MINA'BENTE OCHO NA LIHESLATURAN GUÅHAN 2005 (FIRST) Regular Session

Bill No. 24 (EC) or 45)

Introduced by:



AN ACT TO ADD SECTION (g) TO P.L. 25-55:3 AND TO AMEND SECTION 11 OF P.L. 25:55 TO PROVIDE THE PUBLIC UTILITIES COMMISSION WITH AUTHORITY TO IMPOSE A SURCHARGE ON CMRS ACCOUNTS AND TO PERMIT THE PUBLIC UTILITIES COMMISSION TO ENFORCE AND COLLECT SUCH SURCHARGE ITSELF

TO BE ENACTED BY THE PEOPLE OF GUAM:

| 1 | Section One. A new subsection (g) is added to Section 3 of P.L. 25:55 to |
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| 2 | read as follows: |
| 3 | (g) The Commission may establish a special surcharge protocol for CMRS |
| 4 | accounts which are created under a prepaid calling card business |
| 5 | arrangement. The Commission shall ensure that said protocol, which |
| 6 | may for just cause be tailored to specific collection agents, will be |
| 7 | equitable and fair to all collection agents who provide the CMRS |
| 8 | service and will not provide any party with a competitive advantage. |
| 9 | Section Two. Section 11 of P.L. 25-55 is hereby amended to read: |
| 0 | 11. Violations of this Act. Any person or entity which the Commission |
| 1 | determines has violated any provision of this Act or any Commission order shall |

be given proper notice and be allowed a reasonable opportunity to cure the violation. Thereafter, in the event of failure to cure, the Commission may refer the violation to the Attorney General for prosecution. Any person or entity that, having the responsibility of complying with this act or a Commission order, fails to cure such violation shall be fined a civil penalty not to exceed Ten Thousand Dollars (\$10,000.00) per infraction. Any such penalty shall be deposited into the Fund may exercise its enforcement powers under 12 G.C.A. Section 12108 against the violator and may use its own attorney to do so.

MINA'BENTE OCHO NA LIHESLATURAN GUÅHAN 2005 (FIRST) Regular Session

Bill No. 76 (EC)

As substituted by the Committee on Natural Resources, Utilities & Micronesian Affairs

Introduced by:

J.M.S. Brown

AN ACT TO ADD SECTION—SUBSECTIONS (g) AND (h) TO P.L. 25-55:3, AND TO AMEND SECTION 11 OF P.L. 25:55 TO PROVIDE THE PUBLIC UTILITIES COMMISSION WITH AUTHORITY TO IMPOSE A ESTABLISH A SPECIAL SURCHARGE PROTOCOL ON COMMERCIAL MOBILE RADIO SERVICE (CMRS) PRE-PAID ACCOUNTS AND TO PERMIT AUTHORIZE THE PUBLIC UTILITIES COMMISSION TO MONITOR, ENFORCE AND COLLECT SUCH SURCHARGE ITSELF.

BE ENACTED BY THE PEOPLE OF GUAM:

| 2 | Section 1. A new subsection (g) is added to Section 3 of P.L. 25:55 to |
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| 3 | read as follows: |
| 4 | (g) The Commission may establish a special surcharge protocol for CMRS |
| 5 | accounts which are created under a prepaid calling card business |
| 6 | arrangement. The Commission shall ensure that said protocol, which |
| 7 | may for just cause be tailored to specific collection agents, will be |
| 8 | equitable and fair to all collection agents who provide the CMRS |
| 9 | service and will not provide any party with a competitive advantage. |
| 10 | Legislative Findings and Intent. I Liheslaturan Guahan finds |
| 11 | that Public Law No. 25-55 established a surcharge to be paid by Local |
| 12 | Exchange Telephone Service and Commercial Mobile Radio Service |
| 13 | ("CMRS") to fund the maintenance and upkeep of the Enhanced 911 |

Emergency System (hereafter referred to as "E911 System") for the essential health, welfare and safety of our community. Pursuant to Public Law 25-55, the Public Utilities Commission (hereafter referred to as "Commission"), established a one dollar (\$1.00) surcharge for Local Exchange Telephone Service and CMRS providers, but several CMRS companies have since challenged an order issued by the commission that determined that prepaid phone card shall be assessed the one dollar (\$1.00) surcharge. Hence, the Commission despite its ratemaking authority is unable to effectively enforce the collection of the E911 Systemsurcharge.

I Liheslaturan Guahan further finds it necessary for the funds to be collected for the continued operations of the E911 System, which directly impacts the well being of the community.

Section 2.— Section 11 of P.L. 25-55 is hereby amended to read:

11. Violations of this Act. Any person or entity which the Commission determines has violated any provision of this Act or any Commission order shall be given proper notice and be allowed a reasonable opportunity to cure the violation. Thereafter, in the event of failure to cure, the Commission may refer the violation to the Attorney General for prosecution. Any person or entity that, having the responsibility of complying with this act or a Commission order, fails to cure such violation shall be fined a civil penalty not to exceed Ten Thousand Dollars (\$10,000.00) per infraction. Any such penalty shall be deposited into the Fund may exercise its enforcement powers under 12 G.C.A. Section 12108 against the violator and may use its own attorney to do so.

A new subsection (g) is added to Section 3 of P.L. 25:55 to read as follows:

1 (g) The Commission may establish a special surcharge protocol for CMRS 2 accounts which are created under a prepaid calling card business 3 arrangement. The Commission shall ensure that said protocol, which may 4 for just cause be tailored to specific collection agents, will be equitable and 5 fair to all collection agents who provide the CMRS service and will not 6 provide any party with a competitive advantage. 7 Section 3. A new subsection (h) is added to Section 3 of P.L. 25:55 to 8 read: 9 (h) Monitoring and Reporting. The Commission shall monitor the 10 collection of the surcharge. The Commission shall prepare written reports 11 detailing the receipts, collections and amounts of the CMRS accounts, and the Enhanced 911 Emergency System surcharges. The Commission shall 12 13 then provide I Maga'lahen Guåhan, the Speaker of I Liheslaturan Guåhan, 14 and the Public Auditor of Guam the reports within 60 days of the end of 15 each Fiscal Year. 16 Section 4. Section 11 of P.L. 25-55 is hereby amended to read: 17 11. Violations of this Act. Any person or entity which the Commission 18 determines has violated any provision of this Act or any Commission 19 order shall be given proper notice and be allowed a reasonable 20 opportunity to cure the violation. Thereafter, in the event of failure to 21 cure, the Commission may refer the violation to the Attorney General 22 for prosecution. Any person or entity that, having the responsibility of 23 complying with this act or a Commission order, fails to cure such 24 violation shall be fined a civil penalty not to exceed Ten Thousand Dollars (\$10,000.00) per infraction. Any such penalty shall be 25

deposited into the Fund may exercise its enforcement powers under 12

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| 1 | G.C.A. Section 12108 against the violator and may use its own attorney |
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| 2 | to do so. |
| 3 | Section 5. Section 2(b) of P.L. 25-55 is hereby amended to read: |
| 4 | (b) The Commission may establish different rates for residential, |
| 5 | government and business subscribers and for good cause shown for |
| 6 | different classifications within these subscriber categories. |
| 7 | Section 6. Section 3(a) of P.L. 25-55 is hereby amended to read: |
| 8 | (a) Each Local Exchange Carrier ("LEC") and Commercial Mobile |
| 9 | Radio Service ("CMRS") provider shall collect the surcharge as established |
| 10 | by the Commission and identify such as a separate line item on its invoice. |
| 11 | LEC providers shall identify such as a separate line item on their invoices. |
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