As Introduced

127th General Assembly Regular Session 2007-2008

H. B. No. 550

16

Representatives Flowers, Driehaus

Cosponsors: Representatives Hughes, Harwood, Williams, B., Sayre, Yuko, Chandler, Okey, Schneider, Otterman, J., Szollosi, Adams, Dolan, Lundy, Strahorn, Letson, Stebelton, Skindell, Hite, Combs, Brown, McGregor, J., Ujvagi, Zehringer, Uecker

A BILL

To amend sections 4931.61, 4931.62, 4931.63, 4931.64,
4931.65, 4931.66, and 4931.70 of the Revised Code
to extend until 2013 the wireless 9-1-1 charge, to
raise the minimum, annual fund disbursement amount
for each county from \$25,000 to \$90,000, and to
broaden local uses of that revenue.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF OHIO:

wireless 9-1-1 charge for each such wireless telephone number

Section 1. That sections 4931.61, 4931.62, 4931.63, 4931.64,	7
4931.65, 4931.66, and 4931.70 of the Revised Code be amended to	8
read as follows:	9
Sec. 4931.61. (A) Beginning on the first day of the third	10
month following the effective date of this section May 6, 2005,	11
and ending December 31, $\frac{2008}{2012}$, there is hereby imposed, on	12
each wireless telephone number of a wireless service subscriber	13
who has a billing address in this state, a wireless 9-1-1 charge	14
of thirty-two cents per month. The subscriber shall pay the	15

assigned to the subscriber. Each wireless service provider and	17
each reseller of wireless service shall collect the wireless 9-1-1	18
charge as a specific line item on each subscriber's monthly bill.	19
The line item shall be expressly designated "State/Local	20
Wireless-E911 Costs (\$0.32/billed number)." If a provider bills a	21
subscriber for any wireless enhanced 9-1-1 costs that the provider	22
may incur, the charge or amount is not to appear in the same line	23
item as the state/local line item. If the charge or amount is to	24
appear in its own, separate line item on the bill, the charge or	25
amount shall be expressly designated "[Name of Provider] Federal	26
Wireless-E911 Costs." For any <u>However, in the case of the</u>	27
thirty-two cent wireless 9-1-1 charge payable by a subscriber of	28
prepaid wireless service, a wireless service provider or reseller	29
shall collect the wireless 9-1-1 charge in <u>do</u> any of the following	30
manners:	31

- (1) At Collect the charge at the point of sale. For purposes 32 of prepaid wireless services, point of sale includes the 33 purchasing initial airtime minutes and at the time of each later 34 purchase of additional airtime minutes by the subscriber along 35 with any necessary activation of those minutes. If the provider or 36 reseller is unable to track such transactions, the provider or 37 reseller shall charge the thirty-two cent wireless 9-1-1 charge on 38 each point-of-sale transaction, regardless of the number of 39 separate airtime minute purchases that occur within the same 40 month. 41
- (2) If the subscriber has a positive account balance on the 42 last day of the month and has used the service during that month, 43 collect the charge by reducing that balance not later than the end 44 of the first week of the following month by the amount of the 45 charge or an equivalent number of air time airtime minutes; 46
 - (3) By dividing Divide the total earned prepaid wireless

telephone revenue from sales within this state received by the	48
wireless service provider or reseller during the month by fifty,	49
multiplying the quotient by thirty-two cents, and remitting remit	50
this amount pursuant to division (A)(1) of section 4931.62 of the	51
Revised Code.	52

(B) The wireless 9-1-1 charge shall be exempt from state or 53 local taxation.

Sec. 4931.62. (A)(1) Beginning with the second month 55 following the month in which the wireless 9-1-1 charge is first 56 imposed under section 4931.61 of the Revised Code, a wireless 57 service provider or reseller of wireless service, not later than 58 the last day of each month, shall remit the full amount of all 59 wireless 9-1-1 charges it collected for the second preceding 60 calendar month to the Ohio 9-1-1 coordinator, with the exception 61 of charges equivalent to the amount authorized as a billing and 62 collection fee under division (A)(2) of this section. In doing so, 63 the provider or reseller may remit the requisite amount in any 64 reasonable manner consistent with its existing operating or 65 technological capabilities, such as by customer address, location 66 associated with the wireless telephone number, or another 67 allocation method based on comparable, relevant data. If the 68 wireless service provider or reseller receives a partial payment 69 for a bill from a wireless service subscriber, the wireless 70 service provider or reseller shall apply the payment first against 71 the amount the subscriber owes the wireless service provider or 72 reseller and shall remit to the coordinator such lesser amount, if 73 any, as results from that invoice. 74

