AMENDED IN ASSEMBLY APRIL 22, 2003

CALIFORNIA LEGISLATURE-2003-04 REGULAR SESSION

ASSEMBLY BILL

No. 914

Introduced by Assembly Member Reyes

February 20, 2003

An act relating to public safety communications. An act to amend Sections 53100, 53103, 53104, 53105, 53106, 53108.1, 53108.5, 53109, 53112, 53113, 53114, 53114.2, 53115, 53115.2, 53115.3, 53116, and 53117 of, to add Section 53102.5 to, to repeal Sections 53108, 53109.5, 53114.1, 53119, and 53120 of, and to repeal and add Section 53107 of, the Government Code, and to amend Sections 41001, 41007, 41009, 41010, 41011, 41012, 41013, 41015, 41016, 41017, 41018, 41020, 41021, 41025, 41027, 41030, 41031, 41136, 41137, 41137.1, 41138, 41140, 41141, 41142, and 41150 of the Revenue and Taxation Code, relating to public safety communications.

LEGISLATIVE COUNSEL'S DIGEST

AB 914, as amended, Reyes. Public safety communications. Existing

(1) Existing law establishes the Public Safety Communication Act of 2002.

The Warren 911 Emergency Assistance Act requires every local public agency to establish a telephone service that automatically connects a person dialing the digits 9-1-1 to an established public safety answering point through normal telephone service facilities. At the 9-1-1 public safety answering points serving an area where 5% or more of the population speak a specific primary language other than English, operators who speak each of these languages are required to be on duty

or available at all times for '9-1-1' emergency services. The Communications Division within the Department of General Services is required to coordinate the implementation of systems established pursuant to the act and assist local public agencies and local public safety agencies in obtaining financial help to establish emergency telephone service.

This bill would revise and rename the act as the Telecommunications Emergency Response System Act, and would, among other things, rename the Communications Division within the Department of General Services as the Telecommunications Division, require the division to provide funding to local public agencies and local public safety agencies to establish and maintain a system, and require all public safety answering points to have access to operators who speak other languages, in addition to English, at all times for telecommunications emergency services.

(2) The Emergency Telephone Users Surcharge Act requires any person supplying intrastate telephone communication services, as specified, in the state to collect a surcharge imposed on amounts paid by every person in the state for intrastate telephone communication service. It requires the Department of General Services to annually determine a surcharge rate that it estimates will produce sufficient revenue to fund the current fiscal year's 9-1-1 costs, but prohibits the surcharge rate in any year to be greater than $\frac{3}{4}$ of 1% nor less than $\frac{1}{2}$ of 1%. It establishes the State Emergency Telephone Number Account into which the payments made pursuant to the act are deposited. It requires, upon appropriation, funds in the account to pay, among other things, bills submitted to the department by service suppliers or communications equipment companies for the installation of, and ongoing expenses for, specified communications services.

This bill would revise and rename the act as the Emergency Telecommunications Surcharge Act, require the surcharge to be collected for intrastate telecommunications services, and require the Department of General Services to annually determine a surcharge rate that it estimates will produce sufficient revenue to fund the current fiscal year's telecommunications emergency response system costs, but would prohibit the surcharge rate in any year from being greater than 2% or less than 1%. It would revise what expenses may be paid from the Emergency Telephone Number Account, as specified.

This bill would declare the intent of the Legislature to enact legislation that would provide a funding mechanism for the purchase

AB 914

and operation of public safety communication systems throughout the state.

Vote: majority. Appropriation: no. Fiscal committee: no yes. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. It is the intent of the Legislature to enact

2 SECTION 1. Section 53100 of the Government Code is 3 amended to read:

4 53100. (a) This article shall be known and may be cited as the

5 Warren-911-Emergency Assistance Telecommunications
6 Emergency Response System Act.

7 (b) The Legislature hereby finds and declares that it is in the public interest to shorten expedite the time required for a citizen 8 9 to request and receive emergency aid. There currently exist thousands of different emergency phone numbers throughout the 10 state, and present telephone exchange boundaries and central 11 12 office service areas do not necessarily correspond to public safety and political boundaries. Provision of a single, primary three-digit 13 14 emergency number through which emergency services can be 15 quickly and efficiently obtained would provide a significant contribution to law enforcement and other public service efforts by 16 17 making it less difficult to quickly notify public safety personnel. Such a simplified means of procuring emergency services will 18 19 result in the saving of life, a reduction in the destruction of property, quicker apprehension of criminals, and ultimately the 20 21 saving of money. While the 9-1-1 system continues to be the 22 primary method of reporting emergencies and requesting 23 emergency aid, the reporting system needs updating to incorporate 24 various forms of telecommunications technologies. The 25 Legislature further finds and declares that the establishment of a uniform, statewide emergency number telecommunications 26 emergency response system is a matter of statewide concern and 27 28 interest to all inhabitants and citizens of this state. It is the purpose of this act to establish the number "911" telecommunications 29 emergency response system as the primary emergency-telephone 30 number telecommunications system for use in this state and to 31 32 encourage units of local government and combinations of such these units to develop and improve emergency communication 33

1 procedures and facilities in such a manner as to be able to quickly

2 respond to any person calling the telephone number "911"

3 *"9-1-1"* seeking police, fire, medicial medical, rescue, and other 4 emergency services.

