By: Senator(s) Simmons (12th)

To: Accountability, Efficiency, Transparency

## SENATE BILL NO. 2354

AN ACT TO AMEND REENACTED SECTION 19-5-333, MISSISSIPPI CODE OF 1972, TO REQUIRE THE CMRS BOARD TO ADJUST THE CMRS SERVICE 3 CHARGE ON OCTOBER 1, 2024, AND EVERY FIFTH YEAR THEREAFTER; TO REQUIRE THAT SUCH ADJUSTED CMRS SERVICE CHARGE SHALL BECOME THE 5 NEW BASELINE AMOUNT FOR DETERMINING ANY FUTURE INCREASE, AND TO 6 REQUIRE THE CMRS BOARD TO NOTIFY CMRS PROVIDERS OF ANY INCREASE 7 NOT LESS THAN 60 DAYS PRIOR TO ANY EFFECTIVE DATE OF ADJUSTMENT; TO REPEAL SECTION 19-5-371, MISSISSIPPI CODE OF 1972, WHICH 8 REPEALS CERTAIN CODE SECTIONS CONCERNING EMERGENCY TELEPHONE 9 10 SERVICE, ENHANCED WIRELESS EMERGENCY TELEPHONE SERVICE, AND 11 EMERGENCY TELECOMMUNICATIONS; TO BRING FORWARD SECTIONS 19-5-331, 12 19-5-335, 19-5-337, 19-5-339 AND 19-5-341, MISSISSIPPI CODE OF 13 1972, FOR PURPOSES OF POSSIBLE AMENDMENT; AND FOR RELATED 14 PURPOSES. 15 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 16 **SECTION 1.** Section 19-5-333, Mississippi Code of 1972, is 17 amended as follows: 18 19-5-333. (1) There is created a Commercial Mobile Radio 19 Service (CMRS) Board, consisting of eight (8) members to be 20 appointed by the Governor with the advice and consent of the Senate. The members of the board shall be appointed as follows: 21 22 (a) One (1) member from the Northern Public Service Commission District selected from two (2) nominees submitted to 23 24 the Governor by the Mississippi 911 Coordinators Association;

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25	(b)	One	11	) member	from	the	Central	Public	Service

- 26 Commission District selected from two (2) nominees submitted to
- 27 the Governor by the Mississippi Chapter of the Association of
- 28 Public Safety Communication Officers;
- 29 (c) One (1) member from the Southern Public Service
- 30 Commission District selected from two (2) nominees submitted to
- 31 the Governor by the National Emergency Numbering Association;
- 32 (d) Two (2) members who are wireless provider
- 33 representatives;
- 34 (e) One (1) member who is a consumer representing the
- 35 state at large with no affiliation to the three (3) trade
- 36 associations or the wireless providers;
- 37 (f) One (1) member who is a member of the Mississippi
- 38 Law Enforcement Officers Association selected from two (2)
- 39 nominees submitted to the Governor by the association; and
- 40 (g) One (1) member who is a member of the Mississippi
- 41 Association of Supervisors selected from two (2) nominees
- 42 submitted to the Governor by the association.
- The initial terms of the board members, as appointed after
- 44 July 1, 2002, shall be staggered as follows: The members
- 45 appointed under paragraph (d) shall serve a term of two (2) years;
- 46 the member appointed under paragraph (e) shall serve a term of one
- 47 (1) year. After the expiration of the initial terms, the term for
- 48 all members shall be four (4) years.
- 49 (2) The board shall have the following powers and duties:

50	(a) To collect and distribute a CMRS emergency
51	telephone service charge on each CMRS customer whose place of
52	primary use is within the state. The rate of such CMRS service
53	charge shall be One Dollar (\$1.00) per month per CMRS connection.
54	In the case of prepaid wireless service, the rate and methodology
55	for collecting and remitting the 911 charge is governed by Section
56	19-5-343. The CMRS service charge shall have uniform application
57	and shall be imposed throughout the state. The board is
58	authorized to receive all revenues derived from the CMRS service
59	charge levied on CMRS connections in the state and collected

