## Senate Study Bill 3092 - Introduced

SENATE/HOUSE FILE

BY (PROPOSED DEPARTMENT OF COMMERCE/UTILITIES DIVISION BILL)

## A BILL FOR

- An Act relating to matters under the purview of the utilities
   division of the department of commerce.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

S.F. \_\_\_\_\_ H.F. \_\_\_\_\_

1 Section 1. Section 476.1D, subsection 1, paragraph c, Code 2 2014, is amended by striking the paragraph. Sec. 2. Section 476.1D, subsection 2, Code 2014, is amended 3 4 to read as follows: 5 2. Except as provided in subsection 1, paragraph "c", 6 deregulation Deregulation of a service or facility for 7 a utility is effective only after a finding of effective 8 competition by the board. 9 Sec. 3. Section 476.3, subsection 2, paragraph b, Code 2014, 10 is amended by striking the paragraph. Section 476.5, Code 2014, is amended to read as 11 Sec. 4. 12 follows: 13 476.5 Adherence to schedules - discounts. No public utility subject to rate regulation shall directly 14 15 or indirectly charge a greater or less compensation for its 16 services than that prescribed in its tariffs, and no such 17 public utility shall make or grant any unreasonable preferences 18 or advantages as to rates or services to any person or subject 19 any person to any unreasonable prejudice or disadvantage. 20 Nothing in this section shall be construed to prohibit 21 any public utility furnishing communications services from 22 providing any service rendered by it without charge or 23 at reduced rate to any of its active or retired officers, 24 directors, or employees, or such officers, directors or 25 employees of other public utilities furnishing communications 26 services. Provided, however, said service is for personal use, 27 and not for engaging in a business for profit. Section 476.6, subsection 9, Code 2014, is amended 28 Sec. 5. 29 by striking the subsection. Sec. 6. Section 476.29, subsection 15, Code 2014, is amended 30 31 by striking the subsection. 32 Sec. 7. Section 476.96, Code 2014, is amended to read as 33 follows: 34 476.96 Definitions. 35 As used in section 476.95, this section, and sections

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1 476.97 through 476.102 476.100 and 476.101, unless the context 2 otherwise requires: 1. "Basic communications service" includes at a minimum, 3 4 basic local telephone service, switched access, 911 and 5 E-911 services, and dual party relay service. The board is 6 authorized to classify by rule at any time, any other two-way 7 switched communications services as basic communications 8 services consistent with community expectations and the public 9 interest. 10 2. "Basic local telephone service" means the provision 11 of dial tone access and usage, for the transmission of 12 two-way switched communications within a local exchange area, 13 including, but not limited to, the following: 14 a. Residence service and business services, including flat 15 rate or local measured service, private branch exchange trunks, 16 trunk type hunting services, direct inward dialing, and the 17 network access portion of central office switched exchange 18 service. 19 b. Extended area service. 20 c. Touch tone service when provided separately. 21 d. Call tracing. 22 e. Calling number blocking on either a per call or a per 23 line basis. 24 f. Local exchange white pages directories. 25 g. Installation and repair of local network access. 26 h. Local operator services, excluding directory assistance. 27 i. Toll service blocking and 1-900 and 1-976 access 28 blocking. "Competitive local exchange service provider" means 29 <del>3.</del> 1. 30 any person, including a municipal utility, that provides local 31 exchange services, other than a local exchange carrier or a 32 nonrate-regulated wireline provider of local exchange services 33 under an authorized certificate of public convenience and 34 necessity within a specific geographic area described in maps 35 filed with and approved by the board as of September 30, 1992.

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4. *"Interim number portability"* means one or more mechanisms
 by which a local exchange customer at a particular location
 may change the customer's local exchange services provider
 without any change in the local exchange customer's telephone
 number, while experiencing as little loss of functionality as
 is feasible using available technology.

7 5. 2. "Local exchange carrier" means any person that was 8 the incumbent and historical rate-regulated wireline provider 9 of local exchange services or any successor to such person 10 that provides local exchange services under an authorized 11 certificate of public convenience and necessity within a 12 specific geographic area described in maps filed with and 13 approved by the board as of September 30, 1992.

14 6. *Nonbasic communications services* means all
15 communications services subject to the board's jurisdiction
16 which are not deemed either by statute or by rule to be basic
17 communications services, including any service offered by
18 the local exchange carrier for the first time after July 1,
19 1995. A service is not considered new if it constitutes the
20 bundling, unbundling, or repricing of an already existing
21 service. Consistent with community expectations and the public
22 interest, the board may reclassify by rule as nonbasic those
23 two-way switched communications services previously classified
24 by rule as basic.

25 7. "Provider number portability" means the capability of a
26 local exchange customer to change the customer's local exchange
27 services provider at the customer's same location without any
28 change in the local exchange customer's telephone number, while
29 preserving the full range of functionality that the customer
30 currently experiences. "Provider number portability" includes
31 the equal availability of information concerning the local
32 exchange provider serving the number to all carriers, and the
33 ability to deliver traffic directly to that provider without
34 having first to route traffic to the local exchange carrier or
35 otherwise use the services, facilities, or capabilities of the

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1 local exchange carrier to complete the call, and without the
2 dialing of additional digits or access codes.

3 Sec. 8. Section 476.101, subsections 4, 5, and 6, Code 2014, 4 are amended by striking the subsections.

5 Sec. 9. Section 476.101, subsection 8, Code 2014, is amended 6 to read as follows:

8. Any person may file a written complaint with the board requesting the board to determine compliance by a local exchange carrier with the provisions of sections 476.96 through and 476.100, 476.102, and this section, or any board rules implementing those sections. Upon the filing of such complaint, the board may promptly initiate a formal complaint proceeding and give notice of the proceeding and the opportunity for hearing. The formal complaint proceeding may be initiated at any time by the board on its own motion. The board shall render a decision in the proceeding within ninety days after the date the written complaint was filed.

18 Sec. 10. REPEAL. Sections 476.4A, 476.97, and 476.99, Code
19 2014, are repealed.

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EXPLANATION

The inclusion of this explanation does not constitute agreement with the explanation's substance by the members of the general assembly.

This bill relates to matters under the purview of the utilities division of the department of commerce, and is primarily focused on the removal of specified outdated or obsolete provisions.

The bill eliminates provisions contained in Code sections A76.1D and 476.97 which provided for the retail rate-regulation or price regulation of telephone local exchange services and the discontinuance of retail rate regulation on a gradual basis.

32 The bill also eliminates a provision which authorizes 33 an exemption from tariff filing requirements for telephone 34 utilities for certain specific services which are no longer 35 being offered. Additionally, the bill eliminates a provision

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1 permitting telephone utilities to offer discounted service 2 either without charge or at a discounted rate to specified 3 active or retired officers, directors, or employees consistent 4 with the fact that retail rate regulation is no longer being 5 undertaken. A provision permitting the Iowa utilities board to 6 approve a schedule of rate levels for regulated communications 7 services is similarly eliminated. The bill also eliminates an 8 outdated provision requiring the board to provide a written 9 report to the general assembly no later than January 20, 2005, 10 describing the current status of local telephone service in 11 Iowa.

12 The bill deletes definitions contained in Code section 13 476.96 which are referenced in Code sections repealed by the 14 bill. The bill additionally eliminates outdated provisions in 15 Code section 476.101 relating to rulemaking in 1995 which was 16 not undertaken, requiring tariffs or price lists to be filed 17 by incumbent local exchange carriers which were superseded by 18 federal law, and applying to contested cases pending as of July 19 l, 1995, which have all been completed.

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