5 SEC. 2. Section 53102.5 is added to the Government Code, to 6 read:

7 53102.5. "Public safety answering point," as used in this 8 article, means a telecommunications center capable of both of the 9 following:

10 (a) Receiving requests for emergency services by means of 11 multiple telecommunications sources including 9-1-1 circuits.

(b) Dispatching the necessary emergency services resources inresponse to a request.

14 SEC. 3. Section 53103 of the Government Code is amended to 15 read:

16 53103. "Direct dispatch method," as used in this article, 17 means a-telephone *telecommunications* service providing for the 18 dispatch of an appropriate emergency service unit upon receipt of 19 a telephone *telecommunications* request for such *these* services 20 and a decision as to the proper action to be taken.

21 SEC. 4. Section 53104 of the Government Code is amended to 22 read:

53104. "Relay method," as used in this article, means a
telephone telecommunications service whereby pertinent
information is noted by the recipient of a telephone
telecommunications request for emergency services, and is
relayed to appropriate public safety agencies or other providers of
emergency services for dispatch of an emergency service unit.

29 SEC. 5. Section 53105 of the Government Code is amended to 30 read:

53105. "Transfer method," as used in this article, means a
telephone telecommunications service which that receives
telephone telecommunications requests for emergency services
and directly transfers such these requests to an appropriate public

35 safety agency or other provider of emergency services.

36 SEC. 6. Section 53106 of the Government Code is amended to 37 read:

38 53106. "Referral method," as used in this article, means a 39 telephone *telecommunications* service which *that*, upon the

40 receipt of a telephone *telecommunications* request for emergency

services, provides the requesting party with the telephone number 1 2 of the appropriate public safety agency or other provider of 3 emergency services. The use of the referral method shall only be 4 used for nonemergency situations.

5 SEC. 7. Section 53107 of the Government Code is repealed. 6 53107. "Basic system," as used in this article, means a 7 telephone service which automatically connects a person dialing 8 the digits "911" to an established public safety answering point

9 through normal telephone service facilities.

10 SEC. 8. Section 53107 is added to the Government Code, to 11 read:

12 53107. "Reporting system," as used in this article, means a 13 telecommunications service that automatically connects a person who uses another telecommunications service, including 9-1-1 14 circuits, to an established public safety answering point through 15 telecommunications service facilities and is capable of 16 17 automatically identifying the caller's number, automatically 18 locating the caller, holding the incoming call, reconnecting on the 19 same telephone line, clearing a telephone line, or automatically 20 call routing, or any combination of these capabilities.

21 SEC. 9. Section 53108 of the Government Code is repealed.

22 53108. "Sophisticated system," as used in this article, means 23 a basic system with the additional capability of automatic 24 identification of the caller's number, holding the incoming call,

25 reconnection on the same telephone line, clearing a telephone line,

26 or automatic call routing or combinations of such capabilities.

27 SEC. 10. Section 53108.1 of the Government Code is 28 amended to read:

29 "Incremental eosts", costs," as used in this article, 53108.1. 30 -mean means any costs necessary for the establishment and 31 maintenance of a system required by this article and recommended 32 approved for reimbursement by the advisory committee 9-1-1 Committee established by Section 53115.1 53115.2 other than 33 34 costs for (1) a basic any of the following if they are reasonable, 35 necessary, and unique for the planning and efficient 36 implementation of a local agency's telecommunications 37 emergency response system: 38

(a) A reporting system, (2) a basic system with telephone

39 central office identification, or (3) a system employing automatic

call routing, which are reasonable, necessary and unique for the 40

1	planning and efficient implementation of a local agency's 911
2	system
3	(b) A geographically referenced statewide base mapping
4	system.
5	(c) A regionalized client server database system.
6	SEC. 11. Section 53108.5 of the Government Code is amended
7	to read:
8 9	53108.5. "Communications "Telecommunications Division," as used in this article, means the Communications
10	<i>Telecommunications</i> Division of the Department of General
11	Services.
12	SEC. 12. Section 53109 of the Government Code is amended
12	to read:
13 14	53109. Every local public agency within its respective
14	jurisdiction shall establish and have in operation by December 31,
16	1985, a basic reporting system as provided in this article, and
17	connectivity to the telecommunications emergency response
18	system, or be part of such a this system. All reporting systems shall
19	have prior approval of the 9-1-1 Committee.
20	The establishment of such the reporting systems shall be
21	centralized to the extent feasible. Nothing in this article shall be
22	construed to prohibit or discourage in any way the formation of
23	multijurisdictional or regional systems, and any system
24	established pursuant to this article may include the territory of
25	more than one public agency or may include a segment of the
26	territory of a public agency.
27	SEC. 13. Section 53109.5 of the Government Code is
28	repealed.
29	53109.5. The Legislature finds and declares that
30	environmental considerations in the Tahoe region have halted or
31	delayed the development of facilities necessary for the
32	establishment of a local emergency telephone system in that area.
33	Accordingly, local public agencies in the Tahoe region, as
34	defined in subdivision (a) of Article II of Section 66801 of the
35	Government Code, shall comply with Section 53109 by December
36	31, 1986, rather than by December 31, 1985.
37	SEC. 14. Section 53112 of the Government Code is amended
38	to read:
39	53112. All systems shall be designed to meet the specific
40	requirements of each community and public agency served by the
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system. Every *reporting* system, whether basic or sophisticated,
 shall be designed to have the capability of utilizing at least three
 of the methods specified *described* in Sections 53103 to 53106,
 inclusive, in response to emergency calls. The Legislature finds
 and declares that the most critical aspect of the design of any
 system is the procedure established for handling a telephone
 telecommunications request for emergency services.