(2) A wireless service provider or reseller of wireless 75 service may retain as a billing and collection fee two per cent of 76 the total wireless 9-1-1 charges it collects in any month and 77 shall account to the coordinator for the amount retained. 78

(3) The coordinator shall return to, or credit against the	79
next month's remittance of, a wireless service provider or service	80
reseller the amount of any remittances the coordinator determines	81
were erroneously submitted by the provider or reseller.	82
(B) Each subscriber on which a wireless 9-1-1 charge is	83
imposed under division (A) of section 4931.61 of the Revised Code	84
is liable to the state for the amount of the charge. If a wireless	85
service provider or reseller fails to collect the charge under	86
that division from a subscriber of prepaid wireless service, or	87
fails to bill any other subscriber for the charge, the wireless	88
service provider or reseller is liable to the state for the amount	89
not collected or billed. If, except that a wireless service	90
provider or reseller that collects charges under that division and	91
fails to remit the money to the coordinator, the wireless service	92
provider or reseller is liable to the state for any amount <u>so</u>	93
collected and not remitted. Additionally, in the case of prepaid	94
wireless services, the provider or reseller is liable to the state	95
for the amount of the charge assessed in the manner chosen by the	96
provider under division (A) of section 4931.61 of the Revised	97
Code, including those occurring through a third-party vendor or	98
retail outlet selling the provider's or reseller's prepaid	99
wireless services.	100
(C)(1) If the public utilities commission has reason to	101
believe that a wireless service provider or reseller has failed to	102
bill, collect, or remit the wireless 9-1-1 charge as required by	103
divisions (A)(1) and (B) of this section or has retained more than	104
the amount authorized under division (A)(2) of this section, and	105
after written notice to the provider or reseller, the commission	106
may audit the provider or reseller for the sole purpose of making	107
such a determination. The audit may be of <u>include</u> , <u>but is not</u>	108
<u>limited to</u> , a sample of the provider's or reseller's billings,	109

collections, remittances, or retentions for a representative

period, and the commission shall make a good faith effort to reach 111 agreement with the provider or reseller in selecting that sample. 112

- (2) Upon written notice to the wireless service provider or 113 reseller, the commission, by order after completion of the audit, 114 may make an assessment against the provider or reseller if, 115 pursuant to the audit, the commission determines that the provider 116 or reseller has failed to bill, collect, or remit the wireless 117 9-1-1 charge as required by divisions (A)(1) and (B) of this 118 section or has retained more than the amount authorized under 119 division (A)(2) of this section. The assessment shall be in the 120 amount of any remittance that was due and unpaid on the date 121 notice of the audit was sent by the commission to the provider or 122 reseller or, as applicable, in the amount of the excess amount 123 under division (A)(2) of this section retained by the provider or 124 reseller as of that date. 125
- (3) The portion of any assessment not paid within sixty days 126 after the date of service by the commission of the assessment 127 notice under division (C)(2) of this section shall bear interest 128 from that date until paid at the rate per annum prescribed by 129 section 5703.47 of the Revised Code. That interest may be 130 collected by making an assessment under division (C)(2) of this 131 section. An assessment under this division and any interest due 132 shall be remitted in the same manner as the wireless 9-1-1 charge. 133
- (4) An assessment is final and due and payable and shall be 134 remitted to the commission unless the assessed party petitions for 135 rehearing under section 4903.10 of the Revised Code. The 136 proceedings of the commission specified in division (C)(4) of this 137 section are subject to and governed by Chapter 4903. of the 138 Revised Code, except that the court of appeals of Franklin county 139 has exclusive, original jurisdiction to review, modify, or vacate 140 an order of the commission under division (C)(2) of this section. 141 The court shall hear and determine such appeal in the same manner 142

and	under	the	same	standa	ards	as	the	Ohio	supre	eme	court	hears	and	143
dete	rmines	app	peals	under	Char	pter	490	3. of	the	Rev	rised	Code.		144

The judgment of the court of appeals is final and conclusive 145 unless reversed, vacated, or modified on appeal. Such an appeal 146 may be made by the commission or the person to whom the order 147 under division (C)(2) of this section was issued and shall proceed 148 as in the case of appeals in civil actions as provided in Chapter 149 2505. of the Revised Code.

