Introduced by Committee on Utilities and Commerce (Wright (Chair), Pescetti (Vice Chair), Calderon, Campbell, Mazzoni, Vincent, and Wesson)

February 25, 2000

An act to amend Sections 278 and 2881 of the Public Utilities Code, relating to public utilities.

## LEGISLATIVE COUNSEL'S DIGEST

AB 2757, as introduced, Committee on Utilities and Commerce. Public utilities: telephonic reading system.

(1) Existing law requires the Public Utilities Commission to establish a rate recovery mechanism through a surcharge on intrastate telephone service to recover the costs for providing telecommunications devices capable of serving the needs of the deaf, hearing impaired, and disabled. The Public established Utilities Act Deaf and Disabled the Telecommunications Program Administrative Committee advise the commission regarding the development, implementation, and administration of these programs and the Telecommunications Deaf and Disabled Administrative Committee Fund as a repository for the funds collected by the surcharge.

This bill would require the commission to design and implement, on or before July 1, 2001, a program to provide free access to telephonic reading systems, as defined, for individuals with print disabilities. The bill would also authorize a maximum of 20 percent of the maximum amount

AB 2757 — 2 —

that is subject to collection under the telephone surcharge to be spent on this program. The bill would make related findings and declarations. Because, under the act a violation of its provisions would be a crime, this bill would impose a state-mandated local program.

(2) The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

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

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

- 1 SECTION 1. The Legislature finds and declares all of 2 the following:
- 3 (a) Thousands of California citizens have disabilities 4 that prevent them from directly accessing conventional 5 print material due to visual impairments, dyslexia, and 6 orthopedic disabilities, which prevent the physical 7 manipulation of such print materials.
- 8 (b) For decades there have been governmental and 9 nonprofit organizations dedicated to providing access to 10 reading materials on a wide variety of subjects by way of 11 Braille, large print, or audio tape recordings.
- 12 (c) Access to time sensitive or local or regional 13 publications, or both, is not feasible to produce through 14 these traditional means and formats.
- (d) Lack of direct and prompt access 16 materials, such as newspapers, magazines, newsletters. broadcast media schedules, and other time sensitive 17 18 materials has a detrimental effect on the educational 19 opportunities, literacy, and opportunity for full participation in governmental and community forums by 20 people with such print disabilities. 21
- 22 (e) The California State Library, through the 23 leadership of State Librarian Dr. Kevin Starr, has caused 24 to be established in five sites throughout California high

-3-AB 2757

technology systems that provide access to such previously inaccessible material by use of a standard telephone.

(f) These telephonic reading systems are currently under utilized because they are capable of serving many more people than can call without incurring long distance telephone charges.

5

10

11

12

15

17

27

28

32

35

36

- (g) It is not cost effective to establish the hundreds of sites necessary to give print disabled Californians local telephone call access to such sites.
- (h) Toll-free access to current and future telephonic reading systems operated by governmental or nonprofit California will provide meaningful organizations in access to this important print material for all Californians 14 with print disabilities.
- SEC. 2. Section 278 of the Public Utilities Code is 16 amended to read:
- 278. (a) (1) There is hereby created the Deaf and Program 18 Disabled Telecommunications Administrative 19 Committee, which is an advisory board to advise the 20 commission regarding the development, 21 implementation. and of administration programs 22 provide specified telecommunications services and 23 equipment to persons in this state who are deaf or 24 disabled deaf, disabled, or print disabled, as provided for 25 in Sections 2881, 2881.1, and 2881.2, and to carry out the programs pursuant to the commission's direction, control, and approval.
- (2) In addition the membership to qualifications 29 established by the commission pursuant to subdivision 30 (a) of Section 271, the commission shall establish qualifications for persons to serve as members of the Deaf Disabled **Telecommunications** and Program Administrative Committee to achieve appropriate 34 representation by the consumers of telecommunications services for the deaf and disabled.
- (b) All revenues collected by telephone corporations 37 in rates authorized by the commission to fund the programs specified in subdivision (a) shall be submitted to the commission pursuant to a schedule established by the commission. The commission shall

**AB** 2757

16

22

moneys received to the Controller for deposit in the Deaf Disabled **Telecommunications** Program 3 Administrative Committee Fund. All interest earned by moneys in the fund shall be deposited in the fund. Any unexpended revenues collected prior to the operative date of this section shall be submitted to the commission, and the commission shall transfer those moneys to the deposit in the Controller for Deaf and Disabled Telecommunications **Program** Administrative 10 Committee Fund. In addition, those revenues that are collected pursuant to subdivision (d) of Section 2881 shall 12 be accounted for separately, as required by subdivision 13 (b) of Section 2881.2, and deposited in the fund created 14 by the commission pursuant to subdivision (b) of Section 15 2881.2.

