## LEGISLATURE OF NEBRASKA

## ONE HUNDRED FIFTH LEGISLATURE

SECOND SESSION

## **LEGISLATIVE BILL 993**

## FINAL READING

Introduced by Friesen, 34; Brewer, 43; Wayne, 13; Geist, 25.

Read first time January 11, 2018

Committee: Transportation and Telecommunications

1 A BILL FOR AN ACT relating to 911 service; to amend sections 86-442, 2 86-459, 86-462, 86-465, 86-466, and 86-904, Reissue Revised Statutes and sections 86-458, 86-1001, 3 Nebraska, 86-1004, 86-1025, 86-1028, 4 86-1026, 86-1027, and Revised Statutes Cumulative 5 Supplement, 2016; to define a term; to create and provide duties for the 911 Service System Advisory Committee; to change and provide 6 duties for the Public Service Commission; to change provisions 7 8 relating to use of the 911 Service System Fund; to provide authority 9 for access to federal and other funds; to provide immunity to certain service providers and the Public Service Commission as 10 prescribed; to eliminate a fund, a study, and a termination date; to 11 harmonize provisions; to repeal the original sections; to outright 12 13 repeal sections 86-443.01 and 86-471, Reissue Revised Statutes of 14 Nebraska, section 86-1030, Revised Statutes Cumulative Supplement, 2016, and section 86-463, Revised Statutes Supplement, 2017; and to 15 16 declare an emergency.

17 Be it enacted by the people of the State of Nebraska,

B LB993 2018

1 Section 1. Section 86-442, Reissue Revised Statutes of Nebraska, is

- 2 amended to read:
- 3 86-442 Sections 86-442 to <u>86-470</u> <del>86-471</del> shall be known and may be
- 4 cited as the Enhanced Wireless 911 Services Act.
- 5 Sec. 2. Section 86-458, Revised Statutes Cumulative Supplement,
- 6 2016, is amended to read:
- 7 86-458 The commission shall hold a public hearing annually to
- 8 determine the amount of revenue necessary to carry out the Enhanced
- 9 Wireless 911 Services Act and the 911 Service System Act. After the
- 10 hearing, the commission shall determine the amount of money to be
- 11 deposited in the Enhanced Wireless 911 Service System Fund for the
- 12 following year and shall set the surcharge subject to the limitation in
- 13 section 86-457.
- 14 Sec. 3. Section 86-459, Reissue Revised Statutes of Nebraska, is
- 15 amended to read:
- 16 86-459 (1) Each wireless carrier shall remit monthly to the
- 17 commission the amounts collected pursuant to section 86-457 together with
- 18 any forms required by the commission no later than sixty days after the
- 19 last day of the month. The commission shall remit the funds to the State
- 20 Treasurer for credit to the Enhanced Wireless 911 Service System Fund.
- 21 (2) As the commission may require, each wireless carrier, except a
- 22 wireless carrier whose users have no 911 service, shall report to the
- 23 commission on a quarterly basis for each county in a manner prescribed by
- 24 the commission the following information: (a) The number of telephone
- 25 numbers or functional equivalents served; (b) the number of telephone
- 26 numbers or functional equivalents from which it has collected surcharge
- 27 revenue; (c) the number of wireless towers by county; and (d) the current
- 28 implementation status of enhanced wireless 911 service in each county
- 29 served by that wireless carrier.
- 30 (3) The wireless carrier shall maintain all records required by this
- 31 section, records of the amounts collected pursuant to section 86-457, and

