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## SENATE BILL 5332

State of Washington 56th Legislature 1999 Regular Session

By Senators Brown, Hochstatter, Goings, Fairley, Winsley, Costa and Kohl-Welles

Read first time 01/20/1999. Referred to Committee on Energy, Technology & Telecommunications.

- 1 AN ACT Relating to establishing community voice mail as a component
- 2 of the Washington telephone assistance program; amending RCW 80.36.005,
- 3 80.36.410, 80.36.420, 80.36.430, 80.36.440, 80.36.450, 80.36.460,
- 4 80.36.470, and 80.36.475; adding a new section to chapter 80.36 RCW;
- 5 recodifying RCW 80.36.005; and providing an expiration date.
- 6 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 7 **Sec. 1.** RCW 80.36.005 and 1993 c 249 s 1 are each amended to read
- 8 as follows:
- 9 ((As used in this chapter)) The definitions in this section apply
- 10 throughout RCW 80.36.410 through 80.36.475, unless the context
- 11  $((\frac{\text{indicates}}{\text{otherwise}}))$  <u>clearly requires</u> otherwise $((\frac{1}{2}))$ .
- 12 (1) "Community action agency" means local community action agencies
- 13 or local community service agencies designated by the department of
- 14 community, trade, and economic development under chapter 43.63A RCW.
- 15 (2) "Community voice mail" means a computerized telephone answering
- 16 <u>service</u>.
- 17 (3) "Department" means the department of social and health
- 18 services.

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- 1 **Sec. 2.** RCW 80.36.410 and 1987 c 229 s 3 are each amended to read 2 as follows:
- 3 (1) The legislature finds that universal telephone service is an 4 important policy goal of the state. The legislature further finds 5 that: (a) Recent changes in the telecommunications industry, such as 6 federal access charges, raise concerns about the ability of low-income 7 persons to continue to afford access to local exchange telephone 8 service; and (b) many low-income persons do not have a permanent 9 residence in which to receive local exchange telephone service.
- 10 (2) Therefore, the legislature finds that: (a) It is in the public interest to take steps to mitigate the effects of these changes on low-income persons; and (b) advances in telecommunications technologies, such as community voice mail, provide new and economically efficient ways to secure many of the benefits of universal service to low-income persons who are not customers of local exchange telephone service.
- 16 **Sec. 3.** RCW 80.36.420 and 1990 c 170 s 2 are each amended to read 17 as follows:
- The Washington telephone assistance program shall be available to ((participants)) eligible clients of department programs and community action agency services set forth in RCW 80.36.470. Assistance shall consist of the following components:
- 22 (1) A discount on service connection fees of fifty percent or more 23 as set forth in RCW 80.36.460.
- 24 (2) A waiver of deposit requirements on local exchange service, as 25 set forth in RCW 80.36.460.
- 26 (3) A discounted flat rate service for local exchange service, 27 which shall be subject to the following conditions:
- 28 (a) The commission shall establish a single telephone assistance 29 rate for all local exchange companies operating in the state of 30 Washington. The telephone assistance rate shall include any federal 31 end user access charges and any other charges necessary to obtain local 32 exchange service.
- 33 (b) The commission shall, in establishing the telephone assistance 34 rate, consider all charges for local exchange service, including 35 federal end user access charges, mileage charges, extended area 36 service, and any other charges necessary to obtain local exchange 37 service.

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- (c) The telephone assistance rate shall only be available to 1 eligible customers subscribing to the lowest available local exchange 2 3 flat rate service, where the lowest local exchange flat rate, including 4 any federal end user access charges and any other charges necessary to obtain local exchange service, is greater than the telephone assistance 5 Low-income senior citizens sixty years of age and older and 6 7 other low-income persons identified by the department as medically 8 needy shall, where single-party service is available, be provided with 9 single-party service as the lowest available local exchange flat rate 10 service.
- (d) The cost of providing the service shall be paid, to the maximum extent possible, by a waiver of all or part of the federal end user access charge and, to the extent necessary, from the telephone assistance fund created by RCW 80.36.430.
- 15 (4) A community voice mailbox that provides recipients with: (a)
  16 An individually assigned telephone number; (b) the ability to record a
  17 personal greeting; and (c) a secure private security code to retrieve
  18 messages. The community voice mailbox service may also include a toll19 free line through which recipients can access their community voice
  20 mailboxes at no charge.
- 21 **Sec. 4.** RCW 80.36.430 and 1990 c 170 s 3 are each amended to read 22 as follows:

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- (1) The Washington telephone assistance program shall be funded by a telephone assistance excise tax on all switched access lines and by funds from any federal government or other programs for this purpose. Switched access lines are defined in RCW 82.14B.020. The telephone assistance excise tax shall be applied equally to all residential and business access lines not to exceed fourteen cents per month. The telephone assistance excise tax shall be separately identified on each ratepayer's bill as the "Washington telephone assistance program." All money collected from the telephone assistance excise tax shall be transferred to a telephone assistance fund administered by the department.
- (2) Local exchange companies <u>offering the services available under</u>
  RCW 80.36.420 (1), (2), and (3) shall bill the fund for their expenses
  incurred in ((<del>offering the telephone assistance program</del>)) <u>providing</u>
  connection fee discounts, waivers of deposits, and discounted flat rate
  service, including administrative and program expenses.

