1

2

3

5

HOUSE BILL No. 4651

May 24, 2017, Introduced by Reps. Sheppard and Inman and referred to the Committee on Communications and Technology.

"Emergency 9-1-1 service enabling act,"
by amending sections 102, 201, 312, 401a, 401b, 401c, 403, 406,
407, and 408 (MCL 484.1102, 484.1201, 484.1312, 484.1401a,
484.1401b, 484.1401c, 484.1403, 484.1406, 484.1407, and 484.1408),
sections 102, 401a, and 401b as amended by 2012 PA 260, sections
201 and 312 as amended by 2007 PA 164, section 401c as amended by
2012 PA 433, sections 403, 406, and 407 as amended by 2007 PA 165,
and section 408 as amended by 2013 PA 113.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 102. As used in this act:

(a) "Automatic location identification" or "ALI" means a 9-1-1 service feature provided by the service supplier that automatically provides the name and service address or, for a CMRS service supplier, the location associated with the calling party's

- 1 telephone number as identified by automatic number identification
- 2 to a 9-1-1 public safety answering point.
- 3 (b) "Automatic number identification" or "ANI" means a 9-1-1
- 4 service feature provided by the service supplier that automatically
- 5 provides the calling party's telephone number to a 9-1-1 public
- 6 safety answering point.
- 7 (c) "Commercial mobile radio service" or "CMRS" means
- 8 commercial mobile radio service regulated under section 3 of title
- 9 I and section 332 of title III of the communications act of 1934,
- 10 chapter 652, 48 Stat. STAT 1064, 47 USC 153 and 332, and the rules
- 11 of the federal communications commission FEDERAL COMMUNICATIONS
- 12 COMMISSION or provided under the wireless emergency service order.
- 13 Commercial mobile radio service or CMRS includes all of the
- 14 following:
- 15 (i) A wireless 2-way communication device, including a radio
- 16 telephone used in cellular telephone service or personal
- 17 communication service.
- 18 (ii) A functional equivalent of a radio telephone
- 19 communications line used in cellular telephone service or personal
- 20 communication service.
- 21 (iii) A network radio access line.
- 22 (d) "Commission" means the Michigan public service commission.
- (e) "Committee" means the emergency 9-1-1 service committee
- 24 created under section 712.
- 25 (f) "Common network costs" means the costs associated with the
- 26 common network required to deliver a 9-1-1 call with ALI and ANI
- 27 from a selective router to the proper PSAP and the costs associated

- 1 with the 9-1-1 database and data distribution system of the primary
- 2 9-1-1 service supplier identified in a county 9-1-1 plan. As used
- 3 in this subdivision, "common network" means the elements of a
- 4 service supplier's network that are not exclusive to the supplier
- 5 or technology capable of accessing the 9-1-1 system.
- 6 (g) "Communication service" means a service capable of
- 7 accessing, connecting with, or interfacing with a 9-1-1 system,
- 8 exclusively through the numerals 9-1-1, by dialing, initializing,
- 9 or otherwise activating the 9-1-1 system through the numerals 9-1-1
- 10 by means of a local telephone device, cellular telephone device,
- 11 wireless communication device, interconnected voice over the
- 12 internet device, or any other means.
- 13 (h) "CMRS connection" means each number assigned to a CMRS
- 14 customer.
- 15 (i) "Consolidated dispatch" means a countywide or regional
- 16 emergency dispatch service that provides dispatch service for 75%
- 17 or more of the law enforcement, fire fighting, emergency medical
- 18 service, and other emergency service agencies within the
- 19 geographical area of a 9-1-1 service district or serves 75% or more
- 20 of the population within a 9-1-1 service district.
- 21 (j) "County 9-1-1 charge" means the charge allowed under
- 22 sections 401b and 401e.
- 23 (k) "Database service provider" means a service supplier who
- 24 maintains and supplies or contracts to maintain and supply an ALI
- 25 database or an MSAG.
- (l) "Direct dispatch method" means that the agency receiving
- 27 the 9-1-1 call at the public safety answering point decides on the

- 1 proper action to be taken and dispatches the appropriate available
- 2 public safety service unit located closest to the request for
- 3 public safety service.
- 4 (m) "Emergency response service" or "ERS" means a public or
- 5 private agency that responds to events or situations that are
- 6 dangerous or that are considered by a member of the public to
- 7 threaten the public safety. An emergency response service includes
- 8 a police or fire department, an ambulance service, or any other
- 9 public or private entity trained and able to alleviate a dangerous
- 10 or threatening situation.
- 11 (n) "Emergency service zone" or "ESZ" means the designation
- 12 assigned by a county to each street name and address range that
- 13 identifies which emergency response service is responsible for
- 14 responding to an exchange access facility's premises.
- 15 (o) "Emergency telephone charge" means the emergency telephone
- 16 operational charge and emergency telephone technical charge allowed
- 17 under section 401.
- 18 (p) "Emergency 9-1-1 district" or "9-1-1 service district"
- 19 means the area in which 9-1-1 service is provided or is planned to
- 20 be provided to service users under a 9-1-1 system implemented under
- 21 this act.
- 22 (q) "Emergency 9-1-1 district board" means the governing body
- 23 created by the board of commissioners of the county or counties
- 24 with authority over an emergency 9-1-1 district.
- (r) "Emergency telephone operational charge" means a charge
- 26 allowed under section 401 for nonnetwork technical equipment and
- 27 other costs directly related to the dispatch facility and the