- 1 remittance records for a period of five years after the date of
- 2 remittance to the fund. The commission may require an audit of any
- 3 wireless carrier's books and records concerning the collection and
- 4 remittance of any amounts collected pursuant to the Enhanced Wireless 911
- 5 Services Act. The costs of any audit required by the commission shall, at
- 6 the commission's discretion, be paid by the audited wireless carrier. A
- 7 wireless carrier shall not be required to pay for more than one
- 8 remittance audit or more than one collection audit per year, unless the
- 9 commission orders subsequent audits for good cause.
- 10 (4) Each wireless carrier shall comply with all commission rules and
- 11 regulations regarding enhanced wireless 911 service.
- 12 (5) Each wireless carrier shall comply with this section regardless
- 13 of whether the wireless carrier receives reimbursement from the fund.
- 14 Wireless carriers failing to comply with this section may be
- administratively fined by the commission pursuant to section 75-156.
- 16 Sec. 4. Section 86-462, Reissue Revised Statutes of Nebraska, is
- 17 amended to read:
- 18 86-462 (1) The advisory board shall make recommendations to the
- 19 commission regarding the implementation of the Enhanced Wireless 911
- 20 Services Act, including:
- 21 (a) The allocation of funds from the Enhanced Wireless 911 Service
- 22 System Fund as specified in section 86-465;
- (b) Rules and regulations necessary to carry out the act;
- 24 (c) Any adjustments in the surcharge amount to recommend to the
- 25 Legislature; and
- 26 (d) The resolution of any disputes between public safety answering
- 27 points and wireless carriers.
- 28 (2) The commission may approve and implement any recommendations of
- 29 the advisory board.
- 30 Sec. 5. Section 86-465, Reissue Revised Statutes of Nebraska, is
- 31 amended to read:

1 86-465 (1) The commission shall, in consultation with the advisory

- 2 board:
- 3 (a) Determine the costs to implement wireless automatic location
- 4 identification;
- 5 (b) Determine the level of funding needed to trigger disbursements
- 6 pursuant to the Enhanced Wireless 911 Services Act;
- 7 (c) Determine the percentage of the <u>911 Service System Fund</u> to
- 8 be allocated to each funding purpose, including the percentage that shall
- 9 be designated for funding 911 service under subdivision (2)(c) of this
- 10 section;
- 11 (d) Determine how the funds distributed under subdivisions (2)(a)
- 12 and (2)(c) of this section are to be allocated among the wireless
- 13 carriers and the public safety answering points; and
- 14 (e) Establish a mechanism for determining the level of funding
- 15 available to each public safety answering point and wireless carrier for
- 16 costs determined to be eligible by the commission under subsection (2) of
- 17 this section.
- 18 (2) The commission shall, in consultation with the advisory board,
- 19 establish eligibility standards and criteria for fund disbursement
- 20 applications for disbursements from the 911 Service System Fund and
- 21 standards and criteria concerning the level of fund disbursement for each
- 22 application. In establishing such criteria and standards, the following
- 23 purposes may be eligible for funding:
- 24 (a) Costs incurred or to be incurred by wireless carriers to
- 25 implement enhanced wireless 911 service pursuant to a service agreement
- 26 with a public safety answering point or pursuant to a request for service
- 27 from a public safety answering point. Such costs may include, but not be
- 28 limited to, the portion of the costs for new equipment used for providing
- 29 enhanced wireless 911 service, costs to lease another vendor's equipment
- 30 or services to provide enhanced wireless 911 service, costs to create or
- 31 maintain any data base or data base elements used solely for enhanced