(b) To establish and maintain the CMRS Fund as an insured, interest-bearing account into which the board shall deposit all revenues derived from the CMRS service charge levied on CMRS connections in the state and collected pursuant to Section 19-5-335. The revenues which are deposited into the CMRS Fund shall not be monies or property of the state and shall not be subject to appropriation by the Legislature. Interest derived from the CMRS Fund shall be divided equally to pay reasonable costs incurred by providers in compliance with the requirements of Sections 19-5-331 through 19-5-341 and to compensate those persons, parties or firms employed by the CMRS Board as contemplated in paragraph (d) of this subsection. The interest income is not subject to the two percent (2%) cap on

administrative spending established in Section 19-5-335(3).

pursuant to Section 19-5-335.

75		(C)	То	establ:	ish a	dis	strik	oution	formula	a by 1	which	the
76	board will	make	e di	isburse	ments	of	the	CMRS	service	char	ge in	the
77	following	amour	nts	and in	the :	foll	Lowir	ng man	nner:			

78	(i) Out of the funds collected by the board,
79	thirty percent (30%) shall be deposited into the CMRS Fund, and
80	shall be used to defray the administrative expenses of the board
81	in accordance with Section 19-5-335(3) and to pay the actual costs
82	incurred by such CMRS providers in complying with the wireless
83	E911 service requirements established by the FCC Order and any
84	rules and regulations which are or may be adopted by the FCC
85	pursuant to the FCC Order, including, but not limited to, costs
86	and expenses incurred for designing, upgrading, purchasing,
87	leasing, programming, installing, testing or maintaining all
88	necessary data, hardware and software required in order to provide
89	such service as well as the incremental costs of operating such
90	service. Sworn invoices must be presented to the board in
91	connection with any request for payment and approved by a majority
92	vote of the board prior to any such disbursement, which approval
93	shall not be withheld or delayed unreasonably. In no event shall
94	any invoice for payment be approved for the payment of costs that
95	are not related to compliance with the wireless E911 service
96	requirements established by the FCC Order and any rules and
97	regulations which are or may be adopted by the FCC pursuant to the
98	FCC Order, and any rules and regulations which may be adopted by
99	the FCC with respect to implementation of wireless E911 services.

100	(ii) The remainder of all funds collected by the
101	board, which shall not be less than seventy percent (70%) of the
102	total funds collected by the board, shall be distributed by the
103	board monthly based on the number of CMRS connections in each ECI
104	for use in providing wireless E911 service, including capital
105	improvements, and in their normal operations. For purposes of
106	distributing the funds to each ECD, every CMRS provider shall
107	identify to the CMRS Board the ECD to which funds should be
108	remitted based on zip code plus four (4) designation, as required
109	by the federal Uniform Sourcing Act.

- An ECD board that has within its jurisdiction zip code
  designations that do not adhere to county lines shall assist CMRS
  providers in determining the appropriate county to which funds
  should be distributed.
- 114 (d) To contract for the services of accountants,
  115 attorneys, consultants, engineers and any other persons, firms or
  116 parties the board deems necessary to effectuate the purposes of
  117 Sections 19-5-331 through 19-5-341.
- 118 (e) To obtain from an independent, third-party auditor
  119 retained by the board annual reports to the board no later than
  120 sixty (60) days after the close of each fiscal year, which shall
  121 provide an accounting for all CMRS service charges deposited into
  122 the CMRS Fund during the preceding fiscal year and all
  123 disbursements to ECDs during the preceding fiscal year. The board
  124 shall provide a copy of the annual reports to the Chairmen of the

- 125 Public Utilities Committees of the House of Representatives and
- 127 To retain an independent, third-party accountant
- who shall audit CMRS providers at the discretion of the CMRS Board 128
- to verify the accuracy of each CMRS providers' service charge 129
- 130 collection. The information obtained by the audits shall be used
- solely for the purpose of verifying that CMRS providers accurately 131
- are collecting and remitting the CMRS service charge and may be 132
- 133 used for any legal action initiated by the board against CMRS
- 134 providers.

