By: Carona

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A BILL TO BE ENTITLED 1 AN ACT 2 relating to the specialized telecommunications assistance program. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: SECTION 1. Section 56.001, Utilities Code, is amended by 4 5 amending Subdivision (1) and adding Subdivision (2-a) to read as follows: 6 7 (1)"Department" means the [Texas] Department of Assistive and Rehabilitative [Human] Services. 8 (2-a) "Executive commissioner" means the executive 9 commissioner of the Health and Human Services Commission. 10 SECTION 2. Section 56.021, Utilities Code, is amended to 11 12 read as follows: 13 Sec. 56.021. UNIVERSAL SERVICE FUND ESTABLISHED. The 14 commission shall adopt and enforce rules requiring local exchange companies to establish a universal service fund to: 15 16 (1)assist telecommunications providers in providing basic local telecommunications service at reasonable rates in high 17 cost rural areas under two plans: 18 (A) the Texas High Cost Universal Service Plan 19 (16 T.A.C. Section 26.403); and 20 21 (B) the Small and Rural Incumbent Local Exchange 22 Company Universal Service Plan (16 T.A.C. Section 26.404); 23 (2) reimburse the telecommunications carrier that 24 provides the statewide telecommunications relay access service

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1 under Subchapter D;

2 (3) finance the specialized telecommunications
3 assistance program established under Subchapter E;

4 (4) reimburse the department[, the Texas Commission
5 for the Deaf and Hard of Hearing,] and the commission for costs
6 incurred in implementing this chapter and Chapter 57;

7 (5) reimburse a telecommunications carrier providing 8 lifeline service as provided by 47 C.F.R. Part 54, Subpart E, as 9 amended;

10 (6) finance the implementation and administration of 11 an integrated eligibility process created under Section 17.007 for 12 customer service discounts relating to telecommunications 13 services, including outreach expenses the commission determines 14 are reasonable and necessary;

15 (7) reimburse a designated provider under Subchapter 16 F;

17 (8) reimburse a successor utility under Subchapter G;18 and

19 (9) finance the program established under Subchapter20 H.

21 SECTION 3. Section 56.023(a), Utilities Code, is amended to 22 read as follows:

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(a) The commission shall:

(1) in a manner that assures reasonable rates for
basic local telecommunications service, adopt eligibility criteria
and review procedures, including a method for administrative
review, the commission finds necessary to fund the universal

1 service fund and make distributions from that fund;

(2) determine which telecommunications providers meet
 the eligibility criteria;

4 (3) determine the amount of and approve a procedure
5 for reimbursement to telecommunications providers of revenue lost
6 in providing tel-assistance service under Subchapter C;

7 (4) establish and collect fees from the universal 8 service fund necessary to recover the costs the department and the 9 commission incur in administering this chapter and Chapter 57; 10 [and]

11 (5) approve procedures for the collection and 12 disbursal of the revenue of the universal service fund; and

13 (6) audit voucher payments and other expenditures made 14 under the specialized telecommunications assistance program 15 established under Subchapter E.

SECTION 4. Section 56.110(a), Utilities Code, is amended to read as follows:

(a) An advisory committee to assist the commission in
administering this subchapter is composed of the following persons
appointed by the commission:

(1) two persons with disabilities that impair the ability to effectively access the telephone network other than disabilities described by Subdivisions (2)-(7);

24 (2) one deaf person recommended by the Texas Deaf25 Caucus;

26 (3) one deaf person recommended by the Texas27 Association of the Deaf;

(4) one person with a hearing impairment recommended
 by Self-Help for the Hard of Hearing;

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3 (5) one person with a hearing impairment recommended4 by the American Association of Retired Persons;

5 (6) one deaf and blind person recommended by the Texas
6 Deaf/Blind Association;

7 (7) one person with a speech impairment and one person
8 with a speech and hearing impairment recommended by the Coalition
9 of Texans with Disabilities;

10 (8) two representatives of telecommunications 11 utilities, one representing a nonlocal exchange utility and one 12 representing a local exchange company, chosen from a list of 13 candidates provided by the Texas Telephone Association;

14 (9) two persons, at least one of whom is deaf, with 15 experience in providing relay services recommended by the 16 <u>department</u> [Texas Commission for the Deaf and Hard of Hearing]; and 17 (10) two public members recommended by organizations

18 representing consumers of telecommunications services.