- 1 operation of 1 or more PSAPs including, but not limited to, the
- 2 costs of dispatch personnel and radio equipment necessary to
- 3 provide 2-way communication between PSAPs and a public safety
- 4 agency. Emergency telephone operational charge does not include
- 5 non-PSAP related costs such as response vehicles and other
- 6 personnel.
- 7 (s) "Emergency telephone technical charge" means a charge as
- 8 allowed under section 401 or 401d for costs directly related to 9-
- 9 1-1 service including plant-related costs associated with the use
- 10 of the public switched telephone network from the end user to the
- 11 selective router, the network start-up costs, customer notification
- 12 costs, common network costs, administrative costs, database
- 13 management costs, and network nonrecurring and recurring
- 14 installation, maintenance, service, and equipment charges of a
- 15 service supplier providing 9-1-1 service under this act. Emergency
- 16 telephone technical charge does not include costs recovered under
- 17 sections 401b(10) and 408(2).
- 18 (t) "Exchange access facility" means the access from a
- 19 particular service user's premises to the communication service.
- 20 Exchange access facilities include service supplier provided access
- 21 lines, PBX trunks, and centrex line trunk equivalents, all as
- 22 defined by tariffs of the service suppliers as approved by the
- 23 public service commission. Exchange access facilities do not
- 24 include telephone pay station lines or WATS, FX, or incoming only
- 25 lines.
- 26 (u) "Final 9-1-1 service plan" means a tentative 9-1-1 service
- 27 plan that has been modified only to reflect necessary changes

- 1 resulting from any failure of public safety agencies to be
- 2 designated as PSAPs or secondary PSAPs under section 307.
- 3 (V) "IP-BASED 9-1-1 SERVICE PROVIDER" MEANS THE PROVIDER OF A
- 4 STANDARDS-BASED DIGITAL (INTERNET PROTOCOL) SECURE REDUNDANT
- 5 MANAGED 9-1-1 TRANSPORT NETWORK USED FOR THE ROUTING AND DELIVERY
- 6 OF 9-1-1 CONNECTIVITY WITH LOCATION INFORMATION FROM A PARTY
- 7 REQUESTING EMERGENCY SERVICES TO A PSAP. AN IP-BASED 9-1-1 NETWORK
- 8 CAN INTERFACE WITH OTHER NETWORKS AND TRANSPORT OTHER EMERGENCY
- 9 SERVICES APPLICATIONS. AN IP-BASED 9-1-1 NETWORK MAY BE CONSTRUCTED
- 10 FROM A MIX OF DEDICATED AND SHARED FACILITIES OR NETWORKS, AND MAY
- 11 BE INTERCONNECTED AT LOCAL, REGIONAL, STATE, FEDERAL, NATIONAL, AND
- 12 INTERNATIONAL LEVELS TO FORM AN IP-BASED INTER-NETWORK OR INTRA-
- 13 NETWORK OF 9-1-1 CONNECTIVITY.
- 14 (W) (v) "Master street address guide" or "MSAG" means a
- 15 perpetual database that contains information continuously provided
- 16 by a service district that defines the geographic area of the
- 17 service district and includes an alphabetical list of street names,
- 18 the range of address numbers on each street, the names of each
- 19 community in the service district, the emergency service zone of
- 20 each service user, and the primary service answering point
- 21 identification codes.
- 22 (X) (w) "Obligations" means bonds, notes, installment purchase
- 23 contracts, or lease purchase agreements to be issued by a public
- 24 agency under a law of this state.
- 25 (Y) (x)—"Person" means an individual, corporation,
- 26 partnership, association, governmental entity, or any other legal

27 entity.

- 1 (Z) (y) "Prepaid wireless telecommunications service" means a
- 2 commercial mobile radio service that allows a caller to dial 9-1-1
- 3 to access the 9-1-1 system and is paid for in advance and sold in
- 4 predetermined units or dollars of which the number declines with
- 5 use in a known amount.
- 6 (AA) (z) "Primary public safety answering point", "PSAP", or
- 7 "primary PSAP" means a communications facility operated or answered
- 8 on a 24-hour basis assigned responsibility by a public agency or
- 9 county to receive 9-1-1 calls and to dispatch public safety
- 10 response services, as appropriate, by the direct dispatch method,
- 11 relay method, or transfer method. It is the first point of
- 12 reception by a public safety agency of a 9-1-1 call and serves the
- 13 jurisdictions in which it is located and other participating
- 14 jurisdictions, if any.
- 15 (BB) (aa) "Prime rate" means the average predominant prime
- 16 rate quoted by not less than 3 commercial financial institutions as
- 17 determined by the department of treasury.
- 18 (CC) (bb)—"Private safety entity" means a nongovernmental
- 19 organization that provides emergency fire, ambulance, or medical
- 20 services.
- 21 (DD) (cc) "Public agency" means a village, township, charter
- 22 township, or city within the state and any special purpose district
- 23 located in whole or in part within the state.
- 24 (EE) (dd) "Public safety agency" means a functional division
- 25 of a public agency, county, or the state that provides fire
- 26 fighting, law enforcement, ambulance, medical, or other emergency
- 27 services.

