By: White

H.B. No. 2911

## A BILL TO BE ENTITLED 1 AN ACT 2 relating to Next Generation 9-1-1 service and certain wireless service provider administrative expense reimbursements 3 and increasing a fee cap. 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5 6 SECTION 1. Section 771.001, Health and Safety Code, is 7 amended by adding Subsection (5-a) and amending Subsection (6) to read as follows: 8 (5-a) "Next generation 9-1-1 service" is defined as 9 that term is defined under Section 942(e)(5), Federal 10 Telecommunications Act of 1996 (47 U.S.C. Section 151 et seq.). 11 12 (6) "9-1-1 service" means a communications service that connects users to a public safety answering point through a 13 14 9-1-1 system. 9-1-1 service includes Next Generation 9-1-1 15 service. SECTION 2. Section 771.059, Health and Safety Code, is 16 amended to read as follows: 17 Sec. 771.059. <u>TARGET DATE</u> [DEADLINE] FOR STATEWIDE <u>NEXT</u> 18 GENERATION 9-1-1 SERVICE. Before September 1, 2025 [1995], all 19 19 parts of the state must be covered by <u>Next Generation</u> 9-1-1 service. 20 21 SECTION 3. The heading to Section 771.0711, Health and 22 Safety Code, is amended to read as follows: 23 Sec. 771.0711. GENERAL REQUIREMENTS FOR EMERGENCY SERVICE FEES [FEE] FOR WIRELESS TELECOMMUNICATIONS CONNECTIONS. 24

SECTION 4. Section 771.0711, Health and Safety Code, is amended by amending Subsections (a), (b), and (c) and adding Subsections (a-1), (b-1), and (k), to read as follows:

4 (a) To provide for automatic number identification and
5 automatic location identification of wireless 9-1-1 calls <u>and for</u>
6 <u>the implementation and provision of next generation 9-1-1 service:</u>

10 (2) except as otherwise provided in Chapter 772, an 11 emergency communication district shall impose a monthly 9-1-1 12 emergency service fee under Section 771.0714.

13 <u>(a-1)</u> A political subdivision may not impose <u>a</u> [another] fee 14 <u>other than a fee described by Subsection (a)</u> on a wireless service 15 provider or subscriber for 9-1-1 [emergency] service.

16 (b) For a wireless telecommunications connection subject to 17 the 9-1-1 emergency service fee under Section 771.0713, a [A]wireless service provider shall collect the fee described by that 18 19 section for [in an amount equal to 50 cents a month for] each wireless telecommunications connection from its subscribers and 20 shall pay the money collected to the comptroller not later than the 21 30th day after the last day of the month during which the fees were 22 collected. The comptroller may establish alternative dates for 23 24 payment of the fees [under this section]. The wireless service provider may retain an administrative fee of two [one] percent of 25 26 the amount of fees collected. The comptroller shall deposit the money from the fees to the credit of the 9-1-1 services fee account. 27

Until deposited to the credit of the 9-1-1 services fee account [as required by Subsection (c)], money the comptroller collects under this subsection remains in a trust fund with the state treasury. (b-1) For a wireless telecommunications connection subject

H.B. No. 2911

5 <u>to a 9-1-1 emergency service fee under Section 771.0714</u>, a wireless 6 <u>service provider shall collect the fee for each wireless</u> 7 <u>telecommunications connection from its subscribers and pay the</u> 8 <u>money collected to the comptroller not later than the 30th day after</u> 9 <u>the last day of the month during which the fees were collected. The</u> 10 <u>wireless service provider may retain an administrative fee of two</u> 11 <u>percent of the amount of fees collected.</u>

12 (C) Money collected under Subsections (b) and (b-1) [Subsection (b)] may be used only for services related to 9-1-1 13 14 services, including automatic number identification and automatic 15 location information services and the provision of Next Generation 9-1-1 service, or as authorized by Section 771.079(c). Not later 16 17 than the 15th day after the end of the month in which the money is collected, the commission shall distribute to each emergency 18 19 communication district that does not participate in the state system [a portion of the money that bears the same proportion to the 20 21 total amount collected that the population of the area served by the district bears to the population of the state] the total amount of 22 money remitted to the comptroller under Subsection (b-1) for 23 24 wireless telecommunications connections within the geographic jurisdiction of that emergency communication district. 25 The remaining money collected under Subsection (b) shall be deposited 26 to the 9-1-1 services fee account. 27

