

## 98TH GENERAL ASSEMBLY State of Illinois 2013 and 2014 HB1212

by Rep. Donald L. Moffitt

## SYNOPSIS AS INTRODUCED:

50 ILCS 751/10 50 ILCS 751/17 50 ILCS 751/70

Amends the Wireless Emergency Telephone Safety Act. Defines "Trust Fund". Provides that beginning April 1, 2013, (now, January 1, 2008) the monthly surcharge imposed on wireless carriers shall be \$1.00, rather than \$0.73. Removes provisions concerning amounts per surcharge to be deposited into specified funds. Requires the State Treasurer to deposit \$0.80 per surcharge into the Wireless Service Emergency Fund for distribution to the 9-1-1 authorities and \$0.18 per surcharge into the NG9-1-1 Service Equalization Trust Fund. Provides that 1% of the amounts collected may be distributed to the Illinois Commerce Commission to cover administrative costs. Further provides that in the case of a delinquent report, the Illinois Commerce Commission may impose a penalty on a carrier equal to the product of \$0.1 (now, 1/2¢) and the number of subscribers served by the carrier, and that any penalty imposed shall be deposited into the NG9-1-1 Service Equalization Trust Fund. Provides that the Act is repealed on January 1, 2019 (now, April 1, 2013). Effective April 1, 2013.

LRB098 08119 OMW 38210 b

FISCAL NOTE ACT MAY APPLY

1 AN ACT concerning local government.

## Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 5. The Wireless Emergency Telephone Safety Act is amended by changing Sections 10, 17, and 70 as follows:
- 6 (50 ILCS 751/10)
- 7 (Section scheduled to be repealed on April 1, 2013)
- 8 Sec. 10. Definitions. In this Act:
- 9 "Emergency telephone system board" means a board appointed 10 by the corporate authorities of any county or municipality that 11 provides for the management and operation of a 9-1-1 system 12 within the scope of the duties and powers prescribed by the 13 Emergency Telephone System Act.
- "Master street address guide" means the computerized geographical database that consists of all street and address
- data within a 9-1-1 system.
- "Mobile telephone number" or "MTN" shall mean the telephone number assigned to a wireless telephone at the time of initial
- 19 activation.
- 20 "Prepaid wireless telecommunications service" means
- 21 wireless telecommunications service that allows a caller to
- 22 dial 9-1-1 to access the 9-1-1 system, which service must be
- 23 paid for in advance and is sold in predetermined units or

1 dollars which the amount declines with use in a known amount.

"Public safety agency" means a functional division of a public agency that provides fire fighting, police, medical, or other emergency services. For the purpose of providing wireless service to users of 9-1-1 emergency services, as expressly provided for in this Act, the Department of State Police may be considered a public safety agency.

"Qualified governmental entity" means a unit of local government authorized to provide 9-1-1 services pursuant to the Emergency Telephone System Act where no emergency telephone system board exists.

"Remit period" means the billing period, one month in duration, for which a wireless carrier remits a surcharge and provides subscriber information by zip code to the Illinois Commerce Commission, in accordance with Section 17 of this Act.

"Statewide wireless emergency 9-1-1 system" means all areas of the State where an emergency telephone system board or, in the absence of an emergency telephone system board, a qualified governmental entity has not declared its intention for one or more of its public safety answering points to serve as a primary wireless 9-1-1 public safety answering point for its jurisdiction. The operator of the statewide wireless emergency 9-1-1 system shall be the Department of State Police.

"Trust Fund" means the NG 9-1-1 Service Equalization Trust Fund.

"Wireless carrier" means a provider of two-way cellular,

broadband PCS, geographic area 800 MHZ and 900 MHZ Commercial Mobile Radio Service (CMRS), Wireless Communications Service (WCS), or other Commercial Mobile Radio Service (CMRS), as defined by the Federal Communications Commission, offering radio communications that may provide fixed, mobile, radio location, or satellite communication services to individuals or businesses within its assigned spectrum block and geographical area or that offers real-time, two-way voice service that is interconnected with the public switched network, including a reseller of such service.

"Wireless enhanced 9-1-1" means the ability to relay the telephone number of the originator of a 9-1-1 call and location information from any mobile handset or text telephone device accessing the wireless system to the designated wireless public safety answering point as set forth in the order of the Federal Communications Commission, FCC Docket No. 94-102, adopted June 12, 1996, with an effective date of October 1, 1996, and any subsequent amendment thereto.

