

# Legislative Analysis



## EMERGENCY SERVICE ENABLING ACT: REPEAL SUNSET

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### House Bill 6065

Sponsor: Rep. Marsha Cheeks

Committee: Appropriations

Complete to 11-12-08

## A SUMMARY OF HOUSE BILL 6065 AS INTRODUCED 5-6-2008

The bill would repeal the February 28, 2009 sunset provision in the Emergency 911 Service Enabling Act, 1986 PA 32. The act establishes the mechanics and funding source for 911 service in the state.

MCL 484.1717

### FISCAL IMPACT:

Extending the sunset provision would increase revenue and expenditures for the Department of Treasury, relative to funding 911 service in the state. Under the act, the state imposes a \$0.19 surcharge on telephone service (landlines, cellular, voice over Internet protocol, and pre-paid cellular service). The state 911 charge is distributed as follows:

- \$0.1536 to counties on an equal basis
- \$0.0922 to counties on a per-capita basis
- \$0.0144 to local exchange carriers
- \$0.0070 to the Department of State Police
- \$0.0112 to public safety answering points
- \$0.0038 is retained by service providers

For FY 2008-09, the Department of Treasury Budget (2008 PA 261, HB 5816) appropriates \$11.1 million for "commercial mobile radio service payments". The amount is for a partial year, because of the sunset provision. On a full-year basis, the revenue generated from the State 911 charge would generate approximately \$22.2 million, which would be expended upon appropriation. The total appropriation, on a full year basis, would be distributed as follows:

- Counties (Equally): \$7,326,000
- Counties (Per Capita): \$10,989,000
- Exchange Carriers: \$1,720,500
- Department of State Police: \$832,500
- Public Safety Answering Points: \$1,332,000

Additionally, extending the sunset would permit counties to continue to assess a county 911 charge, separate from the State 911 charge. On a full-year basis the county charges would generate an estimated \$58.3 million, as shown in the chart below.

Fiscal Analyst: Mark Wolf

■ This analysis was prepared by nonpartisan House staff for use by House members in their deliberations, and does not constitute an official statement of legislative intent.

County	Technical Charge		County 911 Charge	Total Charges	2008 Est. Revenue County 911 Charge
	Recurring	Non-Recurring			
Alcona	\$0.36	\$0.00	\$2.10	\$2.46	\$267,252
Alger	\$0.24	\$0.00	\$0.18	\$0.42	\$25,021
Allegan	\$0.23	\$0.00	\$1.63	\$1.86	\$1,998,282
Alpena	\$0.28	\$0.00	\$2.14	\$2.42	\$730,036
Antrim	\$0.48	\$0.00	\$1.97	\$2.45	\$491,610
Arenac	\$0.28	\$0.00	\$0.32	\$0.60	\$60,980
Baraga	\$0.00	\$0.00	\$0.00	\$0.00	\$0
Barry	\$0.23	\$0.00	\$0.00	\$0.23	\$0
Bay	\$0.20	\$0.00	\$0.00	\$0.20	\$0
Benzie	\$0.18	\$0.00	\$2.13	\$2.31	\$371,268
Berrien	\$0.00	\$0.00	\$0.42	\$0.42	\$747,200
Branch	\$0.35	\$0.00	\$0.31	\$0.66	\$138,600
Calhoun	\$0.25	\$0.00	\$0.60	\$0.85	\$679,285
Cass	\$0.30	\$0.00	\$1.18	\$1.48	\$656,598
Charlevoix	\$0.22	\$0.00	\$0.51	\$0.73	\$144,631
Cheboygan	\$0.22	\$0.00	\$0.50	\$0.72	\$144,600
Chippewa	\$0.33	\$0.00	\$0.99	\$1.32	\$415,865
Clare	\$0.24	\$0.00	\$0.47	\$0.71	\$159,109
Clinton	\$0.34	\$0.00	\$2.00	\$2.34	\$1,508,823
Crawford	\$0.35	\$0.00	\$2.35	\$2.70	\$364,277
Delta	\$0.23	\$0.00	\$0.44	\$0.67	\$186,327
Dickinson	\$0.49	\$0.00	\$0.41	\$0.90	\$122,126
Eaton	\$0.19	\$0.00	\$0.00	\$0.19	\$0
Emmet	\$0.22	\$0.00	\$0.58	\$0.80	\$196,616
Genesee	\$0.21	\$0.00	\$1.24	\$1.45	\$5,892,706
Gladwin	\$0.21	\$0.00	\$0.51	\$0.72	\$144,069
Gogebic	\$0.15	\$0.00	\$0.30	\$0.45	\$56,897
Grand Traverse	\$0.24	\$0.00	\$0.66	\$0.90	\$570,610
Gratiot	\$0.29	\$0.00	\$1.29	\$1.58	\$593,019
Hillsdale	\$0.50	\$0.00	\$1.20	\$1.70	\$609,547
Houghton	\$0.24	\$0.00	\$1.10	\$1.34	\$430,103
Huron	\$0.26	\$0.00	\$1.87	\$2.13	\$734,940
Ingham	\$0.25	\$0.00	\$0.31	\$0.56	\$840,000
Ionia	\$0.22	\$0.00	\$1.77	\$1.99	\$1,182,160
Iosco	\$0.23	\$0.00	\$1.85	\$2.08	\$550,503
Iron	\$0.32	\$0.00	\$1.61	\$1.93	\$236,052
Isabella	\$0.35	\$0.00	\$1.50	\$1.85	\$1,034,460
Jackson	\$0.23	\$0.00	\$0.44	\$0.67	\$749,644
Kalamazoo	\$0.20	\$0.00	\$0.00	\$0.20	\$0
Kalkaska	\$0.31	\$0.00	\$2.52	\$2.83	\$466,027
Kent	\$0.17	\$0.00	\$0.45	\$0.62	\$1,442,156
Keweenaw	\$0.00	\$0.00	\$0.00	\$0.00	\$0
Lake	\$0.25	\$0.00	\$2.51	\$2.76	\$309,356
Lapeer	\$0.12	\$0.00	\$1.55	\$1.67	\$1,483,869
Leelanau	\$0.25	\$0.00	\$0.00	\$0.25	\$0
Lenawee	\$0.33	\$0.00	\$1.18	\$1.51	\$1,253,610