- (5) After an assessment becomes final, if any portion of the 151 assessment remains unpaid, including accrued interest, a certified 152 copy of the commission's entry making the assessment final may be 153 filed in the office of the clerk of the court of common pleas in 154 the county in which the place of business of the assessed party is 155 located. If the party maintains no place of business in this 156 state, the certified copy of the entry may be filed in the office 157 of the clerk of the court of common pleas of Franklin county. 158 Immediately upon the filing, the clerk shall enter a judgment for 159 the state against the assessed party in the amount shown on the 160 entry. The judgment may be filed by the clerk in a loose-leaf book 161 entitled "special judgments for wireless 9-1-1 charges" and shall 162 have the same effect as other judgments. The judgment shall be 163 executed upon the request of the commission. 164
- (6) An assessment under this division does not discharge a 165 subscriber's liability to reimburse the provider or reseller for 166 the wireless 9-1-1 charge. If, after the date of service of the 167 audit notice under division (C)(1) of this section, a subscriber 168 pays a wireless 9-1-1 charge for the period covered by the 169 assessment, the payment shall be credited against the assessment. 170
- (7) All money collected by the commission under this division 171 shall be paid to the treasurer of state, for deposit to the credit 172 of the wireless 9-1-1 government assistance fund. 173

Sec. 4931.63. (A) There is hereby created the wireless 9-1-1 174 administrative fund in the state treasury. A sufficient 175 percentage, determined by the chairperson of the public utilities 176 commission but not to exceed four per cent through the first full 177 fiscal year and two per cent thereafter, of the periodic 178 remittances of the wireless 9-1-1 charge under section 4931.62 of 179 the Revised Code shall be deposited to the credit of the fund, to 180 be used by the commission to cover such nonpayroll costs and, at 181 the discretion of the commission such payroll costs, of the 182 commission as are incurred in assisting the coordinator in 183 carrying out sections 4931.60 to 4931.70 of the Revised Code and 184 in conducting audits under division (C) of section 4931.62 of the 185 Revised Code. In addition, the compensation of the Ohio 9-1-1 186 coordinator, and any expenses of the coordinator in carrying out 187 those sections, shall be paid from the fund. 188

(B) There is hereby created the wireless 9-1-1 government 189 assistance fund, which shall be in the custody of the treasurer of 190 state but shall not be part of the state treasury. The periodic 191 remittances of the wireless 9-1-1 charge remaining after the 192 deposit required by division (A) of this section shall be 193 deposited to the credit of the wireless 9-1-1 government 194 assistance fund. The treasurer of state shall deposit or invest 195 the moneys in this fund in accordance with Chapter 135. of the 196 Revised Code and any other provision of law governing public 197 moneys of the state as defined in section 135.01 of the Revised 198 Code. The treasurer of state shall credit the interest earned to 199 the fund. The treasurer of state shall disburse money from the 200 fund solely upon order of the coordinator as authorized under 201 section 4931.64 of the Revised Code. Annually, until the fund is 202 depleted, the treasurer of state shall certify to the coordinator 203 the amount of moneys in the treasurer of state's custody belonging 204 to the fund. 205

Sec. 4931.64. (A) Prior to the first disbursement under this	206
section and annually thereafter not later than the twenty-fifth	207
day of January, until the wireless 9-1-1 government assistance	208
fund is depleted, the Ohio 9-1-1 coordinator shall do both of the	209
following for the purposes of division (B) of this section:	210
(1) Determine, for a county that has adopted a final plan	211