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- (3) Community action agencies offering the services available under RCW 80.36.420(4) shall bill the fund for their expenses incurred in providing community voice mail, including administrative and program expenses.
- 5 (4) The department shall disburse the money to the local exchange companies and community action agencies, except that the total amount 6 7 of funds that may be paid annually to community action agencies for 8 community voice mail services shall not exceed ten percent of the total 9 annual telephone assistance fund revenues collected. The department is exempted from having to conclude a contract with local exchange 10 companies in order to effect this reimbursement. The department shall 11 recover its administrative costs from the fund. The department may 12 specify by rule the range and extent of administrative and program 13 14 expenses that will be reimbursed to local exchange companies and 15 community action agencies.
- 16 **Sec. 5.** RCW 80.36.440 and 1990 c 170 s 4 are each amended to read 17 as follows:
- 18 <u>(1)</u> The commission and the department may adopt any rules necessary 19 to implement RCW 80.36.410 through 80.36.470.
- (2) Rules necessary for the implementation of community voice mail 20 shall be made by the commission and the department in consultation with 21 22 the department of community, trade, and economic development. The 23 rules shall provide funding for community action agencies in the following order of priority: (a) Deployment of new community voice 24 mail systems through funding for start-up and installation costs, 25 including staff to train participating agencies and maintain program 26 data; (b) installation of toll-free lines through which recipients of 27 existing community voice mail services can access their community voice 28 29 mailboxes at no charge; (c) expansion of the capacity of existing community voice mail services; and (d) payment for continuing and 30 expanding telephone services of existing community voice mail services, 31 including maintenance expenses, operating expenses, and administrative 32 33 expenses. The rules may require community action agencies to match up to fifty percent of the funds received from the telephone assistance 34 program or to demonstrate the acquisition of in-kind contributions from 35 36 local exchange companies or vendors of community voice mail hardware or

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software.

- 1 **Sec. 6.** RCW 80.36.450 and 1993 c 249 s 2 are each amended to read 2 as follows:
- 3 The Washington telephone assistance program shall be limited to one
- 4 residential access line per eligible household for services provided by
- 5 <u>local exchange companies or to one community voice mailbox per eligible</u>
- 6 person for services provided by community action agencies.
- 7 **Sec. 7.** RCW 80.36.460 and 1990 c 170 s 5 are each amended to read 8 as follows:
- 9 <u>(1)</u> Local exchange companies shall file tariffs with the commission
- 10 which waive deposits on local exchange service for eligible subscribers
- 11 and which establish a fifty percent discount on service connection fees
- 12 for eligible subscribers. Part or all of the remaining fifty percent
- 13 of service connection fees may be paid by funds from federal government
- 14 or other programs for this purpose. The commission or other
- 15 appropriate agency shall make timely application for any available
- 16 federal funds. The remaining portion of the connection fee to be paid
- 17 by the subscriber shall be expressly payable by installment fees spread
- 18 over a period of months. A subscriber may, however, choose to pay the
- 19 connection fee in a lump sum. Costs associated with the waiver and
- 20 discount shall be accounted for separately and recovered from the
- 21 telephone assistance fund. Eligible subscribers shall be allowed one
- 22 waiver of a deposit and one discount on service connection fees per
- 23 year.
- 24 (2) Community action agencies shall not charge recipients for
- 25 <u>community voice mail services</u>.
- 26 Sec. 8. RCW 80.36.470 and 1990 c 170 s 6 are each amended to read
- 27 as follows:
- 28 (1) Adult recipients of department-administered programs for the
- 29 financially needy which provide continuing financial or medical
- 30 assistance, food stamps, or supportive services to persons in their own
- 31 homes are eligible for participation in the telephone assistance
- 32 program. The department shall notify the participants of their
- 33 eligibility.
- 34 (2) Adult clients of community action agency services are eligible
- 35 <u>for participation in the community voice mail services of the telephone</u>
- 36 <u>assistance program if they do not reside in a residence with local</u>

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- 1 exchange telephone service or do not have a reliable means of directly
- 2 receiving telephone calls or messages.
- 3 **Sec. 9.** RCW 80.36.475 and 1990 c 170 s 7 are each amended to read 4 as follows:
- 5 The department shall report to the ((energy and utilities))
- 6 committees of the house of representatives and the senate with
- 7 jurisdiction over telecommunications services by December 1 of each
- 8 year on the status of the Washington telephone assistance program. The
- 9 report shall include the number of participants by qualifying ((social
- 10 service)) department or community action agency programs receiving
- 11 benefits from the telephone assistance program and the type of benefits
- 12 participants receive. The report shall also include a description of
- 13 the geographical distribution of participants, the program's annual
- 14 revenue and expenditures, and any recommendations for legislative
- 15 action.
- 16 NEW SECTION. Sec. 10. RCW 80.36.005 is recodified as a new
- 17 section in chapter 80.36 RCW to be codified immediately before RCW
- 18 80.36.410.
- 19 <u>NEW SECTION.</u> **Sec. 11.** Sections 2 through 8 of this act expire
- 20 June 30, 2003.

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