County	Technical Charge		County 911 Charge	Total Charges	2008 Est. Revenue County 911 Charge
	Recurring	Non-Recurring			
Livingston	\$0.18	\$0.00	\$1.85	\$2.03	\$3,216,200
Luce	\$0.32	\$0.00	\$0.99	\$1.31	\$77,600
Mackinac	\$0.26	\$0.00	\$1.43	\$1.69	\$186,339
Macomb	\$0.20	\$0.00	\$0.00	\$0.20	\$0
Manistee	\$0.26	\$0.00	\$0.00	\$0.26	\$0
Marquette	\$0.20	\$0.00	\$0.00	\$0.20	\$0
Mason (1)	\$0.28	\$0.00	\$2.09	\$2.37	\$1,255,840
Mecosta	\$0.27	\$0.00	\$1.50	\$1.77	\$662,437
Menominee	\$0.34	\$0.00	\$1.30	\$1.64	\$357,396
Midland	\$0.26	\$0.00	\$0.00	\$0.26	\$0
Missaukee	\$0.41	\$0.00	\$0.00	\$0.41	\$0
Monroe	\$0.23	\$0.00	\$0.39	\$0.62	\$625,037
Montcalm	\$0.47	\$0.00	\$1.89	\$2.36	\$1,258,640
Montmorency	\$0.36	\$0.00	\$1.47	\$1.83	\$221,408
Muskegon	\$0.25	\$0.00	\$0.34	\$0.59	\$630,919
Newaygo	\$0.60	\$0.00	\$1.56	\$2.16	\$810,977
Oakland	\$0.23	\$0.01	\$0.18	\$0.42	\$2,304,550
Oceana (1)	\$0.28	\$0.00	\$2.09	\$2.37	\$1,255,840
Ogemaw	\$0.25	\$0.00	\$0.59	\$0.84	\$138,941
Ontonagon	\$0.41	\$0.10	\$0.51	\$1.02	\$43,774
Osceola	\$0.27	\$0.00	\$1.50	\$1.77	\$379,130
Oscoda	\$0.46	\$0.00	\$0.45	\$0.91	\$45,945
Otsego	\$0.48	\$0.00	\$1.72	\$2.20	\$436,358
Ottawa	\$0.21	\$0.00	\$0.00	\$0.21	\$0
Presque Isle	\$0.34	\$0.00	\$0.31	\$0.65	\$48,512
Roscommon	\$0.35	\$0.00	\$0.00	\$0.35	\$0
Saginaw	\$0.22	\$0.00	\$2.18	\$2.40	\$4,983,523
Sanilac	\$0.22	\$0.00	\$0.44	\$0.66	\$211,562
Schoolcraft	\$0.32	\$0.12	\$0.40	\$0.84	\$46,000
Shiawassee	\$0.35	\$0.00	\$1.22	\$1.57	\$941,169
St. Clair	\$0.20	\$0.00	\$0.41	\$0.61	\$735,332
St. Joseph	\$0.26	\$0.00	\$0.00	\$0.26	\$0
Tuscola	\$0.20	\$0.00	\$1.80	\$2.00	\$1,139,970
Van Buren	\$0.24	\$0.00	\$0.41	\$0.65	\$339,620
Washtenaw	\$0.19	\$0.00	\$0.43	\$0.62	\$1,509,829
Wayne (2)					
- Detroit	\$0.23	\$0.00	\$0.34	\$0.57	\$7,548,114
- Downriver	\$0.17	\$0.00	\$0.34	\$0.51	\$7,548,114
- East Wayne	\$0.19	\$0.00	\$0.34	\$0.53	\$7,548,114
- West Wayne	\$0.20	\$0.01	\$0.34	\$0.55	\$7,548,114
Wexford	\$0.24	\$0.00	\$0.25	\$0.49	\$103,114
<b>Total</b>					<b>\$58,246,470</b>

Source: Emergency 911 Service Committee, 2008 Report to the Legislature (August 1, 2008) and Michigan Public Service Commission, Opinion and Order, Case No. U-15489 (June 3, 2008).

(1) Mason and Oceana Counties operate a combined 911 service; the revenue figures cited in each county is the combined revenue amount.

(2) The revenue figure for the Wayne County 911 charge is a combined, county-wide amount.

(3) Rates are those in effect as of August 1, 2008.