- 1 (FF) (ee)—"Qualified obligations" means obligations that meet
- 2 1 or more of the following:
- (i) The proceeds of the obligations benefit the 9-1-1
- 4 district, and for which all of the following conditions are met:
- 5 (A) The proceeds of the obligations are used for capital
- 6 expenditures, costs of a reserve fund securing the obligations, and
- 7 costs of issuing the obligations. The proceeds of obligations shall
- 8 MUST not be used for operational expenses.
- **9** (B) The weighted average maturity of the obligations does not
- 10 exceed the useful life of the capital assets.
- 11 (C) The obligations shall DO not in whole or in part
- 12 appreciate in principal amount or be ARE NOT sold at a discount of
- **13** more than 10%.
- (ii) The obligations are issued to refund obligations that
- 15 meet the conditions described in subparagraph (i) and the net
- 16 present value of the principal and interest to be paid on the
- 17 refunding obligations, excluding the cost of issuance, will be less
- 18 than the net present value of the principal and interest to be paid
- 19 on the obligations being refunded, as calculated using a method
- 20 approved by the department of treasury.
- 21 (GG) (ff) "Relay method" means that a PSAP notes pertinent
- 22 information and relays it by a communication service to the
- 23 appropriate public safety agency or other provider of emergency
- 24 services that has an available emergency service unit located
- 25 closest to the request for emergency service for dispatch of an
- 26 emergency service unit.
- 27 (HH) (gg) "Secondary public safety answering point" or

- 1 "secondary PSAP" means a communications facility of a public safety
- 2 agency or private safety entity that receives 9-1-1 calls by the
- 3 transfer method only and generally serves as a centralized location
- 4 for a particular type of emergency call.
- 5 (II) (hh)—"Service supplier" means a person providing a
- 6 communication service to a service user in this state.
- 7 (JJ) (ii) "Service user" means a person receiving a
- 8 communication service.
- 9 (KK) (jj)—"State 9-1-1 charge" means the charge provided for
- 10 under section 401a.
- 11 (ll) (kk) "Tariff" means the rate approved by the public
- 12 service commission for 9-1-1 service provided by a particular
- 13 service supplier. Tariff does not include a rate of a commercial
- 14 mobile radio service by a particular supplier.
- (MM) $\frac{(ll)}{(ll)}$ "Tentative 9-1-1 service plan" means a plan prepared
- 16 by 1 or more counties for implementing a 9-1-1 system in a
- 17 specified 9-1-1 service district.
- 18 (NN) (mm) "Transfer method" means that a PSAP transfers the 9-
- 19 1-1 call directly to the appropriate public safety agency or other
- 20 provider of emergency service that has an available emergency
- 21 service unit located closest to the request for emergency service
- 22 for dispatch of an emergency service unit.
- 23 (OO) (nn)—"Universal emergency number service" or "9-1-1
- 24 service" means public communication service that provides service
- 25 users with the ability to reach a public safety answering point by
- 26 dialing the digits "9-1-1".
- 27 (PP) (00)—"Universal emergency number service system" or "9-1-

- 1 1 system" means a system for providing 9-1-1 service under this
- **2** act.
- 3 (QQ) (pp) "Wireless emergency service order" means the order
- 4 of the federal communications commission, FCC docket No. 94-102,
- 5 adopted June 12, 1996 with an effective date of October 1, 1996.
- 6 Sec. 201. (1) An emergency 9-1-1 service system shall not be
- 7 implemented in this state except as provided under this act.
- 8 (2) One or more counties may create an emergency 9-1-1 service
- 9 system under this act.
- 10 (3) With the approval of the county board of commissioners in
- 11 a county with a population of $\frac{1,800,000}{1,650,000}$ or more, 4 or
- 12 more cities may create an emergency 9-1-1 service district under
- 13 this act.
- 14 (4) Each service supplier in this state is required to provide
- each of its service users access to the 9-1-1 system. Each service
- 16 supplier shall provide the committee with contact information to
- 17 allow for notifications as required under section 714.
- 18 Sec. 312. (1) Except as otherwise provided under subsection
- 19 (2), after a final 9-1-1 service plan has been adopted under
- 20 section 310, a county may amend the final 9-1-1 service plan only
- 21 by complying with the procedures described in sections 301 to 310.
- 22 Upon adoption of an amended final 9-1-1 service plan by the county
- 23 board of commissioners, the county shall forward the amended final
- 24 9-1-1 service plan to the service supplier or suppliers designated
- 25 to provide 9-1-1 service within the 9-1-1 service district as
- 26 amended. Upon receipt of the amended final 9-1-1 service plan, each
- 27 designated service supplier shall implement as soon as feasible the