8 In addition, to maximize efficiency and utilization of the 9 system, all pay telephones within each system shall, by December 31, 1985, enable a caller to dial <u>"911"</u> "9-1-1" for emergency 10 11 services, and to reach an operator by dialing "0", without the necessity of inserting a coin. At those "911" All public safety 12 13 answering points serving an area where 5 percent or more of the 14 population, in accordance with the latest United States census 15 information, speak a specific primary language other than English, shall have access to operators who speak each such other language 16 17 languages, in addition to English, shall be on duty or available through interagency telephone conference procedures at all times 18

19 for <u>"911"</u> telecommunications emergency services.

In addition, all systems shall require installation of a telecommunications device capable of servicing the needs of the deaf or severely hearing impaired at the "911" all public safety answering point or points. The device shall be compatible with devices furnished by telephone corporations pursuant to Section

25 2831 of the Public Utilities Code.

26 SEC. 15. Section 53113 of the Government Code is amended 27 to read:

28 53113. The Legislature finds that, because of overlapping 29 jurisdiction of public agencies, public safety agencies, and telephone telecommunications service areas, a general overview 30 31 or plan should be developed prior to the establishment of any system. In order to insure that proper preparation and 32 33 implementation of such these systems is accomplished by all public agencies by December 31, 1985, the Communications 34 35 Telecommunications Division, with the advice and assistance of 36 the Attorney General, shall secure compliance by public agencies

37 as provided in this article.

38 SEC. 16. Section 53114 of the Government Code is amended 39 to read:

1 The Communications Telecommunications Division, 53114. 2 with the advice and assistance of the Attorney General, shall 3 coordinate the implementation of systems established pursuant to 4 the provisions of this article. The-Communications 5 Telecommunications Division, with the advice and assistance of the Attorney General, shall assist provide funding to local public 6 7 agencies and local public safety agencies in obtaining financial help to establish emergency telephone service and maintain a 8 9 telecommunications emergency response system, and shall aid such these agencies in the formulation of concepts, methods, and 10 11 procedures which that will improve the operation of systems required by this article and which that will increase cooperation 12 between public safety agencies. 13 14 SEC. 17. Section 53114.1 of the Government Code is

17. Section 35114.1 of the Government Code is
15 repealed.
16 53114.1. To accomplish the responsibilities specified in this

17 article, the Communications Division is directed to consult at

18 regular intervals with the State Fire Marshal, the State Department

19 of Health Services, the Governor's Office of Traffic Safety, the

20 Office of Emergency Services, the California Council on Criminal

21 Justice, a local representative from a city, a local representative

22 from a county, the public utilities in this state providing telephone

23 service, the Associated Public Safety Communications Officers,

24 the Emergency Medical Services Authority, the Department of the

25 California Highway Patrol, and the Department of Forestry and

26 Fire Protection. These agencies shall provide all necessary

27 assistance and consultation to the Communications Division to

28 enable it to perform its duties specified in this article.

29 SEC. 18. Section 53114.2 of the Government Code is amended 30 to read:

53114.2. Technical and operational standards for the
 development of the public agency systems telecommunications
 emergency response system shall be established and reviewed by

34 the Communications Division 9-1-1 Committee on or before

December 31, 1973, after consultation with all agencies specified
 in Section 53114.1. On or before December 31, 1976, and each

37 even-numbered year thereafter, after consultation with all

38 agencies specified in Section 53114.1, the Communications

39 Division 2004. The National Emergency Number Association

40 (NENA) Standards For Recommended Formats and Protocols For

Data Exchange (02-010) and NENA Recommended Standards For
 Local Exchange Carriers, ALI Service Providers, and 911 Service
 Jurisdictions (02-011) shall be adopted by reference and required
 for all agencies, vendors, and telecommunications service
 providers having any connectivity to the telecommunications
 emergency response system. The 9-1-1 Committee shall review and

7 update technical and operational standards for public agency
8 systems *on a continuous basis*.

9 SEC. 19. Section 53115 of the Government Code is amended 10 to read:

53115. (a) On or before January 31, 1975, all Each public
agencies agency shall submit tentative plans for the establishment
of a system required by this article to the public utility or utilities
providing public telephone telecommunications service within the
respective jurisdiction of each public agency. A copy of each such
plan shall be filed with the Communications Telecommunications
Division.

18 (b) On or before October 1, 1978, all Each public agencies 19 agency shall submit final plans to the Communications 20 Telecommunications Division for approval. The final plan shall 21 identify all planning, implementation, installation, and operating 22 costs the local agency feels necessary to implement the system 23 required by this article. On or before July 1, 1981, all public Public 24 agencies shall place a firm order as approved by the Communications Division 9-1-1 Committee to the utility or 25 26 utilities providing-telephone telecommunications service to the 27 public agency, and shall make arrangements with such these 28 utilities for the implementation of the planned-emergency 29 telephone system no later than December 31, 1985 30 telecommunications emergency response system. If the Legislature 31 fails to take action as specified in Section 41030 of the Revenue 32 and Taxation Code prior to January 1, 1981, then the dates 33 specified for ordering and implementation of a system shall be respectively postponed by the number of years elapsing between 34 35 1981 and the year in which the Legislature acts. 36 (c) If any public agency has implemented or is a part of a system

37 required by this article on a deadline specified in subdivision (a)

38 or (b), such public agency shall submit in lieu of the tentative or

39 final plan a report describing the system and stating its operational

40 date.

