## SUBSTITUTE FOR HOUSE BILL NO. 5917

A bill to amend 1986 PA 32, entitled
"Emergency telephone service enabling act,"
by amending sections 401, 407, 408, 412, and 717 (MCL 484.1401,
484.1407, 484.1408, 484.1412, and 484.1717), section 401 as amended
by 1999 PA 81, sections 407 and 412 as added by 1999 PA 78, section
408 as amended by 2006 PA 74, and section 717 as added by 1999 PA
79.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 401. (1) An emergency telephone district board, a 9-1-1
- 2 service district as defined in section 102 and created -pursuant to
- 3 UNDER section 201b, or a county on behalf of a 9-1-1 service area
- 4 created by the county may enter into an agreement with a public
- 5 agency that does either of the following:
- 6 (a) Grants a specific pledge or assignment of a lien on or a
- 7 security interest in any money received by a 9-1-1 service district

- 1 for the benefit of qualified obligations.
- 2 (b) Provides for payment directly to the public entity issuing
- 3 qualified obligations of a portion of the emergency telephone
- 4 operational charge sufficient to pay when due principal of and
- 5 interest on qualified obligations.
- 6 (2) A pledge, assignment, lien, or security interest for the
- 7 benefit of qualified obligations is valid and binding from the time
- 8 the qualified obligations are issued without a physical delivery or
- 9 further act. A pledge, assignment, lien, or security interest is
- 10 valid and binding and has priority over any other claim against the
- 11 emergency telephone district board, the 9-1-1 service district, or
- 12 any other person with or without notice of the pledge, assignment,
- 13 lien, or security interest.
- 14 (3) Except as provided in sections 407 to 412, each service
- 15 supplier within a 9-1-1 service district shall provide a billing
- 16 and collection service for an emergency telephone technical charge
- 17 and emergency telephone operational charge from all service users
- 18 of the service supplier within the geographical boundaries of the
- 19 emergency telephone or 9-1-1 service district. The billing and
- 20 collection of the emergency telephone operational charge and that
- 21 portion of the technical charge used for billing cost shall begin
- 22 as soon as feasible after the final 9-1-1 service plan has been
- 23 approved. The billing and collection of the emergency telephone
- 24 technical charge not already collected for billing costs shall
- 25 begin as soon as feasible after installation and operation of the
- 26 9-1-1 system. The emergency telephone technical charge and
- 27 emergency telephone operational charge shall be uniform per each

- 1 exchange access facility within the 9-1-1 service district. The
- 2 portion of the emergency telephone technical charge that represents
- 3 start-up costs, nonrecurring billing, installation, service, and
- 4 equipment charges of the service supplier, including the costs of
- 5 updating equipment necessary for conversion to 9-1-1 service, shall
- 6 be amortized at the prime rate plus 1% over a period not to exceed
- 7 10 years and shall be billed and collected from all service users
- 8 only until those amounts are fully recouped by the service
- 9 supplier. The prime rate to be used for amortization shall be set
- 10 before the first assessment of nonrecurring charges and remain at
- 11 that rate for 5 years, at which time a new rate may be set for the
- 12 remaining amortization period. Recurring costs and charges included
- in the emergency telephone technical charge and emergency telephone
- 14 operational charge shall continue to be billed to the service user.
- 15 (4) Except as provided in sections 407 to 412 and subject to
- 16 the limitation provided by this section, the amount of the
- 17 emergency telephone technical charge and emergency telephone
- 18 operational charge to be billed to the service user shall be
- 19 computed by dividing the total emergency telephone technical charge
- 20 and emergency telephone operational charge by the number of
- 21 exchange access facilities within the 9-1-1 service district.
- 22 (5) Except as provided in subsection (7) and sections 407 to
- 23 412, the amount of emergency telephone technical charge payable
- 24 monthly by a service user for recurring costs and charges shall not
- 25 exceed 2% of the lesser of \$20.00 or the highest monthly rate
- 26 charged by the service supplier for PRIMARY basic local exchange
- 27 service <del>pursuant to</del> **UNDER** section <del>304b</del> 304 of the Michigan