- 1 wireless 911 service, and other costs of establishing enhanced wireless
- 2 911 service. The portion of the costs of equipment or services used in
- 3 the wireless carrier's main infrastructure resulting in revenue to the
- 4 wireless carrier is not eligible for funding;
- 5 (b) Costs incurred or to be incurred by public safety answering
- 6 points to implement enhanced wireless 911 service may include, but not be
- 7 limited to, purchases of new equipment, costs of upgrades, modification
- 8 and personnel training used solely to process the data elements of
- 9 enhanced wireless 911 service, and maintenance costs and license fees for
- 10 new equipment;
- 11 (c) Costs incurred or to be incurred by public safety answering
- 12 points for the purchase, installation, maintenance, and operation of
- 13 telecommunications equipment and telecommunications services required for
- 14 the provision of enhanced wireless 911 service; and
- 15 (d) Costs associated with the conduct of a study regarding next-
- 16 generation 911 as required by section 86-471, including, but not limited
- 17 to, costs related to contracting with an independent third party for
- 18 purposes of conducting the study; and
- 19  $\underline{\text{(d)}}$  (e) Expenses incurred by members of the advisory board while
- 20 performing duties required by the Enhanced Wireless 911 Services Act act.
- 21 (3) A wireless carrier receiving funds from the Enhanced Wireless
- 22 911 <u>Service System</u> Fund shall not directly assess any of the costs
- 23 associated with the implementation or provision of enhanced wireless 911
- 24 service to any public safety answering point, county, or municipality
- 25 without the express consent of the commission.
- 26 (4) The commission shall have any powers necessary to carry out the
- 27 intent and purposes of the <u>Enhanced Wireless 911 Services Act</u> act.
- 28 Sec. 6. Section 86-466, Reissue Revised Statutes of Nebraska, is
- 29 amended to read:
- 30 86-466 (1) A public safety answering point and wireless carrier may
- 31 be compensated for costs determined by the commission to be eligible for

- 1 funding. The level of funding available to each public safety answering
- 2 point and wireless carrier for eligible cost compensation may be limited
- 3 based upon the mechanism established by the commission pursuant to
- 4 section 86-465. The commission is not required to provide compensation
- 5 for costs to more than one public safety answering point in any county. A
- 6 public safety answering point or wireless carrier may apply for
- 7 disbursement from the Enhanced Wireless 911 Service System Fund by
- 8 submitting a written application to the commission. The commission shall
- 9 receive and review applications, including supporting documentation. The
- 10 commission shall notify each applicant as to the commission's approval or
- 11 disapproval of the application.
- 12 (2) Each entity that receives disbursements from the <u>911 Service</u>
- 13 <u>System Fund</u> fund shall make a full accounting of the money in a manner
- 14 and form prescribed by the commission.
- 15 Sec. 7. Section 86-904, Reissue Revised Statutes of Nebraska, is
- 16 amended to read:
- 17 86-904 (1) Sellers shall remit collected prepaid wireless surcharges
- 18 to the Department of Revenue at the times and in the manner provided in
- 19 the Nebraska Revenue Act of 1967 with respect to sales tax. The
- 20 department shall establish registration and payment procedures that
- 21 substantially coincide with the registration and payment procedures that
- 22 apply to sales tax.
- 23 (2) A seller shall be permitted to deduct and retain three percent
- 24 of prepaid wireless surcharges that are collected by the seller from
- 25 consumers.
- 26 (3) The audit and appeal procedures applicable to sales tax under
- 27 the Nebraska Revenue Act of 1967 shall apply to prepaid wireless
- 28 surcharges.
- 29 (4) The Department of Revenue shall establish procedures by which a
- 30 seller of prepaid wireless telecommunications service may document that a
- 31 sale is not a retail transaction, which procedures shall substantially

- 1 coincide with the procedures for documenting sale for resale transactions
- 2 for sales tax purposes.
- 3 (5) After deducting an amount, not to exceed two percent of charges,
- 4 to be retained by the department to reimburse its direct costs of
- 5 administering the collection and remittance of prepaid wireless
- 6 surcharges, the department shall remit all collected prepaid wireless
- 7 surcharges to the State Treasurer for credit to the Enhanced Wireless 911
- 8 Service System Fund and the Nebraska Telecommunications Relay System Fund
- 9 in the proportions that the respective corresponding components of the
- 10 prepaid wireless surcharge under subsection (2) of section 86-903 bear to
- 11 the total prepaid wireless surcharge.
- 12 Sec. 8. Section 86-1001, Revised Statutes Cumulative Supplement,
- 13 2016, is amended to read:
- 14 86-1001 Sections 86-1001 to <u>86-1029</u> and <u>sections 10, 11, 14, 15, and</u>
- 15 <u>16 of this act</u> <del>86-1030</del> shall be known and may be cited as the 911 Service
- 16 System Act.
- 17 Sec. 9. Section 86-1004, Revised Statutes Cumulative Supplement,
- 18 2016, is amended to read:
- 19 86-1004 For purposes of the 911 Service System Act, the definitions
- 20 found in sections 86-1005 to 86-1024 and section 10 of this act apply.
- 21 Sec. 10. <u>Committee means the 911 Service System Advisory Committee.</u>
- 22 Sec. 11. (1) The 911 Service System Advisory Committee is created.
- 23 The committee shall advise the commission concerning the implementation,
- 24 coordination, operation, management, maintenance, and funding of the 911
- 25 service system and provide input on technical training and quality
- 26 assurance. The state 911 director and the Chief Information Officer or
- 27 <u>his or her designee shall serve as ex officio members. The committee</u>
- 28 shall include the following individuals appointed by the commission:
- 29 (a) Four representatives of public safety agencies within the state,
- 30 including an emergency manager, a member of a law enforcement agency, a
- 31 member of a fire department, and a member of an emergency medical service