1 (k) The following actions are required prior to the 2 commission or an emergency communication district imposing the 3 <u>9-1-1 emergency service fee on each wireless telecommunications</u> 4 connection in their respective geographic jurisdiction:

5 <u>(1) The commission or the emergency communication</u> 6 <u>district must consider and adopt at an open meeting a plan for</u> 7 <u>implementation and provision of Next Generation 9-1-1 service and</u> 8 <u>the imposition of the 9-1-1 emergency service fee on each wireless</u> 9 <u>telecommunications connection.</u>

10 (2) Any individual plan for implementation and 11 provision of Next Generation 9-1-1 service adopted by the 12 commission or an emergency communication district shall be reviewed 13 periodically to confirm that the plan continues to meet increased 14 consumer expectation for 9-1-1 service from modern communications 15 technologies.

SECTION 5. Section 771.0712(a), Health and Safety Code, is amended to read as follows:

(a) To ensure that all 9-1-1 agencies under Section 418.051, 18 19 Government Code, are adequately funded, [beginning on June 1,  $\frac{2010_{r}}{r}$ ] a prepaid wireless 9-1-1 emergency services fee of two 20 percent of the purchase price of each prepaid wireless 21 telecommunications service purchased by any method, shall be 22 23 collected by the seller from the consumer at the time of each retail 24 transaction of prepaid wireless telecommunications service occurring in this state and remitted to the comptroller consistent 25 26 with Chapter 151, Tax Code[, and distributed consistent with the procedures in place for the emergency services fee 27

771.0711, Health and Safety Code]. Not later than the 15th day 1 after the last day of the month in which the money is collected, the 2 commission shall distribute to each emergency communication 3 district that does not participate in the applicable regional plan 4 a portion of the total money collected in the same proportion that 5 the population of the area served by the district bears to the 6 population of the state. The remaining money collected under 7 8 Subsection shall be deposited to the 9-1-1 services fee account. Until deposited to the credit of the 9-1-1 services fee account as 9 required by this subsection, money the comptroller collects under 10 this subsection remains in a trust fund with the state treasury. A 11 12 seller may deduct and retain two percent of prepaid wireless 9-1-1 emergency services fees that it collects under this section to 13 14 offset its costs in administering this fee.

15 SECTION 6. Subchapter D, Chapter 771, Health and Safety 16 Code, is amended by adding Sections 771.0713, 771.0714, and 17 771.0715 to read as follows:

Sec. 771.0713. EMERGENCY SERVICE FEE 18 FOR WIRELESS 19 TELECOMMUNICATIONS CONNECTIONS: COMMISSION. (a) The commission shall impose a 9-1-1 emergency service fee on each wireless 20 telecommunications connection that has a place of primary use 21 22 within the geographic area in which a regional planning commission provides 9-1-1 service, including in an area served by an emergency 23 24 communication district participating in the state system.

25 (b) Not later than September 30 of each odd-numbered year, 26 the commission shall set the monthly 9-1-1 emergency service fee 27 for the ensuing two calendar years in an amount equal to either

1 \$0.75, \$1.00 or \$1.25, to be effective on the first billing cycle of the ensuing calendar year. Once the 9-1-1 emergency service fee is 2 3 established by the commission pursuant to this subsection, the monthly fee shall remain unchanged for the ensuing two calendar 4 5 years. 6 (c) A subscriber receiving 9-1-1 service from a wireless 7 telecommunications connection described by Subsection (a) is not 8 subject to the fee described by Section 771.0714. 9 Not later than October 1 of each odd-numbered year, the (d) 10 commission shall publish in the Texas Register, post on its agency website, and provide to the comptroller written notice of any 11 12 change in the amount of the fee imposed under Subsection (a). Sec. 771.0714. EMERGENCY SERVICE FEE FOR WIRELESS 13 14 TELECOMMUNICATIONS CONNECTIONS: EMERGENCY COMMUNICATION DISTRICT. 15 (a) An emergency communication district not participating in the state system shall impose a 9-1-1 emergency service fee on each 16 17 wireless telecommunications connection that has a place of primary use within the district's jurisdiction. 18 19 (b) Not later than September 30 of each odd-numbered year, each emergency communication district described by Subsection (a) 20 shall set the monthly 9-1-1 emergency service fee for the ensuing 21 22 two calendar years in an amount equal to either \$0.75, \$1.00 or \$1.25, to be effective on the first billing cycle of the ensuing 23 24 calendar year. Once the 9-1-1 emergency service fee is established by each emergency communication district pursuant to this 25 26 subsection, the monthly fee shall remain unchanged for the ensuing 27 two calendar years.