- 1 amendments to the final 9-1-1 service plan in the 9-1-1 service
- 2 district as amended.
- 3 (2) The county board of commissioners may by resolution make
- 4 minor amendments to the final 9-1-1 service plan for any of the
- 5 following:
- 6 (a) Changes in PSAP premises equipment, including, but not
- 7 limited to, computer-aided dispatch systems, call processing
- 8 equipment, and computer mapping.
- **9** (b) Changes involving the participating public safety agencies
- 10 within a 9-1-1 service district.
- 11 (c) Changes in the 9-1-1 charges collected by the county
- 12 subject to the limits under this act.
- 13 (D) CHANGES IN 9-1-1 SERVICE PROVIDERS TO INCLUDE IP-BASED 9-
- 14 1-1 SERVICE PROVIDERS APPROVED BY THE COMMITTEE.
- Sec. 401a. (1) Each service supplier within a 9-1-1 service
- 16 district shall bill and collect a state 9-1-1 charge from all
- 17 service users, except for users of a prepaid wireless
- 18 telecommunications service, of the service supplier within the
- 19 geographical boundaries of the 9-1-1 service district or as
- 20 otherwise provided by this section. The billing and collection of
- 21 the state 9-1-1 charge shall begin July 1, 2008. The state 9-1-1
- 22 charge shall MUST be uniform per each service user within the 9-1-1
- 23 service district.
- 24 (2) The amount of the state 9-1-1 charge payable monthly by a
- 25 service user shall be established as provided under subsection (4).
- 26 The amount of the state 9-1-1 charge shall not be more than 25
- 27 cents or less than 15 cents. The charge may be adjusted annually as

- 1 provided under subsection (4).
- 2 (2) (3) The state 9-1-1 charge shall MUST be collected in
- 3 accordance with the regular billings of the service supplier.
- 4 Except as otherwise provided under this act, the amount collected
- 5 for the state 9-1-1 charge shall MUST be remitted quarterly by the
- 6 service supplier to the state treasurer and deposited in the
- 7 emergency 9-1-1 fund created under section 407. The charge allowed
- 8 under this section shall MUST be listed separately on the
- 9 customer's bill or payment receipt or otherwise disclosed to the
- 10 consumer.
- 11 (3) (4) The initial state 9-1-1 charge shall be 19 IS 25 cents
- 12 and shall be effective July 1, 2008. 2017. The state 9-1-1 charge
- 13 shall MUST reflect the actual costs of operating, maintaining,
- 14 upgrading, and other reasonable and necessary expenditures for the
- 15 9-1-1 system in this state. The state 9-1-1 charge may be reviewed
- 16 and adjusted as provided under subsection (5).
- 17 (5) The commission in consultation with the committee shall
- 18 review and may adjust the state 9-1-1 charge under this section and
- 19 the distribution percentages under section 408 to be effective on
- 20 July 1, 2009 and July 1, 2010. Any adjustment to the charge by the
- 21 commission shall be made no later than May 1 of the preceding year
- 22 and shall be based on the committee's recommendations under section
- 23 412. Any adjustments to the state 9-1-1 charge or distribution
- 24 percentages after December 31, 2010 shall be made by the
- 25 legislature.
- **26 (4)** (6)—If a service user has multiple access points or access
- 27 lines, the state 9-1-1 charge will be imposed separately on each of

- 1 the first 10 access points or access lines and then 1 charge for
- 2 each 10 access points or access lines per billed account.
- 3 (7) This section takes effect July 1, 2008.
- 4 Sec. 401b. (1) In addition to the charge allowed under section
- 5 401a, after June 30, 2008 a county board of commissioners may
- 6 assess a county 9-1-1 charge to service users, except for users of
- 7 a prepaid wireless telecommunications service, located within that
- 8 county by 1 of the following methods:
- 9 (a) Up to \$0.42-\$0.55 per month by resolution.
- 10 (b) Up to \$3.00 per month with the approval of the voters in
- 11 the county.
- 12 (c) Any combination of subdivisions (a) and (b) with a maximum
- county 9-1-1 charge of \$3.00 per month.
- 14 (2) A county assessing a county 9-1-1 charge amount approved
- in the commission's order in case number U-15489 that exceeds the
- 16 amounts established in subsection (1) may continue to assess the
- 17 amount approved by the commission. Any proposed increase to the
- 18 amount approved in the commission order is subject to subsection
- **19** (1).
- 20 (3) The charge assessed under this section and section 401e
- 21 shall not exceed the amount necessary and reasonable to implement,
- 22 maintain, and operate the 9-1-1 system in the county.
- 23 (4) If the voters approve the charge to be assessed on the
- 24 service user's monthly bill on a ballot question under this
- 25 section, the service provider's bill shall MUST state the
- 26 following:
- 27 "This amount is for your 9-1-1 service which has been approved

- 1 by the voters on (DATE OF VOTER APPROVAL). This is not a charge
- 2 assessed by your service supplier. If you have questions concerning
- 3 your 9-1-1 service, you may call (INCLUDE APPROPRIATE TELEPHONE
- 4 NUMBER).".
- **5** (5) Within 90 days after the first day of each fiscal or
- 6 calendar year of a county, an annual accounting shall MUST be made
- 7 of the charge approved under this section.
- **8** (6) Except as otherwise provided in subsection (10), the
- 9 county 9-1-1 charge collected under this section shall MUST be paid
- 10 quarterly directly to the county and distributed by the county to
- 11 the primary PSAPs by 1 of the following methods:
- 12 (a) As provided in the final 9-1-1 service plan.
- 13 (b) If distribution is not provided for in the plan, then
- 14 according to any agreement for distribution between the county and
- 15 public agencies.
- 16 (c) If distribution is not provided in the plan or by
- agreement, then according to population within the emergency 9-1-1
- 18 district.
- 19 (7) Subject to subsection (1), the county may adjust the
- 20 county 9-1-1 charge annually to be effective July 1. The county
- 21 shall notify the committee no later than May 15 of each year of any
- 22 change in the county 9-1-1 charge under this section.
- 23 (8) If a county has multiple emergency response districts, the
- 24 county 9-1-1 charge collected under this section shall MUST be
- 25 distributed under subsection (6) in proportion to the population
- 26 within the emergency 9-1-1 district.
- 27 (9) This section shall DOES not preclude the distribution of