1 (d)

2 (c) Plans filed pursuant to subdivisions (a) and (b) shall 3 conform to minimum standards established pursuant to Section 4 53114.2.

5 (e)

6 (d) The Communications Telecommunications Division shall 7 monitor all-emergency telephone systems telecommunications 8 *emergency response systems* to ensure they comply with minimal operational and technical standards as established by the division 9 9-1-1 Committee. If any system does not comply, the 10 11 Communications Telecommunications Division shall notify in 12 writing the public agency or agencies operating the system of its deficiencies. The public agency shall bring the system into 13 14 compliance with the operational and technical standards within 60 days of notice by the division. Failure to comply within such this 15 time shall subject the public agency to action by the Attorney 16 General pursuant to Section 53116. No funds shall be provided to 17

18 any agency, vendor, or service provider that is noncompliant.

19 SEC. 20. Section 53115.2 of the Government Code is amended 20 to read:

21 53115.2. The advisory committee 9-1-1 Committee shall 22 consist of one representative from the California Chapter of the

23 National Emergency Numbering Association, one representative

24 from the California State Sheriff's Association, one representative

25 from the California Police Chief's Association, and one 26 representative from the California Fire Chief's Association. The

27 9-1-1 Committee, in addition to the other duties specified in this

27 9-1-1 Committee, in diamon to the other duties specifi
 28 article, shall have the following duties:

29 (a) The committee shall evaluate requests from local agencies for state assistance for incremental costs and recommend to the 30 31 Chief of the Communications Telecommunications Division of the Department of General Services when appropriation for 32 33 reimbursement to a local agency for such the incremental costs 34 should be made. The committee shall only review final plans which have been referred for consideration for incremental 35 funding by the Communications Telecommunications Division at 36 the request of a local agency. The committee shall make a 37 recommendation to the Communications Division regarding state 38 39 appropriations for payment or reimbursement for incremental 40 costs.

1 (b) The committee shall, upon request of a local public agency, 2 conduct a hearing on any conflict between a local public agency 3 and the Communications Telecommunications Division regarding 4 a final plan which has not been approved by the Communications 5 Telecommunications Division pursuant to Section 53115. The 6 committee shall meet within 30 days following such request, and 7 shall make a recommendation to resolve the conflict to the 8 Communications Telecommunications Division within 90 days 9 following the initial hearing by the committee pursuant to such 10 request. 11 (c) The committee may also act in a general advisory capacity 12 to the Communications Telecommunications Division relative to the implementation of any "911" "9-1-1" system. 13 14 SEC. 21. Section 53115.3 of the Government Code is amended 15 to read: 16 53115.3. When proposed implementation of the 911 system a 17 telecommunications emergency response system by a single public 18 agency within its jurisdiction may adversely affect the 19 implementation of the system by a neighboring public agency or 20 agencies, such the neighboring public agency may request that the 21 Communications Division 9-1-1 Committee evaluate the impact of 22 implementation by the proposing public agency and evaluate and 23 weigh that impact in its decision to approve or disapprove the 24 proposing public agency's final plan pursuant to Section 53115. In order to effectuate this process, each city shall file a notice of filing 25 26 of its final plan with each adjacent city and with the county in 27 which the proposing public agency is located at the same time-such 28 the final plan is filed with the **Communications** 29 Telecommunications Division and each county shall file a notice 30 of filing of its final plan with each city within the county and each 31 adjacent county at the time such final plan is filed with the 32 Communications Telecommunications Division. Any public 33 agency wishing to request review pursuant to this section shall file 34 its request with the division administrative board within 30 days 35 of filing of the final plan for which review is sought. Section 53116 of the Government Code is amended 36 SEC. 22.

36 SEC. 22. Section 53116 of the Government Code is amended 37 to read:

38 53116. The Attorney General may, in on behalf of the

39 Communications Telecommunications Division or on his or her

40 own initiative, commence judicial proceedings to enforce

compliance by any public agency or public utility providing
 telephone telecommunications service with the provisions of this

3 article.

4 SEC. 23. Section 53117 of the Government Code is amended 5 to read:

6 53117. (a) On or before February 16, 1975, the 7 Communications Division The 9-1-1 Committee shall report 8 annually to the Legislature the progress in the implementation of 9 systems required by this article. Such These reports shall contain 10 its recommendations for additional legislation and funding.

(b) In December of 1973 and in December of 1974 the
 Communications Division, with the advice and assistance of the
 Attorney General, shall submit recommendations to the
 Department of Finance and to the Governor specifying amounts

14 Department of Finance and to the Governor specifying amounts 15 necessary to further implement the organization of telephone

16 systems specified in this article during the succeeding fiscal year.

17 The report specified in this subdivision shall contain, in addition,

18 an estimate of the fiscal impact to local public agencies which will

19 be caused by implementation of the provisions of this article.

20 SEC. 24. Section 53119 of the Government Code is repealed.

21 53119. Any telephone corporation serving rural telephone

22 areas which cannot currently provide enhanced "911" emergency

23 telephone service capable of selective routing, automatic number

24 identification, or automatic location identification shall present to

25 the communications division a comprehensive plan detailing a 26 schedule by which those facilities will be converted to be

27 compatible with the enhanced emergency telephone system.

28 SEC. 25. Section 53120 of the Government Code is repealed.

29 53120. The communications division shall not delay

30 implementation of the enhanced "911" emergency telephone

31 system in those portions of cities or counties, or both, served by a

32 local telephone corporation that has equipment compatible with

33 the enhanced "911" emergency telephone system.

