AMENDED IN ASSEMBLY APRIL 11, 2000 AMENDED IN ASSEMBLY MARCH 29, 2000

CALIFORNIA LEGISLATURE-1999-2000 REGULAR SESSION

ASSEMBLY BILL

No. 2757

Introduced by Committee on Utilities and Commerce (Wright (Chair), Pescetti (Vice Chair), Calderon, Campbell, Mazzoni, Vincent, and Wesson)
(Coauthors: Assembly Members Cardenas, Maddox, Papan, and Reyes)

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 amended, 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 the Deaf and Disabled Committee Telecommunications Program Administrative advise commission regarding development, the the implementation, and administration of these programs and the Deaf and Disabled **Telecommunications Program** AB 2757 — 2 —

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 authorize specified entities to apply to the commission for funding to establish a new telephonic reading system, and for the operation of such a system. The bill would require reimburse authorized commission to any operational expenses paid or incurred by a telephonic reading system on or after January 1, 2001, and to make any retroactive payments to a telephonic reading system after the implementation by the commission of the program. The bill would authorize a maximum of 20 percent 20% of the maximum amount that is subject to collection under the telephone surcharge to be spent on this program. The bill would require the committee the guidelines and administration of existing to review telephonic reading in this systems state recommendations to the commission relating establishment of new protocols and guidelines. The bill would require the commission to establish new protocols guidelines for telephonic reading systems. 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:

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(a) Thousands of California citizens have disabilities that prevent them from directly accessing conventional print material due to visual impairments, dyslexia, and disabilities, which prevent the orthopedic physical manipulation of such print materials.

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- (b) For decades there have been governmental and nonprofit organizations dedicated to providing access to reading materials on a wide variety of subjects by way of Braille, large print, or audio tape recordings.
- (c) Access to time sensitive or local or regional 11 publications, or both, is not feasible to produce through 12 these traditional means and formats.
- (d) Lack of direct and prompt access 14 materials, such as newspapers, magazines, newsletters, 15 broadcast media schedules, and other time sensitive 16 materials has a detrimental effect on the educational opportunities, literacy, and opportunity for full participation in governmental and community forums by people with such print disabilities.
- (e) The California State Library, through 21 leadership of State Librarian Dr. Kevin Starr, has caused 22 to be established in five sites locations throughout 23 California high technology systems that provide access to such previously inaccessible material by use of a standard 25 telephone.
- (f) These telephonic reading systems are currently 27 underutilized because they are capable of serving many 28 more people than can call without incurring long distance telephone charges.
- (g) It is not cost effective to establish the hundreds of locations necessary to give print 32 Californians local telephone call access to such sites those locations.
- 34 (h) Toll-free access to current and future telephonic 35 reading systems operated by governmental or nonprofit 36 organizations in California will provide meaningful access to this important print material for all Californians 37 38 with print disabilities.
- SEC. 2. This bill may be known and shall be cited as 39 40 the Kevin Starr Access to Information Act of 2000.

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SEC. 3. Section 278 of the Public Utilities Code is amended to read:

- 3 278. (a) (1) There is hereby created the Deaf and Telecommunications Program Administrative Disabled 5 Committee, which is an advisory board to advise the commission regarding the development, administration of implementation. and programs specified provide telecommunications services equipment to persons in this state who are deaf, disabled, 10 or print disabled, as provided for in Sections 2881, 2881.1, and 2881.2, and to carry out the programs pursuant to the commission's direction, control, and approval. 12
- (2) In addition to the membership qualifications 14 established by the commission pursuant to subdivision (a) of Section 271, the commission shall establish qualifications for persons to serve as members of the Deaf and Disabled Telecommunications Program Administrative Committee to achieve appropriate representation by the consumers of telecommunications services for the deaf and disabled.
- (b) All revenues collected by telephone corporations 21 22 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 transfer the shall moneys received to the Controller for deposit in the Deaf 27 Disabled **Telecommunications Program** Administrative Committee Fund. All interest earned by moneys in the fund shall be deposited in the fund. Any 30 unexpended revenues collected prior to the operative date of this section shall be submitted to the commission, 32 and the commission shall transfer those moneys to the Controller for deposit in the Deaf and Disabled 34 Telecommunications Program Administrative 35 Committee Fund. In addition, those revenues that are 36 collected pursuant to subdivision (d) of Section 2881 shall 37 be accounted for separately, as required by subdivision 38 (b) of Section 2881.2, and deposited in the fund created by the commission pursuant to subdivision (b) of Section 40 2881.2.

