DRAFT ONLY NOT APPROVED FOR INTRODUCTION

HOUSE BILL NO. [BILL NUMBER]

Wyoming telecommunications act revisions.

Sponsored by: Joint Corporations, Elections & Political Subdivisions Interim Committee

A BILL

for

1	AN ACT relating to the Wyoming telecommunications act;
2	extending the sunset date of the act; amending definitions;
3	specifying the application of the act; specifying
4	requirements for providing price schedules to the public
5	service commission; providing a limitation on local
6	governments entering an exclusive agreement for provision
7	of broadband internet access service; providing for payment
8	of universal service fund charges for prepaid wireless
9	service; repealing conflicting provisions; requiring
10	rulemaking; and providing for effective dates.

11

12 Be It Enacted by the Legislature of the State of Wyoming:

1 2 **Section 1.** W.S. 37-15-101(b), 37-15-103(a)(iv) by 3 creating a new subparagraph (F), (viii), (ix), (xiv) and by 4 creating new paragraphs (xviii) and (xix), 37-15-104(a)(intro), by creating a new subsection (b) and 5 by amending and renumbering (b) as (c), 37-15-195(c), 6 37-15-202(a) (intro) and (d) (i), 37-15-203 (f) (iv), 7 8 37-15-204(a), 37-15-404(c), (e)(i), (v), (vi) and by 9 creating a new paragraph (vii), 37-15-405, 37-15-406(b), 37-15-413(a)(intro), (i) through (iii), (b), (c)(intro), 10 (d) and (e) (ii), 37-15-501 (b), (c), (d), (g), (h) and by 11 12 creating a new subsection (j) and 37-15-502(a) (intro), (i)13 and (iii) are amended to read: 14 37-15-101. Short title; sunset. 15 16 (b) This chapter is repealed effective July 1, 2025 17 18 July 1, 2031. 19 20 37-15-103. Definitions. 21 22 (a) As used in this chapter:

1	(iv) "Essential telecommunications service"
2	means a customer's access to service that is necessary for
3	the origination or termination, or both, of two-way,
4	switched telecommunications for both residential and
5	business service within a local exchange area. Essential
6	telecommunications services are limited to:
7	
8	(A) Access to interexchange services
9	provided by interexchange telecommunications companies;
10	
11	(B) Single line flat-rate or single line
12	measured residence or business voice service;
13	
14	(C) Transmission service and facilities
15	necessary for the connection between the end user's or
16	customer's premises and local network switching facility
17	including the necessary signaling service used by customers
18	to access essential telecommunications services;
19	
20	(D) Services necessary to connect 911
21	emergency services to the local network;
22	

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2	*******
3	STAFF COMMENT
4	The language above is repealed in section 2 of the bill.
5	The stricken language will not be included in the final
6	version of the bill but is included here for Committee
7	discussion.
8 9	**************************************
9 10	^^^^^^
10	
11	(E) Switched access, which for the purposes
12	of this chapter shall mean the switching and transport
13	necessary to connect an interexchange telecommunications
14	company with the local exchange central office for the
15	purpose of originating or terminating, or both, the
16	interexchange telecommunications company's switched
17	telecommunications service: and
18	
19	(F) Local exchange service.
20	
21	(viii) "Local exchange service" means the
22	provision of essential telecommunications residential or
23	<u>business</u> service within a local exchange area <u>capable of</u>
24	<pre>providing:</pre>
25	
26	(A) Access to interexchange services
27	<pre>provided by interexchange telecommunications companies;</pre>

1	
2	(B) Single line flat-rate or single line
3	measured residential or business voice service;
4	
5	(C) Transmission service and facilities
6	necessary for the connection between the end user's or
7	customer's premises and local network switching facility
8	including the necessary signaling service used by customers
9	to access essential telecommunications services;
10	
11	(D) Services necessary to connect 911
12	emergency services to the local network.
13	
14	(ix) "Noncompetitive <u>essential</u>
15	telecommunications services" means those <u>essential</u>
16	telecommunications services at locations which have not
17	been found by the legislature or the commission to be
18	competitive in accordance with W.S. 37-15-202;
19	
20	(xiv) "Universal service" means the general
21	availability of essential telecommunications local exchange
22	service at an affordable and reasonable price;
23	