34 SEC. 26. Section 41001 of the Revenue and Taxation Code is 35 amended to read:

36 41001. This part is known and may be cited as the 37 "Emergency-Telephone Users *Telecommunications* Surcharge

38 Act". Act."

39 SEC. 27. Section 41007 of the Revenue and Taxation Code is 40 amended to read:

1 41007. (a) "Service supplier" shall mean any person 2 supplying intrastate telephone-telecommunications services pursuant to California intrastate 3 tariffs to any service user in this state. 4 (b) On and after January 1, 1988, "service supplier" also 5 includes 6 person supplying intrastate any telephone 7 communications telecommunications services for whom the 8 Public Utilities Commission, by rule or order, modifies or 9 eliminates the requirement for that person to prepare and file 10 California intrastate tariffs. SEC. 28. Section 41009 of the Revenue and Taxation Code is 11 12 amended to read: 13 41009. "Service user" means any person using intrastate 14 telephone communication telecommunications services in this state who is required to pay a surcharge-under the provisions of 15 *pursuant to* this part. 16 Section 41010 of the Revenue and Taxation Code is 17 SEC. 29. 18 amended to read: 41010. "Intrastate 19 telephone communication 20 telecommunications services" means all local or toll telephone telecommunications services where the point or points of origin 21 22 and the point or points of destination of the service are all located 23 in this state. 24 SEC. 30. Section 41011 of the Revenue and Taxation Code is 25 amended to read: 26 41011. "Charges for services" means all charges billed by a 27 service supplier to a service user for intrastate telephone 28 communications telecommunications services and shall mean 29 local telephone telecommunications service and include monthly 30 service flat-rate charges for usage, message unit charges and shall 31 mean toll charges, and include intra-state-wide area telephone intra-statewide-area telecommunications service 32 charges. 33 "Charges for services" shall not include any tax imposed by the 34 United States or by any charter city, charges for service paid by inserting coins in a public coin-operated telephone, and shall not 35 apply to amounts billed to nonsubscribers for coin shortages. 36 37 Where a coin-operated telephone service is furnished for a 38 guarantee or other periodic amount, such this amount is subject to the surcharge imposed by this part. 39

1 "Charges for services" shall not include charges for intrastate toll calls where bills for such these calls originate out of California. 2 3 "Charges for services" shall not include charges for any 4 nonrecurring, installation, service connection or one-time charge 5 for service or directory advertising, and shall not include private communication telecommunications service charges, charges for 6 7 other than communications telecommunications service, or any charge made by a hotel or motel for service rendered in placing 8 calls for its guests regardless of how-such the hotel or motel charge 9 10 is denominated or characterized by an applicable tariff of the 11 Public Utilities Commission of this state. "Charges for services" shall not include charges for basic 12 exchange line service for lifeline services. 13

14 SEC. 31. Section 41012 of the Revenue and Taxation Code is 15 amended to read:

16 41012. "Public telephone" means any coin-operated
17 telephone provided by the serving telephone telecommunications
18 company accessible to the public.

19 SEC. 32. Section 41013 of the Revenue and Taxation Code is 20 amended to read:

21 41013. "Surcharge" means a tax *fee* levied by this state.

22 SEC. 33. Section 41015 of the Revenue and Taxation Code is 23 amended to read:

41015. "Local telephone telecommunications service" shallmean both of the following:

(a) The access to a local telephone telecommunications system,
and the privilege of telephonic quality communication with
substantially all persons having telephone or radiotelephone
telecommunications stations constituting a part of the local
telephone telecommunications system.

31 (b) Any facility or service provided in connection with a32 service described in subdivision (a).

33 The term "local telephone *telecommunications* service" does 34 not include any service which *that* is a "toll telephone service" or

35 a "private-communication telecommunications service."

36 SEC. 34. Section 41016 of the Revenue and Taxation Code is 37 amended to read:

41016. "Toll telephone service" shall mean *a combination ofthe following:*

(a) A telephonic quality communication for which (1) there is
a toll charge which varies in amount with the distance and elapsed
transmission time of each individual communication and (2) the
charge is paid within the United States, and States.

(b) A service which that entitles the subscriber, upon payment 5 6 of a periodic charge (determined as a flat amount or upon the basis 7 of total elapsed transmission time), to the privilege of an unlimited 8 number of telephonic communications to or from all or a 9 substantial portion of the persons having-telephone or radiotelephone telecommunications stations in a specified area 10 11 which that is outside the local telephone telecommunications system area in which the station provided with this service is 12 13 located.

14 SEC. 35. Section 41017 of the Revenue and Taxation Code is 15 amended to read:

16 41017. "Private communication telecommunications 17 service" shall mean all of the following:

(a) The communication telecommunication service furnished
to a subscriber which that entitles the subscriber subscriber to
do all of the following:

(1) To exclusive or priority use of any communication
 telecommunications channel or groups of channels, or channels.

(2) To the use of an intercommunication system for the
subscriber's stations, regardless of whether-such *the* channel,
groups of channels, or intercommunication system may be
connected through switching with a service described in Sections
41015 and 41016, 41016.

(b) Switching capacity, extension lines and stations, or other
associated services which *that* are provided in connection with,
and are necessary or unique to the use of channels or systems
described in subdivision (a), and (a).