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- 135 To levy interest charges at the legal rate of
- 136 interest established in Section 75-17-1 on any amount due and
- 137 outstanding from any CMRS provider who fails to remit service
- charges in accordance with Section 19-5-335(1). 138
- 139 To promulgate such rules and regulations as may be
- 140 necessary to effect the provisions of Sections 19-5-331 through
- 141 19-5-341.
- 142 To make the determinations and disbursements as (i)
- 143 provided by Section 19-5-333(2)(c).
- 144 To maintain a registration database of all CMRS
- 145 providers and to impose an administrative fine on any provider
- 146 that fails to comply with the registration requirements in Section
- 147 19-5-335.
- 148 The CMRS Board, on October 1, 2024, and each fifth
- 149 year thereafter, shall adjust the CMRS service charge provided in

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150	paragraph (a) of this subsection and Section 19-5-343(2)(a) to
151	produce an increase in such amount equal to the rate of growth,
152	determined as a percentage, in the Consumer Price Index for All
153	Urban Consumers (CPI-U) for such five-year period. Once adjusted
154	pursuant to this subsection, the resulting service charge shall be
155	the baseline amount for purposes of determining any future
156	increase. The CMRS Board, not less than sixty (60) days prior to
157	the effective date of any adjustments to the CMRS service charge
158	pursuant to this subsection, shall notify each CMRS provider of

- 160 (3) The CMRS service charge provided in subsection (2)(a) of
  161 this section and the service charge provided in Section 19-5-357
  162 to fund the training of public safety telecommunicators shall be
  163 the only charges assessed to CMRS customers relating to emergency
  164 telephone services.
- 165 (4) The board shall serve without compensation; however,
  166 members of the board shall be entitled to be reimbursed for actual
  167 expenses and travel costs associated with their service in an
  168 amount not to exceed the reimbursement authorized for state
  169 officers and employees in Section 25-3-41, Mississippi Code of
  170 1972.
- 171 (5) It is the Legislature's intent to ensure that the State 172 of Mississippi shall be Phase I compliant by July 1, 2005. For 173 purposes of this subsection, Phase I compliant means the mandate 174 by the FCC that requires any carrier when responding to a PSAP to

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any such increase.

- 175 define and deliver data related to the cell site location and the
- 176 caller's call-back number.
- SECTION 2. Section 19-5-371, Mississippi Code of 1972, which
- 178 names a date of repeal for Sections 19-5-303, 19-5-313, 19-5-319,
- 179 19-5-331, 19-5-333, 19-5-337, 19-5-339, 19-5-341, 19-5-353,
- $180 \quad 19-5-357$ , 19-5-359 and 19-5-361, Mississippi Code of 1972,
- 181 concerning emergency telephone service, enhanced wireless
- 182 emergency telephone service, and emergency telecommunications, is
- 183 hereby repealed.
- SECTION 3. Section 19-5-331, Mississippi Code of 1972, is
- 185 brought forward as follows:
- 186 19-5-331. As used in Sections 19-5-331 through 19-5-341, the
- 187 following words and phrases have the meanings ascribed in this
- 188 section unless the context clearly indicates otherwise:
- 189 (a) The terms "board" and "CMRS Board" mean the
- 190 Commercial Mobile Radio Service Emergency Telephone Services
- 191 Board.
- 192 (b) The term "automatic number identification" or "ANI"
- 193 means an Enhanced 911 Service capability that enables the
- 194 automatic display of the ten-digit wireless telephone number used
- 195 to place a 911 call and includes "pseudo-automatic number
- 196 identification" or "pseudo-ANI," which means an Enhanced 911
- 197 Service capability that enables the automatic display of the
- 198 number of the cell site and an identification of the CMRS
- 199 provider.