"Wireless public safety answering point" means the functional division of an emergency telephone system board, qualified governmental entity, or the Department of State Police accepting wireless 9-1-1 calls.

"Wireless subscriber" means an individual or entity to whom a wireless service account or number has been assigned by a wireless carrier, other than an account or number associated with prepaid wireless telecommunication service.

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1 (Source: P.A. 97-463, eff. 1-1-12.)

- 2 (50 ILCS 751/17)
- 3 (Section scheduled to be repealed on April 1, 2013)
- 4 Sec. 17. Wireless carrier surcharge.
  - (a) Except as provided in Sections 45 and 80, each wireless carrier shall impose a monthly wireless carrier surcharge per CMRS connection that either has a telephone number within an area code assigned to Illinois by the North American Numbering Plan Administrator or has a billing address in this State. No wireless carrier shall impose the surcharge authorized by this Section upon any subscriber who is subject to the surcharge imposed by a unit of local government pursuant to Section 45. Prior to January 1, 2008 (the effective date of Public Act 95-698), the surcharge amount shall be the amount set by the Wireless Enhanced 9-1-1 Board. Beginning on April 1, 2013 January 1, 2008 (the effective date of Public Act 95 698), the monthly surcharge imposed under this Section shall be \$1.00 \$0.73 per CMRS connection. The wireless carrier that provides wireless service to the subscriber shall collect the surcharge from the subscriber. For mobile telecommunications services provided on and after August 1, 2002, any surcharge imposed under this Act shall be imposed based upon the municipality or county that encompasses the customer's place of primary use as defined in the Mobile Telecommunications Sourcing Conformity Act. The surcharge shall be stated as a separate item on the

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subscriber's monthly bill. The wireless carrier shall begin collecting the surcharge on bills issued within 90 days after the Wireless Enhanced 9-1-1 Board sets the monthly wireless surcharge. State and local taxes shall not apply to the wireless carrier surcharge.

(b) Except as provided in Sections 45 and 80, a wireless carrier shall, within 45 days of collection, remit, either by check or by electronic funds transfer, to the State Treasurer the amount of the wireless carrier surcharge collected from each subscriber. Of the amounts remitted under this subsection prior to January 1, 2008 (the effective date of Public Act 95-698), and for surcharges imposed before January 1, 2008 (the effective date of Public Act 95-698) but remitted after January 1, 2008, the State Treasurer shall deposit \$0.80 per surcharge one-third into the Wireless Carrier Reimbursement Fund and two thirds into the Wireless Service Emergency Fund for distribution to the 9-1-1 authorities, . For surcharges collected and remitted on or after January 1, 2008 (the effective date of Public Act 95 698), \$0.1475 per surcharge collected shall be deposited into the Wireless Carrier Reimbursement Fund, and \$0.18 \$0.5825 per surcharge collected shall be deposited into the Trust Fund Wireless Service Emergency Fund. 1% of that Of the amounts deposited into Wireless Carrier Reimbursement Fund under this subsection, \$0.01 per surcharge collected may be distributed to the carriers to cover their administrative costs. Of the amounts

- deposited into the Wireless Service Emergency Fund under this subsection, \$0.01 per surcharge collected may be disbursed to the Illinois Commerce Commission to cover its administrative
- 4 costs.

- (c) The first such remittance by wireless carriers shall include the number of wireless subscribers by zip code, and the 9-digit zip code if currently being used or later implemented by the carrier, that shall be the means by which the Illinois Commerce Commission shall determine distributions to the 9-1-1 authorities from the Wireless Service Emergency Fund. This information shall be updated no less often than every year, and the resulting data shall be shared with the Illinois Next Generation 9-1-1 Network (INGN). Wireless carriers are not required to remit surcharge moneys that are billed to subscribers but not yet collected. Any carrier that fails to provide the zip code information required under this subsection (c) shall be subject to the penalty set forth in subsection (f) of this Section.
  - (d) Any funds collected under the Prepaid Wireless 9-1-1 Surcharge Act shall be distributed using a prorated method based upon zip code information collected from post-paid wireless carriers under subsection (c) of this Section.
  - (e) If before midnight on the last day of the third calendar month after the closing date of the remit period a wireless carrier does not remit the surcharge or any portion thereof required under this Section, then the surcharge or

in full; or

- portion thereof shall be deemed delinquent until paid in full,
- 2 and the Illinois Commerce Commission may impose a penalty
- 3 against the carrier in an amount equal to the greater of:
- 4 (1) \$25 for each month or portion of a month from the 5 time an amount becomes delinquent until the amount is paid
  - (2) an amount equal to the product of 1% and the sum of all delinquent amounts for each month or portion of a month that the delinquent amounts remain unpaid.