32 (c) The channel mileage which *that* connects a telephone 33 *telecommunications* station located outside a local telephone 34 *telecommunications* system area with a central office in such *the* 35 local-telephone *telecommunications* system, except that such *this*

term shall not include any communication *telecommunications*service unless a separate charge is made for such *this* service.

38 SEC. 36. Section 41018 of the Revenue and Taxation Code is 39 amended to read:

41018. <u>"Communications</u> "*Telecommunications* equipment
 company" shall mean a manufacturer or vendor that sells or leases
 communications telecommunications equipment.

4 SEC. 37. Section 41020 of the Revenue and Taxation Code is 5 amended to read:

6 41020. (a) A surcharge is hereby imposed on amounts paid 7 by every person in the state for intrastate telephone 8 communication telecommunications service in this state 9 commencing on July 1, 1977.

10 (b) The surcharge imposed shall be at the rate of one-half of 1

11 percent of the charges made for-such telecommunications services

12 to and including November 1, 1982, and thereafter at a rate fixed

13 pursuant to Article 2 (commencing with Section 41030).

14 (c) The surcharge shall be paid by the service user as hereinafter15 provided.

(d) In accordance with the Mobile Telecommunications 16 Sourcing Act (P.L. 106-252), which is incorporated herein by 17 18 reference, the surcharge imposed under this section does not apply to any charges for mobile telecommunications services billed to a 19 20 customer where those services are provided, or deemed provided, 21 to a customer whose place of primary use is outside this state. 22 Mobile telecommunications services shall be deemed provided by a customer's home service provider to the customer if those 23 24 services are provided in a taxing jurisdiction to the customer, and 25 the charges for those services are billed by or for the customer's 26 home service provider.

(e) For purposes of this section all of the following definitionsshall apply:

(1) "Charges for mobile telecommunications services" means 29 30 any charge for, or associated with, the provision of commercial 31 mobile radio service, as defined in Section 20.3 of Title 47 of the Code of Federal Regulations, as in effect on June 1, 1999, or any 32 33 charge for, or associated with, a service provided as an adjunct to 34 a commercial mobile radio service, that is billed to the customer by or for the customer's home service provider, regardless of 35 whether individual transmissions originate or terminate within the 36 37 licensed service area of the home service provider.

38 (2) "Customer" means (A) the person or entity that contracts 39 with the home service provider for mobile telecommunications 40 services, or (B) if the end user of mobile telecommunications

services is not the contracting party, the end user of the mobile
 telecommunications service. This paragraph applies only for the
 purpose of determining the place of primary use. The term
 "customer" does not include (A) a reseller of mobile
 telecommunications service, or (B) a serving carrier under an
 arrangement to serve the customer outside the home service
 provider's licensed service area.

8 (3) "Home service provider" means the facilities-based carrier 9 or reseller with which the customer contracts for the provision of 10 mobile telecommunications services.

11 (4) "Licensed service area" means the geographic area in 12 which the home service provider is authorized by law or contract 13 to provide commercial mobile radio service to the customer.

(5) "Mobile telecommunications service" means commercial
mobile radio service, as defined in Section 20.3 of Title 47 of the
Code of Federal Regulations, as in effect on June 1, 1999.

17 (6) "Place of primary use" means the street address 18 representative of where the customer's use of the mobile 19 telecommunications service primarily occurs, that must be:

20 (A) The residential street address or the primary business street 21 address of the customer.

22 (B) Within the licensed service area of the home service 23 provider.

(7) (A) "Reseller" means a provider who purchases
telecommunications services from another telecommunications
service provider and then resells the services, or uses the services
as a component part of, or integrates the purchased services into,
a mobile telecommunications service.

(B) "Reseller" does not include a serving carrier with which
a home service provider arranges for the services to its customers
outside the home service provider's licensed service area.

32 (8) "Serving carrier" means a facilities-based carrier 33 providing mobile telecommunications service to a customer 34 outside a home service provider's or reseller's licensed area.

(9) "Taxing jurisdiction" means any of the several states, the
District of Columbia, or any territory or possession of the United
States, any municipality, city, county, township, parish,
transportation district, or assessment jurisdiction, or any other
political subdivision within the territorial limits of the United
States with the authority to impose a tax, charge, or fee.

Section 41021 of the Revenue and Taxation Code is 1 SEC. 38. 2 amended to read: 3 41021. Every service supplier shall collect the surcharge from 4 each service user at the time it collects its billings from the service 5 user, provided, the duty to collect the surcharge from a service user 6 shall commence with the beginning of the first regular billing 7 period applicable to that person which starts on or after the operative date of the surcharge imposed by this part. If the stations 8 9 or lines of more than one service supplier are utilized in furnishing the telephone communications telecommunications services to the 10 11 service user, the service supplier that bills the customer shall 12 collect the surcharge from the customer.

Only one payment under this part shall be required with respect to the surcharge on any service, notwithstanding that the lines or stations of one or more service suppliers are used in furnishing such this service.

17 SEC. 39. Section 41025 of the Revenue and Taxation Code is 18 amended to read:

19 41025. If a bill is rendered to persons using intrastate 20 telephone telecommunications services the amount on which the 21 surcharge with respect to such these telecommunications services 22 shall be based shall be the sum of all charges for such the services 23 included in the bill; except that if the person who renders the bill 24 groups individual items for purposes of rendering the bill and computing the surcharge then the amount on which the surcharge 25 26 with respect to each such group shall be based, shall be the sum of all items within that group, and the surcharge on the remaining 27 28 items not included in any such group, shall be based on the charge 29 for each item separately. Section 41027 of the Revenue and Taxation Code is 30 SEC. 40.