- 1 as defined in section 38-1207;
- 2 (b) Two county officials or employees;
- 3 (c) Two municipal officials or employees;
- 4 (d) Two representatives of the telecommunications industry;
- 5 (e) Two managers of public safety answering points, one of whom is
- 6 employed by a county sheriff and one of whom is not employed by a county
- 7 sheriff;
- 8 <u>(f) One representative of the Nebraska Association of County</u>
- 9 Officials; and
- 10 (g) One representative of the League of Nebraska Municipalities.
- 11 (2) Of the fourteen appointed members of the committee described in
- 12 <u>subdivisions (1)(a) through (g) of this section, at least four members</u>
- 13 shall be appointed from each of the three congressional districts. The
- 14 appointed members of the committee shall serve for terms of three years.
- 15 A vacancy shall be filled for the remainder of the unexpired term. The
- 16 committee shall annually select a chairperson and vice-chairperson and
- 17 meet as often as necessary to carry out its duties. Members of the
- 18 committee shall be reimbursed for their actual and necessary expenses as
- 19 provided in sections 81-1174 to 81-1177.
- 20 (3) The committee shall make any recommendations to the commission
- 21 regarding the exercise of the commission's duties administering the 911
- 22 service system pursuant to section 86-1025, including recommending the
- 23 adoption and promulgation of any rules and regulations necessary to carry
- 24 out the purposes of the 911 Service System Act or the introduction of any
- 25 legislation. The commission may consider and implement any such
- 26 recommendations.
- 27 Sec. 12. Section 86-1025, Revised Statutes Cumulative Supplement,
- 28 2016, is amended to read:
- 29 86-1025 The commission shall:
- 30 (1) Serve as the statewide coordinating authority for the
- 31 implementation of the 911 service system;

- 1 (2) Be responsible for statewide planning, implementation,
- 2 coordination, funding assistance, deployment, and management and
- 3 maintenance of the 911 service system to ensure that coordinated 911
- 4 service is provided to all residents of the state at a consistent level
- 5 of service in a cost-effective manner;
- 6 (3) Be responsible for establishing mandatory and uniform technical
- 7 and training standards applicable to public safety answering points and
- 8 adopting and promulgating rules and regulations applicable to public
- 9 safety answering points for quality assurance standards;—and
- 10 (4) Be responsible for consulting with and seeking advice and
- 11 assistance from stakeholders, including:
- 12 (a) Public safety answering points;
- 13 (b) Public safety agencies;
- 14 (c) Originating service providers, including at least one
- 15 representative from each of the following: A wireline local exchange
- 16 service provider, a wireless provider, and an interconnected voice over
- 17 Internet protocol service provider;
- 18 (d) Municipal and county officials; and
- 19 (e) The Chief Information Officer.
- 20 (4) Appoint the members of the committee and act on the committee's
- 21 <u>recommendations as provided in section 11 of this act; and</u>
- 22 (5)(a) Determine how to allocate the 911 Service System Fund in
- 23 <u>order to facilitate the planning, implementation, coordination,</u>
- 24 operation, management, and maintenance of the 911 service system;
- 25 (b) Create a mechanism for determining the level of funding
- 26 available to or for the benefit of local governing bodies, public safety
- 27 <u>answering points, and third-party service or infrastructure providers for</u>
- 28 costs determined to be eligible by the commission under subdivision (5)
- 29 (c) of this section; and
- 30 (c) Establish standards and criteria concerning disbursements from
- 31 the 911 Service System Fund for the planning, implementation,