- 1 telecommunications act, 1991 PA 179, MCL <u>484.2304b</u> **484.2304**,
- 2 within the 9-1-1 service district. The amount of emergency
- 3 telephone technical charge payable monthly by a service user for
- 4 nonrecurring costs and charges shall not exceed 5% of the lesser of
- 5 \$20.00 or the highest monthly rate charged by the service supplier
- 6 for PRIMARY basic local exchange service pursuant to UNDER
- 7 section 304 of the Michigan telecommunications act, 1991 PA
- 8 179, MCL <u>484.2304b</u> **484.2304**, within the 9-1-1 service district.
- 9 With the approval of the county board of commissioners, a county
- 10 may assess an amount for recurring emergency telephone operational
- 11 costs and charges that shall not exceed 4% of the lesser of \$20.00
- 12 or the highest monthly rate charged by the service supplier for
- 13 PRIMARY basic local exchange service pursuant to UNDER section
- 14 304b 304 of the Michigan telecommunications act, 1991 PA 179, MCL
- 15 484.2304b 484.2304, within the geographical boundaries of the
- 16 assessing county. The percentage to be set for the emergency
- 17 telephone operational charge shall be established by the county
- 18 board of commissioners pursuant to UNDER section 312. A change to
- 19 the percentage set for the emergency telephone operational charge
- 20 may be made only by the county board of commissioners. The
- 21 difference, if any, between the amount of the emergency telephone
- 22 technical charge computed under subsection (4) and the maximum
- 23 permitted under this section shall be paid by the county from funds
- 24 available to the county or through cooperative arrangements with
- 25 public agencies within the 9-1-1 service district.
- 26 (6) Except as provided in sections 407 to 412, the emergency
- 27 telephone technical charge and emergency telephone operational

- 1 charge shall be collected in accordance with the regular billings
- 2 of the service supplier. The amount collected for emergency
- 3 telephone operational charge shall be paid by the service supplier
- 4 to the county that authorized the collection. The emergency
- 5 telephone technical charge and emergency telephone operational
- 6 charge payable by service users pursuant to this act shall be added
- 7 to and shall be stated separately in the billings to service users.
- **8** (7) Except as provided in sections 407 to 412, for a 9-1-1
- 9 service district created or enhanced after June 27, 1991, the
- 10 amount of emergency telephone technical charge payable monthly by a
- 11 service user for recurring costs and charges shall not exceed 4% of
- 12 the lesser of \$20.00 or the highest monthly rate charged by the
- 13 service supplier for PRIMARY basic local exchange service pursuant
- 14 to UNDER section -304b 304 of the Michigan telecommunications
- 15 act, 1991 PA 179, MCL <u>484.2304b</u> 484.2304, within the 9-1-1
- 16 service district.
- 17 (8) Except as provided in sections 407 to 412, a county may,
- 18 with the approval of the voters in the county, assess up to 16% of
- 19 the lesser of \$20.00 or the highest monthly rate charged by the
- 20 service supplier for PRIMARY basic local exchange service pursuant
- 21 to UNDER section 304 of the Michigan telecommunications
- 22 act, 1991 PA 179, MCL <u>484.2304b</u> 484.2304, within the geographical
- 23 boundaries of the assessing county or assess a millage or
- 24 combination of the 2 to cover emergency telephone operational
- 25 costs. In a ballot question under this subsection, the board of
- 26 commissioners shall specifically identify how the collected money
- 27 is to be distributed. An affirmative vote on a ballot question