SECTION 5. Section 56.111, Utilities Code, is amended to read as follows:

21 Sec. 56.111. ADVISORY COMMITTEE DUTIES. The advisory 22 committee shall:

(1) monitor the establishment, administration, and promotion of the statewide telecommunications relay access service;

26 (2) advise the commission in pursuing a service that 27 meets the needs of persons with an impairment of hearing or speech

in communicating with other telecommunications services users; and (3) advise the <u>department</u>, <u>at that department's</u> <u>request</u> [commission and the Texas Commission for the Deaf and Hard of Hearing, at the request of either commission], regarding any issue related to the specialized telecommunications assistance program established under Subchapter E, including:

7 (A) devices or services suitable to meet the
8 needs of persons with disabilities in communicating with other
9 users of telecommunications services; and

(B) oversight and administration of the program.
 SECTION 6. Section 56.151, Utilities Code, is amended to
 read as follows:

Sec. 56.151. SPECIALIZED TELECOMMUNICATIONS ASSISTANCE 13 14 PROGRAM. The executive commissioner, after consulting with the 15 department, [commission and the Texas Commission for the Deaf and Hard of Hearing] by rule shall establish a specialized 16 telecommunications assistance program to provide 17 financial assistance to individuals with disabilities that impair the 18 individuals' ability to effectively access the telephone network to 19 assist the individuals with the purchase of basic specialized 20 equipment or services to provide the individuals with telephone 21 network access that is functionally equivalent to that enjoyed by 22 individuals without disabilities. The <u>executive commissioner</u> 23 24 [agencies] may adopt [joint] rules that identify devices and services eligible for vouchers under the program. 25

26 SECTION 7. Section 56.152, Utilities Code, is amended to 27 read as follows:

1 Sec. 56.152. ELIGIBILITY. The executive commissioner, after consulting with the department, [Texas Commission for the 2 Deaf and Hard of Hearing] by rule shall prescribe eligibility 3 standards for individuals, including deaf individuals 4 and 5 individuals who have an impairment of hearing or speech, to receive an assistance voucher under the program. To be eligible, an 6 individual must be a resident of this state with a disability that 7 8 impairs the individual's ability to effectively access the telephone network. 9

SECTION 8. Sections 56.153(a), (c), (e), (f), (g), and (h), Utilities Code, are amended to read as follows:

The department [Texas Commission for the Deaf and Hard 12 (a) of Hearing] shall determine a reasonable price for a basic 13 specialized telecommunications device that permits, or basic 14 15 specialized services that permit, telephone network access and distribute to each eligible applicant a voucher that guarantees 16 17 payment of that amount to a distributor of new specialized telecommunications devices described by Section 56.151 or to a 18 19 provider of services described by that section. The department [Texas Commission for the Deaf and Hard of Hearing] may issue a 20 voucher for a service only if the service is less expensive than a 21 device eligible for a voucher under the program to meet the same 22 23 need.

(c) The <u>executive commissioner, after consulting with the</u>
<u>department</u>, [commission and the Texas Commission for the Deaf and
Hard of Hearing] by rule shall provide that a distributor of devices
or a provider of services will receive not more than the full price

1 of the device or service if the recipient of a voucher exchanges the 2 voucher for a device or service that the distributor or provider 3 sells for less than the voucher's value.

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4 (e) Except as provided by rules adopted under this 5 subsection, an individual is not eligible for a voucher if the department [Texas Commission for the Deaf and Hard of Hearing] has 6 issued a voucher for a device or service to another individual with 7 8 the same type of disability in the individual's household. The executive commissioner, after consulting with the department, 9 [Texas Commission for the Deaf and Hard of Hearing] by rule may 10 provide for financially independent individuals who reside in a 11 12 congregate setting to be eligible for a voucher regardless of whether another individual living in that setting has received a 13 14 voucher.

15 (f) The <u>department</u> [Texas Commission for the Deaf and Hard 16 of Hearing] shall determine eligibility of each person who files an 17 application for a voucher and issue each eligible applicant an 18 appropriate voucher.