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(c) Moneys appropriated from the Deaf and Disabled Telecommunications Program Administrative Committee Fund to the commission shall be utilized exclusively by the commission for the program specified in subdivision (a), including all costs of the board and the commission associated with the administration oversight of the program and the fund.

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SEC. 4. Section 2881 of the Public Utilities Code is amended to read:

2881. (a) The commission shall design 11 implement a program to provide a telecommunications device capable of serving the needs of individuals who are 13 deaf or hearing impaired, together with a single party 14 line, at no charge additional to the basic exchange rate, to any subscriber who is certified as an individual who is deaf 16 or hearing impaired by a licensed physician and surgeon, audiologist, or a qualified state or federal agency, as 18 determined by the commission, and to any subscriber 19 that is an organization representing individuals who are 20 deaf or hearing impaired, as determined and specified by 21 the commission pursuant to subdivision (e). A licensed 22 hearing aid dispenser may certify the need of an 23 individual to participate in the program if that individual 24 has been previously fitted with an amplified device by the 25 dispenser and the dispenser has the individual's hearing 26 records on file prior to certification.

(b) The commission shall also design and implement 28 a program to provide a dual-party relay system, using 29 third-party intervention to connect individuals who are 30 deaf or hearing impaired and offices of organizations representing individuals who are deaf or hearing 32 impaired, as determined and specified by the commission 33 pursuant to subdivision (e), with persons of normal 34 hearing by way of intercommunications devices for 35 individuals who are deaf or hearing impaired and the 36 telephone system, making available reasonable access of all phases of public telephone service to telephone subscribers who are deaf or hearing impaired. In order to make a dual-party relay system that will meet the requirements of individuals who are deaf or hearing AB 2757

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impaired available at a reasonable cost, the commission shall initiate an investigation, conduct public hearings to determine the most cost-effective method of providing 4 dual-party relay service to the deaf or hearing impaired 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 commission shall phase in this program, on a geographical 10 basis, over a three-year period ending on January 1, 1987. The commission shall apply for certification of this 12 rules adopted by program under the Federal 13 Communications Commission pursuant to Section 401 of 14 the Americans with Disabilities Act of 1990 (Public Law 15 101-336).

- (c) The commission shall also design and implement a 17 program whereby specialized or supplemental telephone 18 communications equipment may be provided 19 subscribers who are certified to be disabled at no charge 20 additional to the basic exchange rate. The certification, 21 including a statement of medical need for specialized 22 telecommunications equipment, shall be provided by a 23 licensed physician and surgeon acting within the scope of 24 practice of his or her license, or by a qualified state or 25 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 28 income criteria, in addition to the certification of disability, for determining a subscriber's eligibility under 30 this subdivision.
- (d) The commission shall establish a rate recovery 32 mechanism through a surcharge not to exceed one-half of 1 percent uniformly applied to a subscriber's intrastate 34 telephone service, other than one-way radio paging 35 service and universal telephone service, both within a 36 service area and between service areas, to allow providers of the equipment and service specified in subdivisions (a), (b), and (c), to recover costs as they are incurred under this section. The surcharge shall be in effect until January 1, 2001. The commission shall require that the

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programs implemented under this section be identified on subscribers' bills, and shall establish a fund and require accounting for each of the programs implemented under this section.