- 1 under this subsection shall be considered an amendment to the 9-1-1
- 2 service plan pursuant to section 312. Not more than 1 ballot
- 3 question under this subsection may be submitted to the voters
- 4 within any 12-month period. An assessment approved under this
- 5 subsection shall be for a period not greater than 5 years.
- 6 (9) The total emergency telephone operational charge as
- 7 prescribed in subsections (5) and (8) shall not exceed 20% of the
- 8 lesser of \$20.00 or the highest monthly flat rate charged for
- 9 PRIMARY basic service by a service supplier for a 1-party access
- **10** line.
- 11 (10) Except as provided in sections 407 to 412, if the voters
- 12 approve the charge to be assessed on the service user's telephone
- 13 bill on a ballot question under subsection (8), the service
- 14 provider's bill shall state the following:
- 15 "This amount is for your 9-1-1 service which has been approved
- 16 by the voters on (DATE OF VOTER APPROVAL). This is not a charge
- 17 assessed by your telephone carrier. If you have questions
- 18 concerning your 9-1-1 service, you may call (INCLUDE APPROPRIATE
- 19 TELEPHONE NUMBER).".
- 20 (11) Except as provided in sections 407 to 412, an annual
- 21 accounting shall be made of the emergency telephone operational
- 22 charge approved -pursuant to UNDER this act in the same manner as
- 23 the annual accounting required by section 405.
- 24 (12) Except as otherwise provided in subsection (13), or as
- 25 provided in sections 407 to 412, the emergency telephone
- 26 operational charge collected <del>pursuant to</del> UNDER this section shall
- 27 be distributed by the county or the counties to the primary PSAPs

- 1 by 1 of the following methods:
- 2 (a) As provided in the final 9-1-1 service plan.
- 3 (b) If distribution is not provided for in the plan, then
- 4 according to any agreement for distribution between the county and
- 5 public agencies.
- 6 (c) If distribution is not provided in the plan or by
- 7 agreement, then according to the distribution of access lines
- 8 within the primary PSAPs.
- 9 (13) Except as provided in sections 407 to 412, if a county
- 10 had multiple emergency telephone districts before the effective
- 11 date of the amendatory act that added this subsection, then the
- 12 emergency telephone operational charge collected -pursuant to
- 13 UNDER this section shall be distributed in proportion to the amount
- 14 of access lines within the primary PSAPs.
- 15 (14) Except as provided in sections 407 to 412, this section
- 16 shall not preclude the distribution of funding to secondary PSAPs
- 17 if the distribution is determined by the primary PSAPs within the
- 18 emergency telephone district to be the most effective method for
- 19 dispatching of fire or emergency medical services and the
- 20 distribution is approved within the final 9-1-1 service plan.
- 21 (15) Notwithstanding any other provision of this act, the
- 22 emergency telephone technical charge and the emergency telephone
- 23 operational charge shall not be levied or collected after December
- 24 31, 2006. However, if IF all or a portion of the emergency
- 25 telephone operational charge has been pledged as security for the
- 26 payment of qualified obligations, the emergency telephone
- 27 operational charge shall be levied and collected only to the extent

- 1 required to pay the qualified obligations or satisfy the pledge.
- 2 Sec. 407. (1) The CMRS emergency telephone fund is created
- 3 within the state treasury to provide money to implement the
- 4 wireless emergency service order and this act.
- 5 (2) The state treasurer may receive money or other assets from
- 6 any source for deposit into the fund. Money may be deposited into
- 7 the fund by electronic funds transfer. The state treasurer shall
- 8 direct the investment of the fund. The state treasurer shall credit
- 9 to the fund interest and earnings from fund investments. The state
- 10 treasurer shall establish restricted subaccounts within the fund
- 11 for each of the categories listed in section 409(1)(a) to (e).
- 12 (3) Money in the fund at the close of the fiscal year shall
- 13 remain in the fund and shall not lapse to the general fund.
- 14 (4) The department of treasury shall expend money from the
- 15 fund, upon appropriation, only as provided in this act. The
- 16 disbursement of money may be by electronic funds transfer.
- 17 (5) The auditor general shall audit the fund at least
- 18 annually.
- 19 Sec. 408. (1) Except as otherwise provided under subsection
- 20 (3), starting January 1, 2004, a EACH CMRS supplier or a reseller
- 21 shall include a service charge of  $\frac{-52}{}$  29 cents per month for each
- 22 CMRS connection that has a billing address in this state. The CMRS
- 23 supplier or reseller shall list a service charge authorized under
- 24 this section as a separate line item on each bill. The service
- 25 charge shall be listed on the bill as the "operational 9-1-1
- 26 charge".
- 27 (2) Except as otherwise provided under subsection (3), a CMRS