- (c) Moneys appropriated from the Deaf and Disabled 17 Telecommunications **Program** Administrative 18 Committee Fund to the commission shall be utilized 19 exclusively by the commission for the program specified 20 in subdivision (a), including all costs of the board and the commission associated with the administration oversight of the program and the fund.
- 23 SEC. 3. Section 2881 of the Public Utilities Code is 24 amended to read:
- commission 25 2881. (a) The shall design 26 implement a program to provide a telecommunications device capable of serving the needs of individuals who are 28 deaf or hearing impaired, together with a single party 29 line, at no charge additional to the basic exchange rate, to 30 any subscriber who is certified as an individual who is deaf or hearing impaired by a licensed physician and surgeon, audiologist, or a qualified state or federal agency, as determined by the commission, and to any subscriber 34 that is an organization representing individuals who are 35 deaf or hearing impaired, as determined and specified by 36 the commission pursuant to subdivision (e). A licensed hearing aid dispenser may certify the need of an individual to participate in the program if that individual 38 has been previously fitted with an amplified device by the

**—5—** AB 2757

dispenser and the dispenser has the individual's hearing records on file prior to certification.

(b) The commission shall also design and implement 3 a program to provide a dual-party relay system, using 5 third-party intervention to connect individuals who are deaf or hearing impaired and offices of organizations individuals who representing are deaf or impaired, as determined and specified by the commission pursuant to subdivision (e), with persons of normal 10 hearing by way of intercommunications devices for individuals who are deaf or hearing impaired and the telephone system, making available reasonable access of 12 13 all phases of public telephone service to telephone 14 subscribers who are deaf or hearing impaired. In order to make a dual-party relay system that will meet the 15 16 requirements of individuals who are deaf or hearing impaired available at a reasonable cost, the commission 17 18 shall initiate an investigation, conduct public hearings to determine the most cost-effective method of providing dual-party relay service to the deaf or hearing impaired 21 when using a telecommunications device, and solicit the advice, counsel, and physical assistance of statewide nonprofit consumer organizations of the deaf, during the development and implementation of the system. The 25 commission shall phase in this program, on a geographical basis, over a three-year period ending on January 1, 1987. The commission shall apply for certification of this under rules adopted by the Federal program Communications Commission pursuant to Section 401 of 30 the Americans with Disabilities Act of 1990 (Public Law 31

(c) The commission shall also design and implement a program whereby specialized or supplemental telephone 34 communications equipment may be provided subscribers who are certified to be disabled at no charge 36 additional to the basic exchange rate. The certification, including a statement of medical need for specialized telecommunications equipment, shall be provided by a licensed physician and surgeon acting within the scope of practice of his or her license, or by a qualified state or

32

AB 2757 **—6—** 

17

21

28

31

32

federal agency as determined by the commission. The commission shall, in this connection, study the feasibility of, and implement, if determined to be feasible, personal 4 income criteria, in addition to the certification of disability, for determining a subscriber's eligibility under this subdivision.

- (d) The commission shall establish a rate recovery mechanism through a surcharge not to exceed one-half of 1 percent uniformly applied to a subscriber's intrastate 10 telephone service, other than one-way radio paging service and universal telephone service, both within a 12 service area and between service areas, to allow providers 13 of the equipment and service specified in subdivisions 14 (a), (b), and (c), to recover costs as they are incurred 15 under this section. The surcharge shall be in effect until 16 January 1, 2001. The commission shall require that the programs implemented under this section be identified 18 on subscribers' bills, and shall establish a fund and require accounting each 19 for of programs 20 implemented under this section.
- (e) The commission shall determine and specify those 22 statewide organizations representing the deaf or hearing 23 impaired which that shall receive a telecommunications device pursuant to subdivision (a) or a dual-party relay system pursuant to subdivision (b), or both, and in which offices the equipment shall be installed in the case of an organization having more than one office.
- (f) The commission may direct any telephone 29 corporation subject to its jurisdiction to comply with its 30 determinations and specifications pursuant section.
- commission shall (g) The annually review the surcharge level and the balances in the funds established 34 pursuant to subdivision (d). Until January 1, 2001, the 35 commission shall be authorized to make, within the limits 36 set by subdivision (d), any necessary adjustments to the surcharge to ensure that the programs supported thereby are adequately funded and that the fund balances are not excessive. A fund balance which is projected to exceed six