201	"CMRS" means commercial mobile radio service under Sections 3(27)
202	and 332(d) of the Federal Telecommunications Act of 1996, 47 USCS
203	Section 151 et seq., and the Omnibus Budget Reconciliation Act of
204	1993, Public Law 103-66. The term includes the term "wireless"
205	and service provided by any wireless real time two-way voice
206	communication device, including radio-telephone communications
207	used in cellular telephone service, personal communication
208	service, or the functional or competitive equivalent of a
209	radio-telephone communications line used in cellular telephone
210	service, a personal communication service, specialized mobile
211	radio service, or a network radio access line. The term does not
212	include service whose customers do not have access to 911 or to a
213	911-like service, to a communication channel suitable only for
214	data transmission, to a wireless roaming service or other nonlocal
215	radio access line service, or to a private telecommunications
216	system.

The term "commercial mobile radio service" or

- 217 (d) The term "commercial mobile radio service provider"
  218 or "CMRS provider" means a person or entity who provides
  219 commercial mobile radio service or CMRS service.
- (e) The term "CMRS connection" means each mobile
  handset telephone number assigned to a CMRS customer with a place
  of primary use in the State of Mississippi.

223		(f)	The	term	"CMR	S Fu	nd"	means	the	Comm	mercial	Mobile
224	Radio S	Service	Fund	requi	red t	to b	e e	stablis	shed	and	mainta	ined
225	pursuan	it to Se	ection	19-5	5-333							

- 226 (g) The term "CMRS service charge" means the CMRS
  227 emergency telephone service charge levied and maintained pursuant
  228 to Section 19-5-333 and collected pursuant to Section 19-5-335.
- 229 (h) The term "distribution formula" means the formula 230 specified in Section 19-5-333(c) by which monies generated from 231 the CMRS service charge are distributed on a percentage basis to 232 emergency communications districts and to the CMRS Fund.
- (i) The term "ECD" means an emergency communications
  district created pursuant to Section 19-5-301 et seq., or by local
  and private act of the State of Mississippi.
  - (j) The term "Enhanced 911," "E911," "Enhanced E911 system" or "E911 system" means an emergency telephone system that provides the caller with emergency 911 system service, that directs 911 calls to appropriate public safety answering points by selective routing based on the geographical location from which the call originated, and that provides the capability for automatic number identification and other features that the Federal Communications Commission (FCC) may require in the future.
- 244 (k) The term "exchange access facility" means an 245 "exchange access facility" as defined by Section 19-5-303.
- 246 (1) The term "FCC Order" means Federal Communications 247 Commission orders, rules and regulations issued with respect to

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248	implementation	of	Basic	911	or	Enhanced	911	and	other	emergency
249	communication s	serv	vices							

- 250 The term "place of primary use" means the street (m) address representative of where the customer's use of mobile 251 252 telecommunications services primarily occurs, which must be either 253 the residential street address or the primary business street 254 address of the customer.
- 255 The term "service supplier" means a "service (n) 256 supplier" as defined by Section 19-5-303.
- 257 The term "technical proprietary information" means (0) 258 technology descriptions, technical information or trade secrets 259 and the actual or developmental costs thereof which are developed, 260 produced or received internally by a CMRS provider or by a CMRS 261 provider's employees, directors, officers or agents.
- 262 SECTION 4. Section 19-5-335, Mississippi Code of 1972, is 263 brought forward as follows:
- 264 19-5-335. (1) Each CMRS provider shall act as a collection agent for the CMRS Fund and shall, as part of the provider's 265 266 normal monthly billing process, collect the CMRS service charges 267 levied upon CMRS connections pursuant to Section 19-5-333(2)(a) 268 from each CMRS connection to whom the billing provider provides 269 CMRS service and shall, not later than thirty (30) days after the 270 end of the calendar month in which such CMRS service charges are 271 collected, remit to the board the net CMRS service charges so collected after deducting the fee authorized by subsection (2) of 272