A penalty imposed in accordance with this subsection (e) for a portion of a month during which the carrier provides the number of subscribers by zip code as required under subsection (c) of this Section shall be prorated for each day of that month during which the carrier had not provided the number of subscribers by zip code as required under subsection (c) of this Section. Any penalty imposed under this subsection (e) is in addition to the amount of the delinquency and is in addition to any other penalty imposed under this Section.

- (f) If, before midnight on the last day of the third calendar month after the closing date of the remit period, a wireless carrier does not provide the number of subscribers by zip code as required under subsection (c) of this Section, then the report is deemed delinquent and the Illinois Commerce Commission may impose a penalty against the carrier in an amount equal to the greater of:
  - (1) \$25 for each month or portion of a month that the

(2) an amount equal to the product of  $\frac{\$0.1}{1/2}$  and the number of subscribers served by the wireless carrier.

A penalty imposed in accordance with this subsection (f) for a portion of a month during which the carrier pays the delinquent amount in full shall be prorated for each day of that month that the delinquent amount was paid in full. Any penalty imposed under this subsection (f) is in addition to any other penalty imposed under this Section. A penalty imposed under this subsection shall be deposited into the Trust Fund.

- (g) The Illinois Commerce Commission may enforce the collection of any delinquent amount and any penalty due and unpaid under this Section by legal action or in any other manner by which the collection of debts due the State of Illinois may be enforced under the laws of this State. The Executive Director of the Illinois Commerce Commission, or his or her designee, may excuse the payment of any penalty imposed under this Section if the Executive Director, or his or her designee, determines that the enforcement of this penalty is unjust.
- (h) Notwithstanding any provision of law to the contrary, nothing shall impair the right of wireless carriers to recover compliance costs for all emergency communications services that are not reimbursed out of the Wireless Carrier Reimbursement Fund directly from their wireless subscribers via line-item charges on the wireless subscriber's bill. Those

- compliance costs include all costs incurred by wireless carriers in complying with local, State, and federal regulatory or legislative mandates that require the transmission and receipt of emergency communications to and from the general public, including, but not limited to, E-911.
  - (i) The Auditor General shall conduct, on an annual basis, an audit of the Wireless Service Emergency Fund and the Wireless Carrier Reimbursement Fund for compliance with the requirements of this Act. The audit shall include, but not be limited to, the following determinations:
    - (1) Whether the Commission is maintaining detailed records of all receipts and disbursements from the Wireless Carrier Emergency Fund and the Wireless Carrier Reimbursement Fund.
    - (2) Whether the Commission's administrative costs charged to the funds are adequately documented and are reasonable.
  - (3) Whether the Commission's procedures for making grants and providing reimbursements in accordance with the Act are adequate.
- 21 (4) The status of the implementation of wireless 9-1-1 22 and E9-1-1 services in Illinois.

The Commission, the Department of State Police, and any other entity or person that may have information relevant to the audit shall cooperate fully and promptly with the Office of the Auditor General in conducting the audit. The Auditor

- 1 General shall commence the audit as soon as possible and
- 2 distribute the report upon completion in accordance with
- 3 Section 3-14 of the Illinois State Auditing Act.
- 4 (Source: P.A. 97-463, eff. 1-1-12.)
- 5 (50 ILCS 751/70)
- 6 (Section scheduled to be repealed on April 1, 2013)
- 7 Sec. 70. Repealer. This Act is repealed on <u>January 1, 2019</u>
- 8 April 1, 2013.
- 9 (Source: P.A. 95-63, eff. 8-13-07; 95-698, eff. 1-1-08.)
- 10 Section 99. Effective date. This Act takes effect April 1,
- 11 2013.