1	(c) Any new territory added to an emergency communication
2	district described by Subsection (a) is subject to the 9-1-1
3	emergency service fee at the time the territory becomes part of the
4	district.
5	(d) Not later than October 1 of each odd-numbered year, each
6	emergency communication district described by Subsection (a) shall
7	provide to the comptroller written notice of any change in the
8	amount of the fee imposed under Subsection (a).
9	Sec. 771.0715. FEE REPORTS. Each wireless service provider
10	that collects a 9-1-1 emergency service fee under Sections
11	771.0711(b) and (b-1) shall provide to the comptroller a monthly
12	report in the form and manner prescribed by the comptroller that
13	outlines the money collected and remitted to the comptroller by the
14	wireless service provider under those subsections for the preceding
15	month. The report must contain the total amount collected and
16	remitted by the wireless service provider for that month and the
17	amount collected by the wireless service provider from each
18	wireless telecommunications connection within each regional plan
19	area geographic jurisdiction and within each emergency
20	communication district geographic jurisdiction. The comptroller
21	shall maintain and continuously update a list of the total amounts
22	collected and remitted by each wireless service provider and
23	provide that list to the commission each quarter. The comptroller
24	shall provide to each of the emergency communication districts a
25	monthly report that outlines the money collected and remitted to
26	the comptroller by the wireless service provider from each wireless
27	telecommunications connection within the geographic jurisdiction

## 1 of these emergency communication districts.

2 SECTION 7. Section 771.078(b), Health and Safety Code, is 3 amended to read as follows:

4 (b) In making contracts under this section, the commission 5 shall ensure that each regional planning commission receives money 6 for 9-1-1 service in two separately computed amounts as provided by 7 this subsection. The commission must provide each regional planning 8 commission with:

9 (1) an amount of money equal to the total of the 10 revenue from the emergency service fees collected under Section<u>s</u> 11 771.071 <u>and 771.0713</u> that is deposited in the treasury and 12 appropriated to the commission multiplied by a fraction, the 13 numerator of which is the amount of those fees collected from the 14 region and the denominator of which is the total amount of those 15 fees collected in this state; and

16 (2) an amount of money equal to the total of the 17 revenue from the emergency service <u>fees</u> [<del>fee</del>] for <u>prepaid</u> wireless 18 telecommunications connections under Section 771.0712[<del>1</del>] that is 19 deposited in the treasury and appropriated to the commission 20 multiplied by a fraction, the numerator of which is the population 21 of the region and the denominator of which is the population of this 22 state.

23 SECTION 8. Sections 771.0711(g) and (j), Health and Safety 24 Code, are repealed.

25 SECTION 9. Absent timely action before September 30, 2021 26 by the commission in accordance with Subsection 771.0711(a)(1), 27 Health and Safety Code, the 9-1-1 emergency service fee on wireless

1 telecommunications connections imposed by the commission shall be 2 \$0.50 per wireless telecommunications connection and shall 3 continue at that amount until changed in accordance with the 4 requirements of Section 771.0713.

5 SECTION 10. Absent timely action before September 30, 2021 by an individual emergency communication district in accordance 6 7 with Subsection 771.0711(a)(2), Health and Safety Code, the 9-1-1 8 emergency service fee on wireless telecommunications connections imposed by that emergency communication district shall be \$0.50 per 9 wireless telecommunications connection and shall continue at that 10 amount until changed in accordance with the requirements of Section 11 771.0714. 12

13 SECTION 11. The changes in law made by this Act apply only 14 to a fee imposed or administrative expense to be effective on or 15 after the first billing cycle after January 1, 2022. A fee imposed 16 or administrative expense to be effective on a billing cycle before 17 January 1, 2022 is governed by the law in effect on the date the fee 18 was imposed or expense was incurred, and the former law is continued 19 in effect for that purpose.

20

SECTION 12. This Act takes effect September 1, 2021.