- 1 funding to secondary PSAPs if the distribution is determined by the
- 2 primary PSAPs within the emergency 9-1-1 district to be the most
- 3 effective method for dispatching of fire or emergency medical
- 4 services and the distribution is approved within the final 9-1-1
- 5 service plan.
- 6 (10) The service supplier may retain 2% of the approved county
- 7 9-1-1 charge to cover the supplier's costs for billings and
- 8 collections under this section.
- 9 (11) The charge allowed under this section shall MUST be
- 10 listed separately on the customer's bill or otherwise disclosed to
- 11 the consumer and shall state by which means the charge was approved
- 12 under subsection (1).
- 13 (12) Information submitted by a service supplier to a county
- 14 under this section is exempt from the freedom of information act,
- 15 1976 PA 442, MCL 15.231 to 15.246, and shall not be released by the
- 16 county SHALL NOT RELEASE THAT INFORMATION without the consent of
- 17 the service supplier. Unless required or permitted by statute,
- 18 court rule, subpoena, or court order, or except as necessary for a
- 19 county, the commission, committee, or public agency to pursue or
- 20 defend the public's interest in any public contract or litigation,
- 21 a county treasurer, the commission, committee, agency, or any
- 22 employee or representative of a PSAP, database administrator, or
- 23 public agency shall not divulge any information acquired with
- 24 respect to customers, revenues or expenses, trade secrets, access
- 25 line counts, commercial information, or any other proprietary
- 26 information with respect to a service supplier while acting or
- 27 claiming to act as an employee, agent, or representative. An

- 1 aggregation of information that does not identify or effectively
- 2 identify the number of customers, revenues or expenses, trade
- 3 secrets, access lines, commercial information, and other
- 4 proprietary information attributable to a specific service supplier
- 5 may be made public.
- 6 (13) If a service user has multiple access points or access
- 7 lines, the county 9-1-1 charge will be imposed separately on each
- 8 of the first 10 access points or access lines and then 1 charge for
- 9 each 10 access points or access lines per billed account.
- 10 (14) A county 9-1-1 charge assessed under subsection (1) shall
- 11 MUST be used only to fund costs approved as allowable in a
- 12 published report by the committee before December 1, 2008. The
- 13 committee shall notify the standing committees of the senate and
- 14 house of representatives having jurisdiction over issues pertaining
- 15 to communication technology at least 90 days before modifying what
- 16 constitutes an allowable cost under this subsection.
- Sec. 401c. (1) A seller shall collect a prepaid wireless 9-1-1
- 18 surcharge from a consumer for each retail transaction occurring in
- 19 this state.
- 20 (2) The amount of the prepaid wireless 9-1-1 surcharge shall
- 21 be 1.92%—IS 4.19% per retail transaction. The charge allowed under
- 22 this section shall MUST be either separately stated on an invoice,
- 23 receipt, or other similar document that is provided to a consumer
- 24 by the seller or otherwise disclosed to the consumer.
- 25 (3) Each of the following transactions is considered to have
- 26 occurred in this state:
- 27 (a) A retail transaction that is effected in person by a

- 1 consumer at a business location of a seller located in this state.
- 2 (b) A retail transaction that is treated as occurring in this
- 3 state as provided in section 3c of the use tax act, 1937 PA 94, MCL
- 4 205.93c, as that section applies to a prepaid wireless calling
- 5 service.
- **6** (4) A prepaid wireless 9-1-1 surcharge is the liability of the
- 7 consumer and not of the seller or of any provider.
- **8** (5) Except as otherwise provided in subsection (6), if a
- 9 prepaid wireless telecommunications service is sold with 1 or more
- 10 products or services for a single, nonitemized price, the seller
- 11 shall collect $\frac{1.92\%}{4.19\%}$ on the entire nonitemized price unless
- 12 the seller elects to do the following:
- 13 (a) If the amount of the prepaid wireless telecommunications
- 14 service is disclosed to the consumer as a dollar amount, apply the
- 15 percentage to that dollar amount.
- 16 (b) If the seller can identify the portion of the price that
- 17 is attributable to the prepaid wireless telecommunications service
- 18 by reasonable and verifiable standards from its books and records
- 19 that are kept in the regular course of business for other purposes
- 20 including, but not limited to, nontax purposes, apply the
- 21 percentage to that portion.
- 22 (6) If a minimal amount of prepaid wireless telecommunications
- 23 service is sold with a prepaid wireless device for a single,
- 24 nonitemized price, a seller may elect not to apply the percentage
- 25 specified in subsection (5)(a) to that transaction. As used in this
- 26 subsection, "minimal amount" means an amount of service denominated
- 27 as 10 minutes or less or \$5.00 or less.