19 (g) The <u>department</u> [Texas Commission for the Deaf and Hard 20 of Hearing] shall maintain a record regarding each individual who 21 receives a voucher under the program.

(h) The <u>department</u> [Texas Commission for the Deaf and Hard of Hearing] shall deposit money collected under the program to the credit of the universal service fund.

25 SECTION 9. Section 56.154, Utilities Code, is amended to 26 read as follows:

27 Sec. 56.154. <u>DEPARTMENT</u> [COMMISSION] DUTIES. (a) Not

1 later than the 45th day after the date the <u>department</u> [commission] receives а voucher a telecommunications device distributor 2 presents for payment or a voucher a telecommunications service 3 provider presents for payment, the department [commission] shall 4 5 pay to the distributor or service provider the lesser of the value 6 of voucher properly exchanged for specialized а а telecommunications device or service or the full price of the 7 8 device or service for which a voucher recipient exchanges the voucher. The payments must be made from the universal service fund. 9 10 (b) The <u>department</u> [commission] may investigate whether the presentation of a voucher for payment represents a valid 11 12 transaction for a telecommunications device or service under the [The Texas Commission for the Deaf and Hard of Hearing 13 program.

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14 shall cooperate with and assist the commission in an investigation 15 under this subsection.

16 (c) Notwithstanding Section 56.153(a), the <u>department</u> 17 [commission] may:

(1) delay payment of a voucher to a distributor of devices or a service provider if there is a dispute regarding the amount or propriety of the payment or whether the device or service is appropriate or adequate to meet the needs of the person to whom the <u>department</u> [Texas Commission for the Deaf and Hard of Hearing] issued the voucher until the dispute is resolved;

(2) provide that payment of the voucher is conditioned
on the return of the payment if the device is returned to the
distributor or if the service is not used by the person to whom the
voucher was issued; and

(3) provide an alternative dispute resolution process
 for resolving a dispute regarding a subject described by
 Subdivision (1) or (2).

4 SECTION 10. Sections 56.155(a) and (b), Utilities Code, are 5 amended to read as follows:

(a) The department [commission] shall allow 6 а 7 telecommunications utility to recover the universal service fund 8 assessment related to the specialized telecommunications assistance program through a surcharge added to the utility's 9 customers' bills. 10

The executive commissioner, after consulting with the 11 (b) 12 department, [commission] shall specify how each utility must determine the amount of the surcharge and by rule shall prohibit a 13 14 utility from recovering an aggregation of more than 12 months of 15 assessments in a single surcharge. The rules must require a utility to apply for approval of a surcharge before the 91st day after the 16 17 date the period during which the aggregated surcharges were assessed closes. 18

SECTION 11. Section 56.156, Utilities Code, is amended to read as follows:

Sec. 56.156. PROMOTION OF PROGRAM. The <u>department</u> [Texas Commission for the Deaf and Hard of Hearing] may promote the program established under this subchapter by means of participation in events, advertisements, pamphlets, brochures, forms, pins, or other promotional items or efforts that provide contact information for persons interested in applying for a voucher under the program. SECTION 12. (a) On the effective date of this Act, the

following are transferred from the Public Utility Commission of
 Texas to the Department of Assistive and Rehabilitative Services:

3 (1) the powers, duties, functions, programs, and 4 activities of the Public Utility Commission of Texas relating to 5 the specialized telecommunications assistance program established 6 under Subchapter E, Chapter 56, Utilities Code;

7 (2) all obligations and contracts of the Public 8 Utility Commission of Texas that are related to a power, duty, 9 function, program, or activity transferred under this subsection; 10 and

(3) all property and records in the custody of the Public Utility Commission of Texas that are related to a power, duty, function, program, or activity transferred under this subsection and all funds appropriated by the legislature for that power, duty, function, program, or activity.

(b) A rule or form adopted by the Public Utility Commission of Texas that relates to a power, duty, function, program, or activity transferred under this Act is a rule or form of the Department of Assistive and Rehabilitative Services and remains in effect until altered by the executive commissioner of the Health and Human Services Commission.

(c) A reference in law to the Public Utility Commission of
Texas that relates to a power, duty, function, program, or activity
transferred under Subsection (a) of this section means the
Department of Assistive and Rehabilitative Services.

26 SECTION 13. This Act takes effect September 1, 2013.