supplier may submit an invoice to the subcommittee created in 1 2 section 410 for reimbursement from the CMRS emergency telephone 3 fund for costs incurred in implementing the wireless emergency 4 service order and this act. Within 90 days after the date the invoice is submitted to the subcommittee, the subcommittee shall 5 review the invoice and make a recommendation to the committee for 6 the approval, in whole or in part, or denial of the invoice. The 7 committee shall approve an invoice submitted under this subsection 8 only if the invoice is for costs directly related to the providing 9 and installing of equipment that implements the wireless emergency 10 service order and this act. The committee shall authorize payment 11 12 of the invoice in accordance with the recommendations of the subcommittee. 13 (3) Before July 1, 2004, all CMRS suppliers shall notify the 14 15 committee in writing whether they will seek reimbursement from the 16 CMRS emergency telephone fund for costs incurred until December 31, 17 2005 in implementing the wireless emergency service order and this 18 act. If a CMRS supplier elects to seek reimbursement under this 19 subsection, it shall continue to impose the 52 cents per month 20 charge authorized under subsection (1) until December 31, 2005. 21 After December 31, 2005, the CMRS supplier shall impose a service charge of 29 cents per month. A CMRS supplier that notifies the 22 committee in writing that it will not seek reimbursement under this 23 24 subsection shall impose a charge of 29 cents per month and not seek 25 reimbursement from the fund for costs in implementing the wireless emergency service order and this act incurred after the date of its 26 27 notice to the committee.

## House Bill No. 5917 (H-1) as amended May 4, 2006

- 1 (2) EACH CMRS SUPPLIER OR RESELLER SHALL [COLLECT] A SERVICE
- 2 CHARGE OF 29 CENTS PER MONTH [FROM] EACH OF ITS PREPAID CUSTOMERS. THE
- 3 CMRS SUPPLIER OR RESELLER SHALL HAVE A 1-TIME OPTION OF SELECTING 1
- 4 OF THE FOLLOWING METHODS OF DETERMINING THE AMOUNT THE CMRS
- 5 SUPPLIER OR RESELLER IS REQUIRED TO DEPOSIT UNDER SUBSECTION (4):
- 6 (A) BY DIVIDING THE TOTAL EARNED PREPAID REVENUE RECEIVED BY
- 7 THE CMRS SUPPLIER OR RESELLER WITHIN THE MONTHLY 9-1-1 REPORTING
- 8 PERIOD BY \$50.00 AND THEN MULTIPLYING THAT NUMBER BY 29 CENTS.
- 9 (B) TWENTY-NINE CENTS FOR EACH ACTIVE PREPAID ACCOUNT OF THE
- 10 CMRS SUPPLIER OR RESELLER THE BALANCE OF WHICH IS EQUAL TO OR
- 11 GREATER THAN 29 CENTS. AS USED IN THIS SUBSECTION:
- 12 (i) "ACTIVE PREPAID ACCOUNTS" MEANS A CUSTOMER WHO HAS
- 13 RECHARGED OR REPLENISHED HIS OR HER ACCOUNT AT LEAST ONCE DURING
- 14 THE BILLING PERIOD OR CALENDAR MONTH OR HAS A SUFFICIENT POSITIVE
- 15 BALANCE AT THE END OF EACH MONTH EQUAL TO OR GREATER THAN 29 CENTS.
- 16 (ii) "CMRS RESELLER" MEANS A PROVIDER WHO PURCHASES
- 17 TELECOMMUNICATION SERVICES FROM ANOTHER TELECOMMUNICATION SERVICE
- 18 PROVIDER AND THEN RESELLS, USES A COMPONENT PART OF, OR INTEGRATES
- 19 THE PURCHASED SERVICES INTO A MOBILE TELECOMMUNICATION SERVICE.
- 20 (iii) "EARNED PREPAID REVENUE" MEANS ALL NEW REVENUE THAT HAS
- 21 BEEN GENERATED FROM PREPAID SERVICE ACCOUNTS SINCE THE CLOSE OF THE
- 22 LAST BILLING PERIOD OR CALENDAR MONTH.
- 23 (iv) "PREPAID CUSTOMER" MEANS A CMRS SUBSCRIBER WHO PAYS IN
- 24 FULL PROSPECTIVELY FOR THE SERVICE AND [HAS 1 OF THE FOLLOWING:
- 25 (A) A MICHIGAN TELEPHONE NUMBER OR A MICHIGAN IDENTIFICATION NUMBER
- 26 FOR THE SERVICE.
  - (B) A SERVICE FOR EXCLUSIVE USE IN AN AUTOMOTIVE VEHICLE AND WHOSE PLACE OF PRIMARY USE IS WITHIN THIS STATE. AS USED IN THIS SUB-SUBPARAGRAPH, "PLACE OF PRIMARY USE" MEANS THAT PHRASE AS DEFINED UNDER 4 USC 124.]
- 27 (3) -(4) The department of state police may receive funds