- 1 (7) The **SELLER SHALL REMIT THE** prepaid wireless 9-1-1
- 2 surcharge shall be remitted monthly by the seller to the state
- 3 treasurer and deposited WHO SHALL DEPOSIT IT in the emergency 9-1-1
- 4 fund created in section 407.
- **5** (8) A seller may retain 2% of prepaid wireless 9-1-1
- 6 surcharges that are collected by the seller to reimburse the seller
- 7 for its direct costs in collecting and remitting the prepaid
- **8** wireless 9-1-1 surcharges.
- **9** (9) A provider or seller of prepaid wireless
- 10 telecommunications service is not liable for damages to any person
- 11 resulting from or incurred in connection with the provision of, or
- 12 failure to provide, 9-1-1 service or for identifying or failing to
- 13 identify the telephone number, address, location, or name
- 14 associated with any person or device that is accessing or
- 15 attempting to access 9-1-1 service.
- 16 (10) A provider or seller of prepaid wireless
- 17 telecommunications service is not liable for damages to any person
- 18 resulting from or incurred in connection with the provision of any
- 19 lawful assistance to any investigative or law enforcement officer
- 20 of the United States, this state, or any other state in connection
- 21 with any lawful investigation or other law enforcement activity by
- 22 that law enforcement officer.
- 23 (11) As used in this section:
- 24 (a) "Consumer" means a person who purchases prepaid wireless
- 25 telecommunications services in a retail transaction.
- (b) "Department" means the Michigan department of treasury.
- (c) "Prepaid wireless 9-1-1 surcharge" means the fee that is

- 1 required to be collected by a seller from a consumer in the amount
- 2 established under subsection (2).
- 3 (d) "Provider" means a person that provides prepaid wireless
- 4 telecommunications services under a license issued by the federal
- 5 communications commission.FEDERAL COMMUNICATIONS COMMISSION.
- 6 (e) "Retail transaction" means the purchase of prepaid
- 7 wireless telecommunications service from a seller for any purpose
- 8 other than resale.
- 9 (f) "Seller" means a person who sells prepaid wireless
- 10 telecommunications service to another person.
- 11 Sec. 403. (1) Each service supplier shall be—IS solely
- 12 responsible for the billing of the state and county 9-1-1 charge
- 13 and the transmittal of TRANSMITTING THE money collected to the
- 14 emergency 9-1-1 fund and to the counties as required under this
- **15** act.
- 16 (2) THE ATTORNEY GENERAL MAY COMMENCE A CIVIL ACTION ON BEHALF
- 17 OF THE COMMITTEE AGAINST A SERVICE SUPPLIER, CMRS SUPPLIER,
- 18 RESELLER, OR RETAILER FOR APPROPRIATE RELIEF FOR FAILURE TO REPORT,
- 19 CHARGE, COLLECT, AND TRANSMIT THE STATE 9-1-1 CHARGES IN SECTIONS
- 20 401A AND 401C. AN ACTION UNDER THIS SUBSECTION MAY BE BROUGHT IN
- 21 THE INGHAM COUNTY CIRCUIT COURT OR THE CIRCUIT COURT IN A COUNTY IN
- 22 WHICH THE DEFENDANT RESIDES OR IS DOING BUSINESS. THE COURT HAS
- 23 JURISDICTION TO RESTRAIN THE VIOLATION AND TO REQUIRE COMPLIANCE
- 24 WITH THIS SECTION.
- 25 (3) A COUNTY OR 9-1-1 SERVICE DISTRICT MAY COMMENCE A CIVIL
- 26 ACTION AGAINST A SERVICE SUPPLIER, CMRS SUPPLIER, OR RESELLER FOR
- 27 APPROPRIATE RELIEF FOR FAILURE TO REPORT, CHARGE, COLLECT, AND

- 1 TRANSMIT THE 9-1-1 CHARGE IN SECTION 401B. AN ACTION UNDER THIS
- 2 SUBSECTION MAY BE BROUGHT IN THE CIRCUIT COURT OF THE COUNTY
- 3 RECEIVING THE 9-1-1 CHARGE OR IN THE CIRCUIT COURT IN A COUNTY IN
- 4 WHICH THE DEFENDANT RESIDES OR IS DOING BUSINESS. THE COURT HAS
- 5 JURISDICTION TO RESTRAIN THE VIOLATION AND TO REQUIRE COMPLIANCE
- 6 WITH THIS SECTION.
- 7 Sec. 406. (1) The funds collected and expended under this act
- 8 shall MUST be expended exclusively for 9-1-1 services and in
- 9 compliance with the rules promulgated under section 413.
- 10 (2) Each COUNTY, PSAP, or secondary PSAP THAT RECEIVES MONEY
- 11 UNDER THIS ACT shall assure that fund accounting, auditing,
- 12 monitoring, and evaluation procedures are provided as required by
- 13 this act and the rules promulgated under this act.
- 14 (3) An annual audit shall MUST be conducted by an independent
- 15 auditor using generally accepted accounting principles and copies
- 16 of the annual audit shall MUST be made available for public
- 17 inspection.
- 18 (4) An increase in the charges allowed under this act shall
- 19 MUST not be authorized or expended for the next fiscal year unless
- 20 according to the most recently completed annual audit the
- 21 expenditures are in compliance with this act.
- 22 (5) The receipt of 9-1-1 funds under this act is dependent on
- 23 compliance with the standards established by the commission under
- **24** section 413.
- 25 Sec. 407. (1) The emergency 9-1-1 fund is created within the
- 26 state treasury.
- 27 (2) The state treasurer may receive money or other assets as