- 1 coordination, operation, management, and maintenance of the 911 service
- 2 system. In establishing such standards and criteria, the following may be
- 3 <u>eligible for funding:</u>
- 4 (i) Costs incurred by or on behalf of governing bodies or public
- 5 safety answering points to provide 911 service, including, but not
- 6 limited to, (A) acquisition of new equipment and related maintenance
- 7 costs and license fees, (B) upgrades and modifications, (C) delivering
- 8 <u>next-generation 911 core services</u>, and (D) training personnel used to
- 9 provide 911 services; and
- 10 (ii) Costs incurred by or on behalf of governing bodies or public
- 11 safety answering points for the acquisition, installation, maintenance,
- 12 <u>and operation of telecommunications equipment and telecommunications</u>
- 13 <u>service required for the provision of 911 service.</u>
- 14 Sec. 13. Section 86-1026, Revised Statutes Cumulative Supplement,
- 15 2016, is amended to read:
- 16 86-1026 The commission shall appoint a state 911 director to manage
- 17 the department established within the commission for the 911 service
- 18 system. The commission shall ensure that the department has all necessary
- 19 staffing and resources. The commission may retain contracted experts or
- 20 consultants who may be required for the administration of the 911 Service
- 21 System Act. The commission and the state 911 director shall establish an
- 22 advisory committee to provide input on technical training, quality
- 23 assurance, funding, and operation and maintenance of the 911 service
- 24 system. Advisory committee members shall be approved by the commission.
- 25 Sec. 14. The commission may apply for any federal or other funds
- 26 available for next-generation 911 service and may distribute such federal
- 27 funds consistent with federal law and other funds consistent with the
- 28 directives, purposes, or conditions of such other funds. Except for
- 29 intentional acts, the commission shall be immune from liability or the
- 30 payment of damages in applying for any such federal funds. The state 911
- 31 director shall be the designated single point of contact for any federal

- 1 <u>911 grant program.</u>
- 2 Sec. 15. Any person involved in the provision of next-generation
- 3 <u>911 service who: (1) Receives, develops, collects, or processes</u>
- 4 information for any 911 data base; (2) provides local exchange,
- 5 <u>interexchange</u>, or transport service in connection with any next-
- 6 generation 911 service; (3) relays, transfers, operates, maintains, or
- 7 provides next-generation 911 service or systems capabilities; or (4)
- 8 provides next-generation 911 communications service for emergency service
- 9 providers shall, except for failure to use reasonable care or for
- 10 intentional acts, be immune from liability or the payment of damages in
- 11 <u>the performance of installing, maintaining, or providing next-generation</u>
- 12 911 service.
- 13 Sec. 16. The commission shall adopt and promulgate rules and
- 14 <u>regulations necessary to carry out the 911 Service System Act.</u>
- 15 Sec. 17. Section 86-1027, Revised Statutes Cumulative Supplement,
- 16 2016, is amended to read:
- 17 86-1027 (1) The commission and the state 911 director shall develop
- 18 and prepare a plan for a 911 service system, to be approved by the
- 19 commission, and to be implemented by the commission and the state 911
- 20 director on or after July 1, 2018. The commission shall hold at least two
- 21 public hearings on the plan: One hearing at least ninety days prior to
- 22 the adoption of the plan; and one hearing at least thirty days prior to
- 23 the adoption of the plan. The commission shall present the adopted plan
- 24 to the Appropriations Committee of the Legislature and the Transportation
- 25 and Telecommunications Committee of the Legislature no later than
- 26 December 1, 2017. The state 911 director, with the approval of the
- 27 commission, shall prepare and provide a report to the Appropriations
- 28 Committee and the Transportation and Telecommunications Committee on the
- 29 progress of the development of the plan no later than February 1, 2017.
- 30 The report shall be submitted electronically.
- 31 (2) The plan adopted by the commission shall, at a minimum, detail

