¢) sixty-five cents (65¢) per month on prepaid wireless telephone service 11 subscribers whose mobile set telephone numbers are assigned to the State of 12 Arkansas. (ii) Providers of prepaid wireless telephone service 13 14 shall collect and remit the service charge under one (1) of the following 15 methods: 16 The CMRS provider shall collect on a (a) 17 monthly basis the  $\frac{\text{fifty cents (50¢)}}{\text{cents (50¢)}}$  sixty-five cents (65¢) service charge from each prepaid wireless telephone service customer whose account balance 18 19 is equal to or greater than the amount of the service charge; or (b) The CMRS provider shall divide the total 20 21 earned prepaid wireless telephone service revenue received by the CMRS 22 provider with respect to each prepaid wireless telephone service customer in 23 the state within the monthly 911 reporting period by fifty dollars (\$50.00) 24 and multiply the quotient by the service charge amount. 25 (iii) In the case of prepaid wireless telephone 26 service: 27 The monthly wireless 911 surcharge imposed 28 by this subdivision (b)(1)(B) shall be remitted based upon each prepaid wireless telephone associated with this state for each wireless service 29 30 customer that has a sufficient positive balance as of the last day of each 31 month; 32 (b) The surcharge shall be remitted in any 33 manner consistent with the wireless provider's existing operating or 34 technological abilities, such as customer address, location associated with

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the mobile telephone number, or reasonable allocation method based upon other

- (c)(1) If direct billing is not feasible, the
- 2 prepaid subscriber's account may be reduced by the surcharge amount or an
- 3 equivalent number of minutes.
- 4 (2) However, collection of the wireless
- 5 911 surcharge under this subdivision (b)(1)(B)(iii)(c) does not reduce the
- 6 sales price for any tax collected at the point of sale.
- 7 (C) There is levied a voice over internet protocol
- 8 emergency telephone service charge in an amount of fifty cents (50¢) sixty-
- 9 <u>five cents (65¢)</u> per month per voice over internet protocol connection that
- 10 has a place of primary use within the State of Arkansas.
- 11 (D) There is levied a nontraditional telephone service
- 12 charge in an amount of fifty cents (50¢) sixty-five cents (65¢) per month per
- 13 nontraditional service connection that has a place of primary use within the
- 14 State of Arkansas.
- 15 (E) Except for prepaid wireless telephone service, the
- 16 service charge levied in subdivision (b)(1)(A) of this section and any
- 17 additional amounts implemented under subdivision (b)(1)(B) of this section
- 18 and collected by commercial mobile radio service providers that provide
- 19 mobile telecommunications services as defined by the Mobile
- 20 Telecommunications Sourcing Act, Pub. L. No. 106-252, as in effect on January
- 21 1, 2001, shall be collected pursuant to the Mobile Telecommunications
- 22 Sourcing Act.
- 23 (2)(A) The service charges collected under subdivision (b)(1)(A)
- 24 of this section, less administrative fees under subdivision (c)(3) of this
- 25 section, shall be remitted to the Arkansas Emergency Telephone Services Board
- 26 within sixty (60) days after the end of the month in which the fees are
- 27 collected.
- 28 (B) The funds collected pursuant to subdivision (b)(1)(A)
- 29 of this section shall not be deemed revenues of the state and shall not be
- 30 subject to appropriation by the General Assembly.
- 31 (c)(1) There is established the Arkansas Emergency Telephone Services
- 32 Board consisting of the following:
- 33 (A) The Auditor of State or his or her designated
- 34 representative;
- 35 (B) Two (2) representatives selected by a majority of the
- 36 commercial mobile radio service providers licensed to do business in the