- 1 provided under this act and from any source for deposit into the
- 2 fund. Money may be deposited into the fund by electronic funds
- 3 transfer. Money in the CMRS emergency telephone fund on the
- 4 effective date of the amendatory act that added section 401a shall
- 5 JULY 1, 2008 MUST be deposited into the fund and expended as
- 6 provided by this act. The state treasurer shall direct the
- 7 investment of the fund. The state treasurer shall credit to the
- 8 fund interest and earnings from fund investments.
- **9** (3) Money in the fund at the close of the fiscal year shall
- 10 remain REMAINS in the fund and shall DOES not lapse to the general
- **11** fund.
- 12 (4) The department of treasury shall expend money from the
- 13 fund only as provided in this act. The disbursement of money may be
- 14 by electronic funds transfer.
- 15 (5) The auditor general shall audit the fund at least
- 16 annually.BIENNIALLY.
- Sec. 408. (1) Except as otherwise provided under this act, a
- 18 service supplier shall bill and collect a state 9-1-1 service
- 19 charge per month as determined under section 401a. The service
- 20 supplier shall list the state 9-1-1 service charge authorized under
- 21 this act as a separate line item on each bill . The service charge
- 22 shall be listed on the bill as the "state 9-1-1 charge".
- 23 (2) Each service supplier may retain 2% of the state 9-1-1
- 24 charge collected under this act to cover the supplier's costs for
- 25 billing and collection.
- 26 (3) Except as otherwise provided under subsection (2), the
- 27 money collected as the state 9-1-1 charge under subsection (1)

- 1 shall MUST be deposited in the emergency 9-1-1 fund created in
- 2 section 407 no later than 30 days after the end of the quarter in
- 3 which the state 9-1-1 charge was collected.
- 4 (4) Except as otherwise provided under section 401a(5), all
- 5 ALL money collected and deposited in the emergency 9-1-1 fund
- 6 created in section 407 shall MUST be distributed as PROVIDED IN
- 7 THIS SECTION. ANNUAL MONEY IN THE FUND NOT EXCEEDING \$37,000,000.00
- 8 MUST BE DISTRIBUTED AS follows:
- 9 (a) 82.5% shall 65% MUST be disbursed to each county that has
- 10 a final 9-1-1 plan in place. Forty percent of the 82.5% shall 65%
- 11 MUST be distributed quarterly on an equal basis to each county, and
- 12 60% of the 82.5% shall 65% MUST be distributed quarterly based on a
- 13 population per capita basis. Money A COUNTY SHALL ONLY USE MONEY
- 14 received by a THE county under this subdivision shall only be used
- 15 for 9-1-1 services as allowed under this act. Money A COUNTY SHALL
- 16 REPAY TO THE FUND ANY MONEY expended under this subdivision for a
- 17 purpose considered unnecessary or unreasonable by the committee or
- 18 the auditor general. shall be repaid to the fund.
- 19 (b) 7.75% shall 3.5% MUST be available to reimburse local
- 20 exchange providers for the costs related to wireless emergency
- 21 service. Any cost reimbursement allowed under this subdivision
- 22 shall MUST not include a cost that is not related to wireless
- 23 emergency service. A local exchange provider may submit an invoice
- 24 to the commission for reimbursement from the emergency 9-1-1 fund
- 25 for allowed costs. Within 45 days after the date an invoice is
- 26 submitted to the commission, the commission shall approve, either
- 27 in whole or in part, or deny the invoice.

- 1 (c) 6.0% shall 5.5% MUST be available to PSAPs for training
- 2 personnel assigned to 9-1-1 centers. A PUBLIC SAFETY AGENCY OR
- 3 COUNTY SHALL MAKE A written request for money from the fund shall
- 4 be made by a public safety agency or county to the committee. The
- 5 committee shall semiannually authorize distribution of money from
- 6 the fund to eligible public safety agencies or counties. A public
- 7 safety agency or county that receives money under this subdivision
- 8 shall create, maintain, and make available to the committee upon
- 9 request a detailed record of expenditures relating to the
- 10 preparation, administration, and carrying out of activities of its
- 11 9-1-1 training program. Money AN ELIGIBLE PUBLIC SAFETY AGENCY OR
- 12 COUNTY SHALL REPAY TO THE FUND ANY MONEY expended by an eligible
- 13 THAT public safety agency or county for a purpose considered
- 14 unnecessary or unreasonable by the committee or the auditor
- 15 general. shall be repaid to the fund. The commission shall consult
- 16 with and consider the recommendations of the committee in the
- 17 promulgation of rules under section 413 establishing training
- 18 standards for 9-1-1 system personnel. Money shall MUST be disbursed
- 19 on a biannual basis to an eligible public safety agency or county
- 20 for training of PSAP personnel through courses certified by the
- 21 committee only for either of the following purposes:
- 22 (i) To provide basic 9-1-1 operations training.
- (ii) To provide in-service training to employees engaged in 9-
- **24** 1-1 service.
- 25 (d) 1.88% shall 1.5% MUST be credited to the department of
- 26 state police to operate a regional dispatch center that receives
- 27 and dispatches 9-1-1 calls, and 1.87% shall 3% MUST be credited to