**—7— AB 2757** 

months' worth of projected expenses at the end of the fiscal year is excessive.

3

5

10

12 13

14

15

17

25

26

27

28

30

35

37

- (h) The commission shall prepare and submit to the 4 Legislature, on or before December 31, 1988, and annually thereafter, a report on the fiscal status of the programs established and funded pursuant to this section and Sections 2881.1 and 2881.2. The report shall include a statement of the surcharge level established pursuant to subdivision (d) and revenues produced by the surcharge, an accounting of program expenses, and an evaluation of options for controlling those expenses and increasing program efficiency, including, but not limited to, all of the following proposals:
- (1) The establishment of a means test for persons to qualify for program equipment or free or reduced 16 charges for the use of telecommunication services.
- (2) If and to the extent not prohibited under Section 18 401 of the Americans with Disabilities Act of 1990 (Public 19 Law 101-336), the imposition of limits or other restrictions 20 on maximum usage levels for the relay service, which 21 shall include the development of a program to provide 22 basic communications requirements to all relay users at 23 discounted rates, including discounted toll call rates, and, 24 for usage in excess of those basic requirements, at rates which recover the full costs of service.
  - (3) More efficient means for obtaining and distributing equipment to qualified subscribers.
- (4) The establishment of quality standards for 29 increasing the efficiency of the relay system.
- (i) In order to continue to meet the access needs of 31 individuals with functional limitations of hearing, vision, 32 movement, manipulation, speech and interpretation of information, the commission shall perform 34 assessment of, and if appropriate, expand the scope of the program to allow for additional access capability 36 consistent with evolving telecommunications technology.
- (*j*) (1) The shall also design 38 commission and implement, on or before July 1, 2001, a program to 40 provide toll-free access throughout California

**AB** 2757 **—8**—

17

19

20

telephonic reading systems for citizens with print disabilities, at no charge additional to the basic exchange 3 rate. The commission shall establish a system whereby a 4 single toll-free telephone number is used to access all 5 telephonic reading systems, with the caller selecting the 6 desired system by choosing among menu items provided at the beginning of each call. Each available site shall provide access only with the use of individual passwords issued only to persons who are eligible under the criteria 10 established by the National Library Service.

- of this subdivision (2) For purposes "telephonic 12 reading systems" means a system, operated by, or under 13 the control or sponsorship of any agency, instrumentality, 14 political subdivision of the State of California, or by any 15 nonprofit organization doing business in this state, 16 whereby the caller can hear the reading of material such as newspapers, magazines, newsletters, broadcast media and other time sensitive 18 schedules. materials determined by the operator of the system.
- (3) Application may also be made to the commission 21 for funds for the establishment of new systems, and the 22 operation of these system. Expenditures under this 23 subdivision are limited to a maximum of 20 percent of the 24 maximum funds, which are authorized by the Legislature 25 to be collected under subdivision (d) of this section. 26 Nothing in this subdivision is intended to limit the commission from establishing other programs or services under the authority of subdivision (h) of this section.
- (4) This bill may be known and cited as the Kevin Starr 30 Access to Information Act of 2000.
- 31 SEC. 4. No reimbursement is required by this act 32 pursuant to Section 6 of Article XIII B of the California 33 Constitution because the only costs that may be incurred 34 by a local agency or school district will be incurred 35 because this act creates a new crime or infraction, 36 eliminates a crime or infraction, or changes the penalty 37 for a crime or infraction, within the meaning of Section 38 17556 of the Government Code, or changes the definition

**\_9**\_ AB 2757

1 of a crime within the meaning of Section 6 of Article 2 XIII B of the California Constitution.