30 SEC. 40. Section 41027 of the Revenue and Taxation Code 31 amended to read:

32 41027. Nothing in this part shall be construed as imposing a 33 surcharge upon amounts paid by any person when imposition of 34 such *the* surcharge would be in violation of the Constitution of the 35 United States, the United States Code, or the laws of the State of 36 California, nor upon toll charges used in the collection and

37 dissemination of news for the public press or on charges for wide

38 area telephone telecommunications service used by common

39 carriers in the conduct of their business.

1 SEC. 41. Section 41030 of the Revenue and Taxation Code is 2 amended to read:

3 41030. The Department of General Services shall determine annually, on or before September 1, a surcharge rate that it 4 estimates will produce sufficient revenue to fund the current fiscal 5 year's 911 telecommunications emergency response system costs. 6 7 The surcharge rate shall be determined by dividing the costs 8 (including incremental costs) the Department of General Services 9 estimates for the current fiscal year of 911 plans telecommunications emergency response system plans approved 10 11 pursuant to Section 53115 of the Government Code, less the available balance in the State Emergency Telephone Number 12 13 Account in the General Fund, by its estimate of the charges for 14 intrastate telephone communications services to which the surcharge will apply for the period of November 1 of the current 15 calendar year to October 31 of the next succeeding calendar year, 16 17 but in no event shall such the surcharge rate in any year be greater 18 than three-quarters of 1 percent nor less than one-half of 1 percent

19 2 percent nor less than 1 percent.

20 SEC. 42. Section 41031 of the Revenue and Taxation Code is 21 amended to read:

41031. The Department of General Services shall make its
determination of such *the* surcharge rate each year no later than
September 1 and shall notify the board of the new rate, which shall
be fixed by the board to be effective with respect to charges made

26 for intrastate telephone communication telecommunications

27 services on or after November 1 of each year.

28 SEC. 43. Section 41136 of the Revenue and Taxation Code is 29 amended to read:

- 41136. Funds in the State Emergency Telephone Number
 Account shall, when appropriated by the Legislature, be spent
 solely for the following purposes:
- 33 (a) To pay refunds authorized by this part.

34 (b) To pay the State Board of Equalization for the cost of the35 administration of this part.

36 (c) To pay the Department of General Services for its costs in

administration of the <u>"911" emergency telephone number system</u> *telecommunications emergency response system*.

39 (d) To pay bills submitted to the Department of General40 Services by service suppliers or communications

- 1 telecommunications equipment companies for the installation of,
- and ongoing expenses for, the following <u>communications</u>
 telecommunications services supplied to local agencies in
- 4 connection with the <u>"911" emergency phone number system</u>:
 5 *telecommunications emergency response system*:
- 6 (1) A basic reporting system.
- 7 (2) A basic system with telephone central office identification.
- 8 (3) A system employing automatic call routing.
- 9 (4) Approved incremental costs.
- 10 (3) A geographically referenced statewide base mapping 11 system.
- 12 (4) A regionalized master street address guide.
- 13 (5) An automatic location identification database client server14 system.
- (e) To pay claims of local agencies for approved incrementalcosts, not previously compensated for by another governmentalagency.
- 18 (f) To pay claims of local agencies for incremental costs and
- 19 amounts, not previously compensated for by another

20 governmental agency, incurred prior to the effective date of this

21 part, for the installation and ongoing expenses for the following

- 22 communication services supplied in connection with the "911"
- 23 emergency phone number system:
- 24 (1) A basic system.
- 25 (2) A basic system with telephone central office identification.
- 26 (3) A system employing automatic call routing.
- 27 (4) Approved incremental costs. Incremental costs shall not be
- allowed unless the costs are concurred in by the Division of
 Telecommunications of the Department of General Services.
- 30 (g) To pay the Division of Telecommunications of the
- 31 Department of General Services for the costs associated with the

32 pilot program authorized by Article 6.5 (commencing with

- 33 Section 53125) of Chapter 1 of Part 1 of Division 2 of Title 5 of
- 34 the Government Code.
- 35 SEC. 44. Section 41137 of the Revenue and Taxation Code is 36 amended to read:
- 37 41137. The Department of General Services shall pay, from
- 38 funds appropriated from the State Emergency Telephone Number
- 39 Account by the Legislature, as provided in Section 41138, bills
- 40 submitted by service suppliers or communications
 - 98

telecommunications equipment companies for the installation and 1 2 ongoing costs of the following communication 3 telecommunications services provided to local agencies by service suppliers in connection with the "911" emergency telephone 4 5 number system: telecommunications emergency response system: 6 (a) A basic reporting system. 7 (b) A basic system with telephone central office identification. (c) A system employing automatic call routing. 8 9 (d) Approved incremental costs that have been concurred in by 10 the Communications Division administrative board. 11 (c) A geographically referenced statewide base mapping 12 system. 13 (d) A regionalized master street address guide. 14 (e) An automatic location identification database client server 15 system. SEC. 45. Section 41137.1 of the Revenue and Taxation Code 16 17 is amended to read: 18 41137.1. The Department of General Services shall pay, from 19 funds appropriated from the State Emergency Telephone Number 20 Account by the Legislature, as provided in Section 41138, claims 21 submitted by local agencies for approved incremental costs and for 22 the cost of preparation of final plans submitted to the 23 Communications Telecommunications Division for approval on or 24 before October 1, 1978, as provided in Section 53115 of the 25 Government Code. 26 SEC. 46. Section 41138 of the Revenue and Taxation Code is 27 amended to read: 28 41138. (a) It is the intent of the Legislature that the 29 reimbursement rates for "911" emergency telephone number 30 customer premise equipment shall not exceed specified amounts 31 negotiated with each interested supplier and approved by the 32 department administrative board. The department shall negotiate 33 supplier pricing to ensure cost effectiveness and the best value for 34 "911" emergency telephone number system the 35 telecommunications emergency response system. The department shall pay those bills as provided in Section 41137 only under the 36 37 following conditions: 38 (1) The department shall have received the local agency's "911" emergency telephone number system telecommunications 39 emergency response system plan by July 1 of the prior fiscal year 40