- 1 the department of state police for costs to administer this act and
- 2 to maintain the office of the state 9-1-1 coordinator.
- 3 (E) 21.5% SHALL BE AVAILABLE FOR REIMBURSEMENT BY THE
- 4 COMMITTEE ONLY FOR THE FOLLOWING PURPOSES:
- 5 (i) GRANT MATCH FOR STATEWIDE OR REGIONAL IP-BASED 9-1-1
- 6 PROJECTS.
- 7 (ii) INVOICES SUBMITTED BY COMMITTEE-APPROVED IP-BASED 9-1-1
- 8 SERVICE PROVIDERS FOR THE COSTS RELATED TO IP-BASED 9-1-1 EMERGENCY
- 9 SERVICE.
- 10 (5) For fiscal year 2010-2011 only, an amount not to exceed
- 11 \$1,700,000.00 is distributed to the department of state police for
- 12 an integrated IP-based 9-1-1 mapping system in this state. The
- 13 money distributed under this subsection is for the restricted
- 14 purpose of matching funds for the state's award of a grant under
- 15 the grant program established under the federal ensuring needed
- 16 help arrives near callers employing 911 act of 2004 to be used
- 17 solely for the acquisition and deployment of a state integrated IP-
- 18 based 9-1-1 mapping system. All costs associated with the state
- 19 integrated IP-based 9-1-1 mapping system including, but not limited
- 20 to, its construction, administration, and maintenance shall only be
- 21 paid from money distributed under this subsection and any federal
- 22 grant money.
- 23 (6) From money not distributed to local exchange providers
- 24 under subsection (4)(b), an amount not to exceed \$150,000.00 shall
- 25 be annually distributed to the department of treasury to fund a
- 26 portion of the department's costs in administering this act. This
- 27 subsection does not apply after September 30, 2015.

- 1 (5) AN IP-BASED 9-1-1 SERVICE PROVIDER THAT HAS BEEN APPROVED
- 2 BY THE COMMITTEE AS MEETING STANDARDS-BASED CRITERIA SET BY THE
- 3 COMMITTEE MAY SUBMIT AN INVOICE TO THE COMMITTEE FOR REIMBURSEMENT
- 4 FROM THE EMERGENCY 9-1-1 FUND FOR ALLOWED COSTS. WITHIN 90 DAYS
- 5 AFTER THE DATE AN INVOICE IS SUBMITTED TO THE COMMITTEE, THE
- 6 COMMITTEE SHALL APPROVE, EITHER IN WHOLE OR IN PART, OR DENY THE
- 7 INVOICE. ANY COST REIMBURSEMENT ALLOWED UNDER THIS SUBDIVISION MUST
- 8 NOT INCLUDE A COST THAT IS NOT RELATED TO IP-BASED 9-1-1 EMERGENCY
- 9 SERVICE.
- 10 (6) THE COMMITTEE SHALL ESTABLISH A SUBCOMMITTEE TO REVIEW
- 11 INVOICES SUBMITTED BY IP-BASED 9-1-1 SERVICE PROVIDERS AND MAKE
- 12 RECOMMENDATIONS TO THE COMMITTEE FOR APPROVAL OR DENIAL OF PAYMENT.
- 13 THE SUBCOMMITTEE WILL REMOVE IP-BASED 9-1-1 SERVICE PROVIDER
- 14 INFORMATION THAT IS CONSIDERED CONFIDENTIAL OR PROPRIETARY.
- 15 (7) FUNDS GENERATED BY THE FEE IN SECTION 401A IN EXCESS OF
- 16 \$37,000,000.00 ANNUALLY MUST BE RESERVED FOR DISTRIBUTION COMMITTEE
- 17 APPROVED COSTS UNDER SUBSECTION (4)(E).
- 18 (8) $\frac{(7)}{}$ Money received by a county under subsection (4)(a)
- 19 shall MUST be distributed by the county to the primary PSAPs
- 20 geographically located within the 9-1-1 service district by 1 of
- 21 the following methods:
- 22 (a) As provided in the final 9-1-1 service plan.
- 23 (b) If distribution is not provided for in the 9-1-1 service
- 24 plan under subdivision (a), then according to any agreement for
- 25 distribution between a county and a public agency.
- 26 (c) If distribution is not provided for in the 9-1-1 service
- 27 plan under subdivision (a) or by agreement between the county and

- 1 public agency under subdivision (b), then according to the
- 2 population within the geographic area for which the PSAP serves as
- **3** primary PSAP.
- 4 (d) If a county has multiple emergency 9-1-1 districts, money
- 5 for that county shall MUST be distributed as provided in the
- 6 emergency 9-1-1 districts' final 9-1-1 service plans.
- 7 (9) (8) The commission shall consult with and consider
- 8 recommendations of the committee in the promulgation of rules under
- 9 section 413 establishing the standards for the receipt and
- 10 expenditure of 9-1-1 funds under this act. Receipt of 9-1-1 funds
- 11 under this act is dependent on compliance with the standards
- 12 established under this subsection.
- 13 Enacting section 1. This amendatory act takes effect July 1,
- **14** 2017.

02198'17 Final Page KHS