- under sections 4931.40 to 4931.70 of the Revised Code for the 212 provision of wireless enhanced 9-1-1 within the territory covered 213 by the countywide 9-1-1 system established under the plan, the 214 number of wireless telephone numbers assigned to wireless service 215 subscribers that have billing addresses within the county. That 216 number shall be adjusted between any two counties so that the 217 number of wireless telephone numbers assigned to wireless service 218 subscribers who have billing addresses within any portion of a 219 municipal corporation that territorially lies primarily in one of 220 the two counties but extends into the other county is added to the 221 number already determined for that primary county and subtracted 222 for the other county. 223
- (2) Determine each county's proportionate share of the 224 wireless 9-1-1 government assistance fund for the ensuing calendar 225 year on the basis set forth in division (B) of this section; 226 estimate the ensuing calendar year's fund balance; compute each 227 such county's estimated proceeds for the ensuing calendar year 228 based on its proportionate share and the estimated fund balance; 229 and certify such amount of proceeds to the county auditor of each 230 such county. 231
- (B) The Ohio 9-1-1 coordinator, in accordance with this
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 division and not later than the last day of each month, shall
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 disburse the amount credited as remittances to the wireless 9-1-1
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 government assistance fund during the second preceding month, plus
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 any accrued interest on the fund. Such a disbursement shall be
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paid to each county treasurer. The amount to be so disbursed	237
monthly to a particular county shall be a proportionate share of	238
the wireless 9-1-1 government assistance fund balance based on the	239
ratio between the following:	240
(1) The number of wireless telephone numbers determined for	241
the county by the coordinator pursuant to division (A) of this	242
section;	243
(2) The total number of wireless telephone numbers assigned	244
to subscribers who have billing addresses within this state. To	245
the extent that the fund balance permits, the disbursements to	246
each county shall total at least twenty five ninety thousand	247
dollars annually.	248
(C)(1) Each county that has not adopted a final plan for the	249
provision of wireless enhanced 9-1-1 under sections 4931.40 to	250
4931.70 of the Revised Code shall be deemed as having done so for	251
the purposes of making the determinations and disbursements under	252
divisions (A)(1) and (2) and (B) of this section through the third	253
full calendar year following the effective date of this section	254
<u>May 6, 2005</u> .	255
(2) For each county described in division (C)(1) of this	256
section and through the third full calendar year following the	257
effective date of this section May 6, 2005, the coordinator shall	258
retain in the wireless 9-1-1 government assistance fund an amount	259
equal to what would be the county's disbursements under division	260
(B) of this section if it had adopted such a final plan, plus any	261
related accrued interest, to be set aside for that county until	262
the board of county commissioners notifies the coordinator that a	263
final plan for the provision of wireless enhanced 9-1-1 has been	264
adopted, but not beyond the end of such third year. Provided	265
notification is made prior to the end of that third year, the	266
coordinator shall disburse and pay to the county treasurer, not	267

later than the last day of the month following the month the

notification is made, the total amount so set aside for the county	269
plus any related accrued interest. After the end of the third full	270
calendar year following the effective date of this section May 6,	271
2005, any money and interest so retained and not disbursed as	272
authorized under this division shall be available for disbursement	273
only as provided in division (B) of this section.	274

- (D) Immediately upon receipt by a county treasurer of a 275 disbursement under division (B) or (C) of this section, the county 276 shall disburse, in accordance with the allocation formula set 277 forth in the final plan, the amount the county so received to any 278 other subdivisions in the county that pay the costs of a public 279 safety answering point providing wireless enhanced 9-1-1 under the plan. 281
- (E) Nothing in sections 4931.40 to 4931.70 of the Revised 282 Code affects the authority of a subdivision operating or served by 283 a public safety answering point of a 9-1-1 system to use, as 284 provided in the final plan for the system or in an agreement under 285 section 4931.48 of the Revised Code, any other authorized revenue 286 of the subdivision for the purposes of providing basic or enhanced 287 9-1-1.
- Sec. 4931.65. (A) A countywide 9-1-1 system receiving a 289 disbursement under section 4931.64 of the Revised Code shall 290 provide countywide wireless enhanced 9-1-1 in accordance with 291 sections 4931.40 to 4931.70 of the Revised Code beginning as soon 292 as reasonably possible after receipt of the first disbursement or, 293 if that service is already implemented, shall continue to provide 294 such service. Except as provided in divisions (B) and (C) of this 295 section, disbursement shall be used solely for the purpose of 296 paying either or both any of the following: 297
- (1) Any costs of designing, upgrading, purchasing, leasing, 298 programming, installing, testing, or maintaining the necessary 299

data, hardware, software, and trunking required for the public	300
safety answering point or points of the 9-1-1 system to provide	301
wireless enhanced 9-1-1, which costs are incurred before or on or	302
after the effective date of this section May 6, 2005, and consist	303
of such additional costs of the 9-1-1 system over and above any	304
costs incurred to provide wireline 9-1-1. On or after the	305
provision of technical and operational standards pursuant to	306
division (D)(1) of section 4931.68 of the Revised Code, a	307
subdivision shall consider the standards before incurring any	308
costs described in this division.	309

(2) Any costs of training the staff of the public safety

answering point or points to provide wireless enhanced 9-1-1,

which costs are incurred before or on or after the effective date

of this section and consist of such additional costs of the 9-1-1

system over and above any costs incurred to provide wireline 9-1-1

May 6, 2005;

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- (3) Public education regarding enhanced 9-1-1.
- (B) Beginning one year following the imposition of the 317 wireless 9-1-1 charge under section 4931.61 of the Revised Code, a 318 subdivision that certifies to the Ohio 9-1-1 coordinator that it 319 has paid the costs described in divisions (A)(1) and (2) of this 320 section and is providing countywide wireless enhanced 9-1-1 may 321 use disbursements received under section 4931.64 of the Revised 322 Code to pay any of its personnel costs of one or more public 323 safety answering points providing countywide wireless enhanced 324 9-1-1. 325
- (C) After receiving its April 2009, disbursement under 326 section 4931.64 of the Revised Code, a subdivision may use any 327 remaining balance of disbursements it received under that section 328 to pay any of its costs of providing countywide wireless 9-1-1, 329 including the personnel costs of one or more public safety 330 answering points providing that service. 331