- 1 from the CMRS emergency telephone fund for costs to administer this
- 2 act or to operate a regional dispatch center that receives and
- 3 dispatches 9-1-1 calls. A breakdown of the costs funded under this
- 4 subsection shall be included in the annual report required under
- 5 section 412. Except as otherwise provided by this subsection, the
- 6 costs funded under this subsection shall not exceed 1/2 of 1 cent
- 7 of the monthly service charge collected under this section. If the
- 8 department of state police establishes the position of E-911
- 9 coordinator, the costs funded under this subsection shall not
- 10 exceed 1 cent of the monthly service charge collected under this
- 11 section.
- 12 (4)  $\overline{(5)}$  Except as otherwise provided in this section, the
- money collected as the service charge under -subsection (1)
- 14 SUBSECTIONS (1) AND (2) shall be deposited in the CMRS emergency
- 15 telephone fund created in section 407 not later than 30 days after
- 16 the end of the quarter in which the service charge was collected.
- 17 (5) -(6) All money collected and deposited in the CMRS
- 18 emergency telephone fund created in section 407 shall be
- 19 distributed as follows:
- 20 (a) Except as provided in subsection -(9) (8), 10 cents of
- 21 each monthly service charge shall be disbursed equally to each
- 22 county that has a final 9-1-1 plan in place that includes
- 23 implementing the wireless emergency service order and this act.
- 24 Money received by a county under this subdivision shall only be
- 25 used to implement the wireless emergency service order and this
- 26 act. Money expended under this subdivision for a purpose considered
- 27 unnecessary or unreasonable by the committee or the auditor general

- 1 shall be repaid to the fund.
- 2 (b) Except as provided in subsection -(9) (8), 15 cents of
- 3 each monthly service charge shall be disbursed on a per capita
- 4 basis to each county that has a final 9-1-1 plan in place that
- 5 includes implementing the wireless emergency service order and this
- 6 act. The committee shall certify to the department of treasury
- 7 quarterly which counties have a final 9-1-1 plan in place. The most
- 8 recent census conducted by the United States census bureau shall be
- 9 used to determine the population of each county in determining the
- 10 per capita basis in this subdivision. Money received by a county
- 11 under this subdivision shall only be used to implement the wireless
- 12 emergency service order and this act. Money expended under this
- 13 subdivision for a purpose considered unnecessary or unreasonable by
- 14 the committee or the auditor general shall be repaid to the fund.
- 15 (c) One and one-half cents of each monthly service charge
- 16 shall be available to PSAPs for training personnel assigned to 9-1-
- 17 1 centers. A written request for money from the fund shall be made
- 18 by a public safety agency or county to the committee. The committee
- 19 shall semiannually authorize distribution of money from the fund to
- 20 eligible public safety agencies or counties. A public safety agency
- 21 or county that receives money under this subdivision shall create,
- 22 maintain, and make available to the committee upon request a
- 23 detailed record of expenditures relating to the preparation,
- 24 administration, and carrying out of activities of its 9-1-1
- 25 training program. Money expended by an eligible public safety
- 26 agency or county for a purpose considered unnecessary or
- 27 unreasonable by the committee or the auditor general shall be