1 state; and 2 (C) Two (2) 911 system employees selected by a majority of the public safety answering point administrators in the state. 3 4 (2) The responsibilities of the board shall be as follows: 5 (A) To establish and maintain an interest-bearing account 6 in which will be deposited revenues from the service charges levied under 7 subdivision (b)(1)(A) of this section; 8 (B) To manage and disburse the funds from the account 9 levied under subdivision (b)(1)(A) of this section in the following manner: 10 (i) Not less than forty-nine percent (49%) eighty-11 three and five-tenths percent (83.5%) of the total monthly revenues collected and remitted under subdivision (b)(1)(A) of this section shall be distributed 12 on a population basis to each political subdivision operating a 911 public 13 14 safety communications center which has the capability of receiving commercial 15 mobile radio service 911 calls on dedicated 911 trunk lines for expenses 16 incurred for the answering, routing, and proper disposition of 911 calls, 17 including payroll costs, readiness costs, and training costs associated with wireless, voice over internet protocol, and nontraditional 911 calls; 18 19 (ii)(a) Not more than forty-nine percent (49%) 20 fifteen percent (15%) of the total monthly revenues collected and remitted 21 under subdivision (b)(1)(A) of this section shall be held in the interest-22 bearing account. The board shall report to Legislative Council in the event 23 the sum held under this subdivision becomes less than three million five hundred dollars (\$3,500,000). 24 25 (b) These funds may be utilized by the public 26 safety answering points for the following purposes in connection with 27 compliance with the Federal Communications Commission requirements: 28 upgrading, purchasing, programming, and installing, and maintaining necessary 29 data, basic 911 GIS mapping, hardware, and software, including any network 30 elements required to supply enhanced 911 phase II cellular, voice over internet protocol, and other nontraditional telephone service. 31 32 (c) Invoices must be presented to the board in 33 connection with any request for reimbursement and be approved by a majority 34 vote of the board to receive reimbursement. 35 (d) Any invoices presented to the board for 36 reimbursements of costs not described by this section may be approved only by

1 a unanimous vote of the board; 2 (iii) Not more than one percent (1%) five-tenths percent (0.5%) of the fees collected under subdivision (b)(1)(A) of this 3 4 section may be utilized by the board to compensate the independent auditor 5 and for administrative expenses; 6 (iv) All interest received on funds in the interest-7 bearing account shall be disbursed as prescribed in subdivision (c)(2)(B)(i) 8 of this section; and 9 (v)(a) All cities and counties receiving funds under 10 this section shall submit to the board no later than March 1 April 1 of each 11 year an explanation and accounting of the funds received and expenditures of 12 those funds for the previous calendar year along with a copy of the budget for the previous year and a copy of the year-end appropriation and 13 expenditure analysis of any participating or supporting counties, cities, or 14 15 agencies. 16 (b) The board may require any other 17 information necessary to ensure the funds have been properly utilized 18 according to this section. 19 (c) Failure to submit the proper accounting information and failure to utilize the funds in a proper manner may result in 20 21 the suspension or reduction of funding until corrected; 22 (C)(i) To promulgate regulations necessary to perform its 23 duties prescribed by this subchapter. 24 In determining the population basis for (ii) 25 distribution of funds under subdivision (c)(2)(B)(i) of this section, the 26 board shall determine, based on the latest federal decennial census, the 27 population of all unincorporated areas of counties operating a 911 public 28 safety communications center that has the capacity of receiving commercial mobile radio service, voice over internet protocol service, or nontraditional 29 30 911 calls on dedicated 911 trunk lines and the population of all incorporated 31 areas operating a 911 public safety communications center which has the 32 capability of receiving commercial mobile radio service, voice over internet 33 protocol service, or nontraditional 911 calls on dedicated 911 trunk lines 34 and compare the population of each of those political subdivisions to the 35 total population; 36 (D) To submit annual reports to the office of the Auditor

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1	of State outlining fees collected and moneys disbursed to public safety		
2	answering points under subdivision (b)(l)(A) of this section; and		
3	(E)(i) To retain an independent third-party auditor for		
4	the purposes of receiving, maintaining, and verifying the accuracy of any		
5	proprietary information submitted to the board by commercial mobile radio		
6	service providers.		
7	(ii) Due to the confidential and proprietary nature		
8	of the information submitted by commercial mobile radio service providers,		
9	the information shall be retained by the independent auditor in confidence,		
10	shall be subject to review only by the Auditor of State, and shall not be		
11	subject to the Freedom of Information Act of 1967, § 25-19-101 et seq., nor		
12	released to any third party.		
13	(iii) The information collected by the independent		
14	auditor shall be released only in aggregate amounts that do not identify or		
15	allow identification of numbers of subscribers or revenues attributable to an		
16	individual commercial mobile radio service provider.		
17	(3) Commercial mobile radio service providers, voice over		
18	internet protocol, or other nontraditional communications providers shall be		
19	entitled to retain $one\ percent\ (1\%)$ of the fees collected under subdivision		
20	(b)(1)(A) of this section as reimbursement for collection and handling of the		
21	charges.		
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23	/s/ D. Wyatt		
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