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- (e) The commission shall determine and specify those statewide organizations representing the deaf or hearing impaired 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 10 the equipment shall be installed in the case of an organization having more than one office.
 - (f) The commission may direct any telephone corporation subject to its jurisdiction to comply with its determinations and specifications pursuant section.
- commission shall annually review the (g) The surcharge level and the balances in the funds established 18 pursuant to subdivision (d). Until January 1, 2001, the commission shall be authorized to make, within the limits 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 24 months' worth of projected expenses at the end of the 25 fiscal year is excessive.
- (h) The commission shall prepare and submit to the 27 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 30 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 36 following proposals:
- (1) The establishment of a means test for persons to 37 38 qualify for program equipment or free or reduced charges for the use of telecommunication services.

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(2) If, and to the extent not prohibited under Section 401 of the Americans with Disabilities Act of 1990 (Public Law 101-336), the imposition of limits or other restrictions on maximum usage levels for the relay service, which shall include the development of a program to provide basic communications requirements to all relay users at discounted rates, including discounted toll call rates, and, for usage in excess of those basic requirements, at rates which recover the full costs of service.

- efficient (3) More means for obtaining distributing equipment to qualified subscribers.
- establishment (4) The quality standards of for increasing the efficiency of the relay system.
- (i) In order to continue to meet the access needs of 15 individuals with functional limitations of hearing, vision, 16 movement, manipulation, speech and interpretation of the commission information, shall perform assessment of, and if appropriate, expand the scope of the for additional allow access program to 20 consistent with evolving telecommunications technology.
- (i) (1) The commission shall also design and 23 implement, on or before July 1, 2001, a program to provide toll-free access throughout California 25 telephonic reading systems for citizens with print disabilities, at no charge additional to the basic exchange rate. The commission shall establish a system whereby a single toll-free telephone number is used to access all telephonic reading systems, with the caller selecting the 30 desired system by choosing among menu items provided at the beginning of each call. Each telephonic reading system shall provide access with the use of individual passwords issued only to persons who are eligible under 34 the criteria established by the National Library Service 35 for the Blind and Physically Handicapped, Library of 36 Congress, as authorized by Section 135a of Title 2 of the 37 United States Code, and as described in Section 701.10 of Title 36 of the Code of Federal Regulations. The operator of each telephonic reading system shall provide for the

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issuance of passwords to those individuals who meet the criteria described in this paragraph.

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- subdivision "telephonic (2) For purposes of this reading system" means a system operated by, or under the control or sponsorship of any agency, instrumentality, or political subdivision of the State of California, or by any nonprofit organization doing business in this state, whereby the caller can hear the reading of material such as newspapers, magazines, newsletters, broadcast media 10 schedules, transit route and schedule information, and other reference or time sensitive materials as determined by the operator of the system.
- (3) Any agency, instrumentality, or 14 subdivision of this state, or any nonprofit organization 15 doing business in this state, may apply to the commission 16 for funding to establish a new telephonic reading system, and for the operation of such a system. The commission reimburse any operational expenses paid 19 incurred by a telephonic reading system authorized by 20 the commission on or after January 1, 2001, and the 21 commission shall make any retroactive payments to a telephone reading system after the implementation by 23 the commission of the program described in paragraph (1).
- (4) Expenditures under this subdivision may 26 exceed 20 percent of maximum revenues authorized by subdivision (d).
 - (5) Nothing in this subdivision is intended to limit the establishment by the commission of other programs or services under subdivision (i).
- Deaf and Disabled **Telecommunications** (6) The 32 Program Administrative Committee shall review the guidelines and administration of existing telephonic reading systems in this state and issue recommendations to the commission relating to the establishment of new protocols and guidelines.
 - (7) The commission shall establish new protocols and guidelines for telephonic reading systems.
- SEC. 5. No reimbursement is required by this act 39 pursuant to Section 6 of Article XIII B of the California

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- 1 Constitution because the only costs that may be incurred
- 2 by a local agency or school district will be incurred
- 3 because this act creates a new crime or infraction, 4 eliminates a crime or infraction, or changes the penalty
- 5 for a crime or infraction, within the meaning of Section
- 6 17556 of the Government Code, or changes the definition 7 of a crime within the meaning of Section 6 of Article
- 8 XIII B of the California Constitution.