- 1 repaid to the fund. Money shall be disbursed to an eligible public
- 2 safety agency or county for training of PSAP personnel through
- 3 courses certified by the commission on law enforcement standards
- 4 only for either of the following purposes:
- 5 (i) To provide basic 9-1-1 operations training.
- 6 (ii) To provide in-service training to employees engaged in 9-
- **7** 1-1 service.
- 8 (d) As provided under <del>subsections (2), (4), and (11)</del>
- 9 SUBSECTION (10).
- 10 (e) For fiscal year 2005-2006 only, an amount not to exceed
- 11 \$15,000,000.00 for the annual rental obligations of the state
- 12 building authority under the bonds issued to finance the Michigan
- 13 public safety communications system project.
- 14 (6) -(7) Money received by a county under subsection -(6)(b)
- 15 (5)(B) and (c) shall be distributed by the county to the primary
- 16 PSAPs geographically located within the 9-1-1 service district by 1
- 17 of the following methods:
- 18 (a) As provided in the final 9-1-1 service plan.
- 19 (b) If distribution is not provided for in the 9-1-1 service
- 20 plan under subdivision (a), then according to any agreement for
- 21 distribution between a county and a public agency.
- 22 (c) If distribution is not provided for in the 9-1-1 service
- 23 plan under subdivision (a) or by agreement between the county and
- 24 public agency under subdivision (b), then according to the
- 25 population within the geographic area for which the PSAP serves as
- 26 primary PSAP.
- 27 (d) If a county has multiple emergency telephone districts,

- 1 money for that county shall be distributed as provided in the
- 2 emergency telephone districts' final 9-1-1 service plans.
- 3 (7)  $\frac{(8)}{(8)}$  If a county with a final 9-1-1 plan in place does
- 4 not accept 9-1-1 calls through the direct dispatch method, relay
- 5 method, or transfer method from a CMRS user, the revenues available
- 6 to the county under this section shall be disbursed to the public
- 7 agency or county responsible for accepting and responding to those
- 8 calls.
- 9 (8) -(9)— In addition to the requirements of this subsection,
- 10 a county is not eligible to receive disbursements under subsection
- 11  $\frac{(6)(a)}{(5)(A)}$  or (b) unless the county is compliant with the
- 12 wireless emergency service order and this act. A county shall be
- 13 compliant with phase 1 implementation by June 30, 2004 and phase 2
- 14 implementation by June 30, 2005. A county that is not compliant
- 15 with phase 1 implementation by June 30, 2004 and phase 2
- 16 implementation by June 30, 2005 shall use the disbursements
- 17 received under subsection -(6)(a) (5)(A) and (b) only for purposes
- 18 of becoming compliant. A county that is not compliant with phase 1
- 19 implementation by December 31, 2004 and phase 2 implementation by
- 20 December 31, 2005 is not eligible to receive disbursements under
- 21 subsection -(6)(a) (5)(A) and (b). Once the committee determines
- 22 that a county that is not eligible to receive disbursements is
- 23 compliant, the county shall begin receiving disbursements again
- 24 under subsection  $\frac{(6)(a)}{(5)(A)}$  (5)(A) and (b). As used in this
- 25 subsection, "compliant" means the county has installed equipment
- 26 that is capable, and at a state of readiness, to deploy wireless
- 27 service for all CMRS providers within a county's 9-1-1 service