(D) The costs described in divisions (A), (B), and (C) of	332
this section may include any such costs payable pursuant to an	333
agreement under division (J) of section 4931.41 of the Revised	334
Code.	335
Sec. 4931.66. (A)(1) A wireless service provider telephone	336
company, the state highway patrol as described in division (J) of	337
section 4931.41 of the Revised Code, and each subdivision	338
operating one or more public safety answering points for a	339
countywide system providing wireless 9-1-1, shall provide the Ohio	340
9-1-1 coordinator with such information as the coordinator	341
requests for the purposes of carrying out the coordinator's duties	342
under sections 4931.60 to 4931.70 of the Revised Code, including,	343
but not limited to, duties regarding the collection of the	344
wireless 9-1-1 charge and regarding the provision of a report or	345
recommendation under section 4931.70 of the Revised Code.	346
(2) A wireless service provider shall provide an official,	347
employee, agent, or representative of a subdivision operating a	348
public safety answering point, or of the state highway patrol as	349
described in division (J) of section 4931.41 of the Revised Code,	350
with such technical, service, and location information as the	351
official, employee, agent, or representative requests for the	352
purpose of providing wireless 9-1-1.	353
(3) A subdivision operating one or more public safety	354
answering points of a 9-1-1 system, and a telephone company, shall	355
provide to the Ohio 9-1-1 council such information as the council	356
requires for the purpose of making any recommendation or report	357
pursuant to carrying out its duties under division $(D)\frac{(2)}{(2)}$ of	358
section 4931.68 of the Revised Code.	359
(B)(1) Any information provided under division (A) of this	360
section that consists of trade secrets as defined in section	361

1333.61 of the Revised Code or of information regarding the

customers, revenues, expenses, or network information of a	363
telephone company shall be confidential and does not constitute a	364
public record for the purpose of section 149.43 of the Revised	365
Code.	366
(2) The public utilities commission, the Ohio 9-1-1	367
coordinator, and any official, employee, agent, or representative	368
of the commission, of the state highway patrol as described in	369
division (J) of section 4931.41 of the Revised Code, or of a	370
subdivision operating a public safety answering point, while	371
acting or claiming to act in the capacity of the commission or	372
coordinator or such official, employee, agent, or representative,	373
shall not disclose any information provided under division (A) of	374
this section regarding a telephone company's customers, revenues,	375
expenses, or network information. Nothing in division (B)(2) of	376
this section precludes any such information from being aggregated	377
and included in any report required under section 4931.70 or	378
division (D)(2) of section 4931.69 of the Revised Code, provided	379
the aggregated information does not identify the number of any	380
particular company's customers or the amount of its revenues or	381
expenses or identify a particular company as to any network	382
information.	383
Sec. 4931.70. On the first day of By November preceding the	384
2007-2009 budget biennium 30, 2011, the Ohio 9-1-1 coordinator	385
shall submit a report to the general assembly, in accordance with	386
section 101.68 of the Revised Code, that contains both of the	387
following:	388
(A) A review of the implementation and provision of wireless	389
enhanced 9-1-1 in this state and a description of how moneys	390
disbursements from the wireless $9-1-1$ government assistance fund	391
have been used. In preparing the report, the coordinator shall	392

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consult with the wireless 9-1-1 advisory board.

(B) The coordinator's recommendation for the coming budget	394
biennium of any change in the amount of the wireless 9-1-1 charge	395
and the basis for that recommendation. The recommendation shall	396
reflect the minimum amount necessary during the coming budget	397
biennium, given any balance in the wireless 9-1-1 government	398
assistance fund to be carried over to that biennium and the	399
projected revenue from the charge, to fully cover the costs	400
described in division (A) of section 4931.65 of the Revised Code	401
as projected for that biennium. The amount also shall reflect the	402
minimum amount necessary for the wireless 9-1-1 charge to cover	403
the costs described in division (A) of section 4931.63 of the	404
Revised Code as projected for the biennium, given the wireless	405
9-1-1 administrative fund balance to be carried over. In making a	406
recommendation under this division, the coordinator shall consider	407
any recommendation of the wireless 9-1-1 advisory board.	408
Section 2. That existing sections 4931.61, 4931.62, 4931.63,	409
4931.64, 4931.65, 4931.66, and 4931.70 of the Revised Code are	410
hereby repealed.	411