1 and approved the plan by October 1 of the prior fiscal year 2 *received administrative board approval.*

3 (2) The Legislature has appropriated in the Budget Bill an 4 amount sufficient to pay those bills.

5 (3) The department has reviewed and approved each line item 6 of a request for funding to ensure the necessity of the proposed 7 equipment or services and the eligibility for reimbursement *prior* 8 *to seeking administrative board approval*.

9 (4) The amounts to be paid do not exceed the pricing submitted 10 by the supplier and approved by the department administrative 11 board. Extraordinary circumstances may warrant spending in excess of the established rate, but shall be preapproved by the 12 13 department administrative board. In determining the 14 reimbursement rate, the department administrative board shall utilize the approved pricing submitted by the supplier providing 15 the equipment or service. 16

17 (b) Nothing in this section shall be construed to limit an 18 agency's ability to select a supplier or procure telecommunications 19 equipment as long as the supplier's pricing is preapproved by the 20 department *administrative board*. Agencies shall be encouraged 21 to procure equipment on a competitive basis. Any amount in 22 excess of the pricing approved by the department *administrative board* shall not be reimbursed.

24 SEC. 47. Section 41140 of the Revenue and Taxation Code is 25 amended to read:

26 41140. The Department of General Service shall reimburse 27 local agencies, from funds appropriated from the Emergency 28 Telephone Number Account by the Legislature, for amounts not 29 previously compensated for by another governmental agency, 30 which have been paid by such agencies for approved incremental 31 costs to service suppliers or **communication** or telecommunications equipment companies for the following 32 33 communications telecommunications services supplied in 34 connection with the "911" emergency phone number 35 telecommunications emergency response system, provided-such the local agency plans had been approved by the department 36 37 administrative board:

38 (1) A basic reporting system.

39 (2) A basic system with telephone central office identification.

40 (3) A system employing automatic call routing.

1 (4) Approved incremental costs.

2 (3) A geographically referenced statewide base mapping 3 system.

4 (4) A regionalized master street address guide.

5 (5) An automatic location identification, database client server 6 system.

7 SEC. 48. Section 41141 of the Revenue and Taxation Code is 8 amended to read:

9 41141. Claims for reimbursement shall be submitted by local 10 agencies to the Communications Telecommunications Division in 11 the Department of General Services, which shall present all claims to the administrative board. The administrative board shall 12 13 determine payment eligibility and shall reduce the claim for 14 charges which that exceed the approved incremental costs, approved contract amounts, or the established tariff rates for such 15 these costs. No claim shall be paid until funds are appropriated by 16 17 the Legislature. 18 Section 41142 of the Revenue and Taxation Code is SEC. 49. 19 amended to read: 20 41142. Notwithstanding any other provision of this article, if 21 the Legislature fails to appropriate an amount sufficient to pay bills

submitted to the Department of General Services by service suppliers or communications telecommunications equipment companies for the installation and ongoing communications *telecommunications* services supplied to local agencies in connection with the "911" emergency phone number system, and

27 to pay claims of local agencies which, prior to the effective date

28 of this part, paid amounts to service suppliers or communications

29 equipment companies for the installation and ongoing expenses in

30 connection with the "911" emergency phone number system

31 *telecommunications emergency response system*, the obligation of 32 service suppliers and local agencies to provide <u>"911"</u>

33 *telecommunications* emergency telephone service shall terminate 34 and such *this* service shall not again be required until the

35 Legislature has appropriated an amount sufficient to pay such bills

36 or claims. Nothing in this part shall preclude local agencies from

37 purchasing or acquiring any communication telecommunications

38 equipment from companies other than the telephone service

39 suppliers.

1 SEC. 50. Section 41150 of the Revenue and Taxation Code is 2 amended to read:

3 41150. The Legislature hereby declares and finds that to enable public agencies to implement "911" telecommunications 4 5 emergency phone systems required by the provisions of Chapter 1005 of the 1972 Regular Session (Article 6 (commencing with 6 7 Section 53100) of Chapter 1 of Part 1 of Division 2 of Title 5 of 8 the Government Code) it is necessary that a surcharge be imposed 9 upon amounts paid by every person in the state for intrastate telephone communication telecommunications services in this 10 11 state. This bill will provide funding for basic 911, basic 911 (including telephone central office identification) 911 with 12 13 selective routing or a combination of the above. These services 14 will include incoming 911 lines/trunks, 911 answering positions including common control equipment, transfer lines and transfer 15 positions. In addition, this part will provide funding for 16 17 incremental costs.

18 legislation that provides a funding mechanism for the purchase and

19 operation of public safety communications systems throughout the

20 state.

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