- 1 district or districts.
- 2 (9) -(10) From each service charge billed under -subsection
- 3 (1) SUBSECTIONS (1) AND (2), each CMRS supplier or reseller who
- 4 billed the customer shall retain 1/2 of 1 cent to cover the costs
- 5 of billing and collection as the only reimbursement from this
- 6 charge for billing and collection costs.
- 7 (10)  $\frac{11}{11}$  Notwithstanding any other provision of this act,
- 8 the commission, following a contested case, shall issue an order no
- 9 later than June 29, 2004 establishing the costs that a local
- 10 exchange provider may recover in terms of the costs related to the
- 11 wireless emergency service order. Any cost reimbursement allowed
- 12 under this subsection shall not include a cost that is not related
- 13 to complying with the wireless emergency service order. After the
- 14 commission has issued the order, a local exchange provider may
- 15 submit an invoice to the commission for reimbursement from the CMRS
- 16 emergency telephone fund for costs incurred that are allowed under
- 17 the commission order. Within 45 days after the date an invoice is
- 18 submitted to the commission, the commission shall make a
- 19 recommendation to the committee for the approval, either in whole
- 20 or in part, or the denial of the invoice. The committee shall
- 21 authorize payment of an invoice in accordance with the commission's
- 22 recommendation. As used in this subsection:
- 23 (a) "Commission" means the Michigan public service commission.
- 24 (b) "Local exchange provider" means a provider of regulated
- 25 PRIMARY basic local exchange service as defined in section 102 of
- 26 the Michigan telecommunications act, 1991 PA 179, MCL 484.2102.
- 27 (11) -(12) A CMRS supplier or reseller is not liable for an

- 1 uncollected service charge billed under subsection (1) OR (2) for
- 2 which the CMRS supplier or reseller has billed the CMRS user. If
- 3 only a partial payment of a bill is received by a CMRS supplier or
- 4 reseller, the CMRS supplier or reseller shall credit the amount
- 5 received as follows in priority order:
- 6 (a) For services provided.
- 7 (b) For the reimbursement under subsection -(10) (9).
- 8 (c) For the balance of the service charge.
- 9 (12) -(13) Amounts received under subsection -(12)(c)
- 10 (11)(C) shall be forwarded to the CMRS emergency telephone fund
- 11 created in section 407. Any uncollected portion of the service
- 12 charge that is not received shall be billed on subsequent billings
- 13 and, upon receipt, amounts in excess of the reimbursement under
- 14 subsection -(10) (9) shall be forwarded to the CMRS emergency
- 15 telephone fund created in section 407. —The— EXCEPT FOR THE SERVICE
- 16 CHARGE PAID UNDER SUBSECTION (2), THE service charge paid by a CMRS
- 17 user is not subject to a state or local tax.
- 18 (14) A CMRS supplier or reseller shall implement the billing
- 19 provisions of this section not later than October 26, 1999.
- 20 (13) -(15) The department of state police shall annually
- 21 prepare a list of projects in priority order that the department of
- 22 state police recommends for funding from the funds collected under
- 23 former section 409(e). The legislature shall annually review and
- 24 approve projects by law. If a project provides infrastructure or
- 25 equipment for use by CMRS suppliers, the department of state police
- 26 shall charge a reasonable fee for use of the infrastructure or
- 27 equipment. Fees collected under this subsection shall be deposited

- 1 in the fund.
- 2 Sec. 412. (1) The committee shall conduct and complete a cost
- 3 study and make a report on the service charge required in section
- 4 408 not later than April 30, 2000, and August 30 annually after
- 5 2000. The report of the study shall include at a minimum all of the
- 6 following:
- 7 (a) The extent of emergency telephone service implementation
- 8 in this state by CMRS suppliers under the wireless emergency
- 9 service order and this act.
- 10 (b) The actual costs incurred by PSAPs and CMRS suppliers in
- 11 complying with the wireless emergency service order and this act.
- 12 (c) The service charge required in section 408 and a
- 13 recommendation to change the service charge amount if needed to
- 14 fund the costs of meeting the time frames in the wireless emergency
- 15 service order and this act.
- 16 (d) A description of any commercial applications developed as
- 17 a result of implementing this act.
- (e) A detailed record of expenditures by each county relating
- 19 to the implementation of the wireless emergency service order and
- 20 this act.
- 21 (2) The committee shall deliver the report of the study
- 22 prepared under subsection (1) to the secretary of the senate, the
- 23 clerk of the house of representatives, and the standing committees
- 24 of the senate and house of representatives having jurisdiction over
- 25 issues pertaining to telecommunication technology.
- 26 (3) Upon receipt of the report, the legislature must consider
- 27 the findings of the report and determine whether an adjustment to

- 1 the -fee- SERVICE CHARGE is necessary.
- Sec. 717. This act is repealed effective December 31, -20062
- 3 2008.