IOUSE BILL No. 546

HOUSE BILL No. 5460

November 28, 2001, Introduced by Reps. Shulman and Bradstreet and referred to the Committee on Energy and Technology.

A bill to amend 1991 PA 179, entitled "Michigan telecommunications act," by amending section 310 (MCL 484.2310), as amended by 2000 PA 295.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 310. (1) Except as provided by this act, the commis-
- 2 sion shall not review or set the rates for toll access services.
- 3 (2) Except as otherwise provided under subsection (7), a
- 4 provider of toll access services shall set the rates for toll
- 5 access services. Access service rates and charges set by a pro-
- 6 vider that exceed the rates allowed for the same interstate serv-
- 7 ices by the federal government are not just and reasonable. In
- 8 no event may end-user or subscriber line charges exceed the rates
- 9 allowed for the same interstate services by the federal
- 10 government as of May 1, 2000. Providers may agree to a rate that

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- 1 is less than the rate allowed by the federal government. If the
- 2 providers cannot agree on a rate, a provider may apply to the
- 3 commission under section 204.
- 4 (3) Two or more providers that each have less than 250,000
- 5 access lines may agree to joint toll access service rates and
- 6 pooling of intrastate toll access service revenues.
- 7 (4) A provider of toll access services shall make available
- 8 for intrastate access services any technical interconnection
- 9 arrangements, including colocation required by the federal gov-
- 10 ernment for the identical interstate access services.
- 11 (5) A provider of toll access service, whether under tariff
- 12 or contract, shall offer the services under the same rates, terms
- 13 and conditions, without unreasonable discrimination, to all
- 14 providers. All pricing of special toll access services and
- 15 switched access services, including volume discounts, shall be
- 16 offered to all providers under the same rates, terms, and
- 17 conditions. Until allowed by the federal communications commis-
- 18 sion, volume discounts on switched access are prohibited under
- 19 this subsection.
- 20 (6) If a toll access service rate is reduced, then the pro-
- 21 vider receiving the reduced rate shall reduce its rate to its
- 22 customers by an equal amount. The commission shall investigate
- 23 and ensure that the provider has complied with this subsection.
- 24 (7) A EXCEPT UPON A FILING AND COMMISSION APPROVAL UNDER
- 25 SECTION 304, A provider of basic local exchange service shall not
- 26 assess or impose on end-users an intrastate subscriber line
- 27 charge or end-user line charge. IN REVIEWING A FILING ALLOWED

- 1 UNDER THIS SUBSECTION, THE COMMISSION SHALL INCLUDE IN ITS
- 2 CONSIDERATION WHETHER THE PROPOSED LINE CHARGE PROVIDES A REASON-
- 3 ABLE RATE OF RETURN FOR THE SERVICES PROVIDED.
- (8) IF A PROVIDER IS ASSESSING OR IMPOSING AN INTERSTATE
- 5 SUBSCRIBER LINE CHARGE OR END-USER LINE CHARGE ON THE EFFECTIVE
- 6 DATE OF THE AMENDATORY ACT THAT ADDED THIS SUBSECTION, THE PRO-
- 7 VIDER MAY CONTINUE TO ASSESS OR IMPOSE THE LINE CHARGE IF THE
- 8 PROVIDER COMPLIES WITH ALL OF THE FOLLOWING:
- (A) WITHIN 90 DAYS OF THE EFFECTIVE DATE OF THE AMENDATORY
- 10 ACT THAT ADDED THIS SUBSECTION, THE PROVIDER MAKES A FILING UNDER
- 11 SUBSECTION (7).
- (B) THE LINE CHARGE IS NOT GREATER THAN THE AMOUNT OF THE
- 13 LINE CHARGE ASSESSED OR IMPOSED AS OF THE EFFECTIVE DATE OF THE
- 14 AMENDATORY ACT THAT ADDED THIS SUBSECTION.
- (C) THE PROVIDER MAKES ANY NECESSARY ADJUSTMENTS TO THE LINE 15
- 16 CHARGE AFTER THE COMMISSION ISSUES ITS DECISION ON A FILING MADE
- 17 UNDER SUBSECTION (7) RELATING TO THAT LINE CHARGE.
- (9) (8) This section shall not apply to basic local 18
- 19 exchange providers that have 250,000 or fewer customers in this
- 20 state.