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273	this section.	Each billing	g provider	shall lis	t the CMRS	service
274	charge as a se	parate entry	on each b	ill which	includes a	CMRS
275	service charge					

- 276 Each CMRS provider shall be entitled to deduct and (2) 277 retain from the CMRS service charges collected by such provider 278 during each calendar month an amount not to exceed one percent 279 (1%) of the gross aggregate amount of such CMRS service charges so 280 collected as reimbursement for the costs incurred by such provider 281 in collecting, handling and processing such CMRS service charges.
  - The board shall be entitled to retain from the CMRS (3) service charges collected during each calendar month an amount not to exceed two percent (2%) of the money allocated to the CMRS Fund as reimbursement for the costs incurred by the board in administering Sections 19-5-331 through 19-5-341 including, but not limited to, retaining and paying the independent, third-party auditor to review and disburse the cost recovery funds and to prepare the reports contemplated by Sections 19-5-331 through 19-5-341.
- 291 Each CMRS provider shall register with the CMRS Board 292 and shall provide the following information upon registration:
- 293 (a) The company name of the provider;
- 294 The marketing name of the provider; (b)
- 295 The publicly traded name of the provider; (C)
- 296 The physical address of the company headquarters (d) and of the main office located in the State of Mississippi; and 297

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298 The names and addresses of the providers' board of 299 directors/owners.

300 Each CMRS provider shall notify the board of any change in 301 the information prescribed in paragraphs (a) through (e). 302 board may suspend the disbursement of cost recovery funds to, and 303 may impose an administrative fine in an amount not to exceed Ten 304 Thousand Dollars (\$10,000.00) on any provider which fails to 305 comply with the provisions of this subsection.

306 SECTION 5. Section 19-5-337, Mississippi Code of 1972, is 307 brought forward as follows:

19-5-337. All technical proprietary information submitted to the board or to the independent, third-party auditor as provided by Section 19-5-333(2)(d) shall be retained by the board and such auditor in confidence and shall be subject to review only by the Further, notwithstanding any other provision of the law, no technical proprietary information so submitted shall be subject to subpoena or otherwise released to any person other than to the submitting CMRS provider, the board and the aforesaid independent, third-party auditor without the express permission of the administrator and the submitting CMRS provider. General information collected by the aforesaid independent, third-party auditor shall only be released or published in aggregate amounts which do not identify or allow identification of numbers of subscribers of revenues attributable to an individual CMRS provider.

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**SECTION 6.** Section 19-5-339, Mississippi Code of 1972, is 324 brought forward as follows:

19-5-339. In accordance with the Federal Communication Commission Order, no CMRS provider shall be required to provide wireless Enhanced 911 Service until such time as (a) the provider receives a request for such service from the administrator of a Public Safety Answering Point (PSAP) that is capable of receiving and utilizing the data elements associated with the service; (b) funds are available pursuant to Section 19-5-333; and (c) the local exchange carrier is able to support the wireless Enhanced 911 system.

**SECTION 7.** Section 19-5-341, Mississippi Code of 1972, is 335 brought forward as follows:

19-5-341. Wireless emergency telephone service shall not be used for personal use and shall be used solely for the use of communications by the public. Any person who knowingly uses or attempts to use wireless emergency telephone service for a purpose other than obtaining public safety assistance, or who knowingly uses or attempts to use wireless emergency telephone service in an effort to avoid any CMRS charges, is guilty of a misdemeanor and shall be subject to a fine of not more than Five Hundred Dollars (\$500.00) or imprisonment of not more than thirty (30) days in the county jail, or both such fine and imprisonment. If the value of the CMRS charge or service obtained in a manner prohibited by this section exceeds One Hundred Dollars (\$100.00), the offense may be

348	prosecuted as a felony and punishable by a fine of not more than
349	Five Thousand Dollars (\$5,000.00) and imprisonment of not more
350	than three (3) years, or both such fine and imprisonment.
351	SECTION 8. This act shall take effect and be in force from
352	and after July 1, 2024.