- 1 the following:
- 2 (a) The costs associated with the implementation and estimated
- 3 ongoing operation and maintenance of the 911 service system. The
- 4 discussion of costs shall detail which costs the commission determines
- 5 should be paid from the Enhanced Wireless 911 Fund and the 911 Service
- 6 System Fund, which costs would be the obligation of local governing
- 7 bodies, and how the proposed costs represent a cost-effective plan;
- 8 (b) Recommendations to the Legislature for cost recovery for the
- 9 implementation, operation, and maintenance of the 911 service system;
- 10 (c) The commission's proposal for carrying out its role as
- 11 coordinator of the 911 service system;
- 12 (d) A recommendation of the number of public safety answering points
- 13 that should be maintained in the state that are capable of next-
- 14 generation 911 service; and
- 15 (e) Recommendations for any additional legislation required to
- 16 implement the 911 service system.
- 17 Sec. 18. Section 86-1028, Revised Statutes Cumulative Supplement,
- 18 2016, is amended to read:
- 19 86-1028 <u>(1)</u>The 911 Service System Fund is created. The fund shall
- 20 consist of surcharges collected pursuant to sections 86-457 and 86-904,
- 21 money transferred from the Enhanced Wireless 911 Fund, any federal funds
- 22 received for implementation and development of 911 service, and any other
- 23 money designated for credit to the 911 Service System Fund. The fund
- 24 shall be used for the costs of administering the fund, for the purposes
- 25 specified in section 86-465 unless otherwise directed by federal law with
- 26 <u>respect to any federal funds</u>, and for the purposes specified in the 911
- 27 Service System Act. <u>The costs of administering the 911 Service System</u>
- 28 Fund shall be kept to a minimum.
- 29 <u>(2)</u> The fund shall not be subject to any fiscal-year limitation or
- 30 lapse provision of unexpended balance at the end of any fiscal year or
- 31 biennium. Any money in the fund available for investment shall be

- 1 invested by the state investment officer pursuant to the Nebraska Capital
- 2 Expansion Act and the Nebraska State Funds Investment Act, and for the
- 3 period July 1, 2017, through June 30, 2019, any interest earned by the
- 4 fund shall be credited to the General Fund.
- 5 (3) Money in the 911 Service System Fund may be used to pay for
- 6 costs incurred by or on behalf of governing bodies or public safety
- 7 answering points to provide 911 service that are determined by the
- 8 <u>commission to be eligible for funding. The commission is not required to</u>
- 9 provide funding from the 911 Service System Fund to more than one public
- 10 safety answering point in any county. Each entity that receives
- 11 <u>disbursements from the fund under this subsection shall make a full</u>
- 12 <u>accounting of the money in a manner and form prescribed by the</u>
- 13 <u>commission</u>.
- 14 (4) The State Treasurer shall transfer any money in the Enhanced
- 15 Wireless 911 Fund on July 1, 2018, to the 911 Service System Fund.
- 16 Sec. 19. Original sections 86-442, 86-459, 86-462, 86-465, 86-466,
- 17 and 86-904, Reissue Revised Statutes of Nebraska, and sections 86-458,
- 18 86-1001, 86-1004, 86-1025, 86-1026, 86-1027, and 86-1028, Revised
- 19 Statutes Cumulative Supplement, 2016, are repealed.
- 20 Sec. 20. The following sections are outright repealed: Sections
- 21 86-443.01 and 86-471, Reissue Revised Statutes of Nebraska, section
- 22 86-1030, Revised Statutes Cumulative Supplement, 2016, and section
- 23 86-463, Revised Statutes Supplement, 2017.
- Sec. 21. Since an emergency exists, this act takes effect when
- 25 passed and approved according to law.