2	(xvi) "Supported services" means the services or
3	functionalities which shall be supported by the state
4	universal service fund pursuant to W.S. 37-15-502, as
5	described in subparagraphs (A) and (B) of this paragraph:
6	
7	(A) The services designated for support
8	are:
9	
10	(I) Voice grade access to the public
11	switched network. "Voice grade access" is defined as a
12	functionality that enables a user of telecommunications
13	services to transmit voice communications, including
14	signaling the network that the caller wishes to place a
15	call, and to receive voice communications, including
16	receiving a signal indicating there is an incoming call;
17	
18	(II) Local usage. "Local usage" means
19	an amount of minutes of use of exchange service, prescribed
20	by the commission, provided free of charge to end users;
21	
22	(III) Dual tone multi-frequency
23	signaling or its functional equivalent. "Dual tone multi-

frequency" is a method of signaling that facilitates the 1 2 transportation of signaling through the network, shortening 3 call set-up time; 4 5 (IV) Single-party service or its functional equivalent. "Single-party service" is 6 telecommunications service that permits users to have 7 8 exclusive use of a wireline subscriber loop or access line 9 for each call placed, or, in the case of wireless telecommunications carriers, which use spectrum shared 10 among users to provide service, a dedicated message path 11 12 for the length of a user's particular transmission; 13 14 (V) Access to emergency services. "Access to emergency services" includes access to services, 15 such as 911 and enhanced 911, provided by local governments 16 or other public safety organizations. 911 is defined as a 17 service that permits a telecommunications user, by dialing 18 the three-digit code "911," to call emergency services 19 20 through a public safety answering point operated by the local government. "Enhanced 911" is defined as 911 service 21 that includes the ability to provide automatic numbering 22 23 information, which enables the public safety answering

1	point to call back if the call is disconnected, and
2	automatic location information, which permits emergency
3	service providers to identify the geographic location of
4	the calling party. "Access to emergency services" includes
5	access to 911 and enhanced 911 services in accordance with
6	applicable governing authority;
7	
8	(VI) Access to operator services.
9	"Access to operator services" is defined as access to any
10	automatic or live assistance to a consumer to arrange for
11	billing or completion, or both, of a telephone call;
12	
13	(VII) Access to interexchange service.
14	"Access to interexchange service" is defined as the use of
15	the loop, as well as that portion of the switch that is
16	paid for by the end user, or the functional equivalent of
17	these network elements in the case of a wireless carrier,
18	necessary to access an interexchange carrier's network;
19	
20	(VIII) Access to directory assistance.
21	"Access to directory assistance" is defined as access to a
22	service that includes, but is not limited to, making

available to customers, upon request, information contained 1 in directory listings; and 3 4 (IX) Toll limitation for qualifying 5 low-income consumers. 6 (B) The commission may grant a company 7 additional time to complete the network upgrades needed to 8 provide single-party service, access to enhanced 911 9 service, or toll limitation. If such petition is granted, 10 the otherwise eligible company will be permitted to receive 11 12 universal service support for the duration of the period designated by the commission. The commission shall grant 13 such a request only upon a finding that exceptional 14 circumstances prevent an otherwise eligible company from 15 providing single-party service, access to enhanced 911 16 service or toll limitation. The period should extend only 17 as long as the commission finds that exceptional 18 circumstances exist and shall not extend beyond the time 19 20 that the commission deems necessary for that company to 21 complete network upgrades. An otherwise eligible company that is incapable of offering one (1) or more of these 22 23 three (3) specific supported services must demonstrate to

1	the commission that exceptional circumstances exist with
2	respect to each service for which the carrier desires a
3	grant of additional time to complete network upgrades.
4	
5	**************
6	******
7 8	STAFF COMMENT Repealed language is shown here for Committee discussion.
9	This language will not be shown in the final version of the
10 11	bill. ***********************************
12	********
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14	(xviii) "Broadband internet access service"
15	means a mass-market retail service by wire or radio that
1 (monides the somebility to the party date to and receive
16	provides the capability to transmit data to and receive
17	data from all or substantially all internet endpoints,
18	including any capabilities that are incidental to and
19	enable the operation of the communications service.
20	"Broadband internet access service" shall not include dial-
21	up internet access service;
22	
23	***************
24	*******
25	STAFF COMMENT
26	This definition is included from the draft language
27	provided at the July meeting of the Committee and is used
28	in the changes to W.S. 37-15-413 below. At the July meeting
29 30	there was a request to identify how the bill could be modified to remove the broadband provisions from the bill.
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If that section is removed from the bill, this definition
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    should also be removed.
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 4
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6
            (xix) "Noncompetitive local exchange service"
    means local exchange service at locations which have not
7
8
    been found by the legislature or the commission to be
    competitive in accordance with W.S.\ 37-15-202.
9
10
        37-15-104. Services regulated by this title.
11
12
        (a) Except to the extent otherwise provided in this
13
14
    section, the provisions of this title shall only apply to
15
    noncompetitive essential telecommunications services. All
16
    telecommunications services shall be subject to
    contributions to the universal service fund required
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18
   pursuant to W.S. 37-15-501, the requirements of W.S.
    37-15-202(h), 37-15-401, 37-15-404, 37-15-412 and
19
    37-15-413, the requirements of W.S. 37-15-105 for voice
20
    over internet protocol and IP enabled services and the
21
22
    assessment levied pursuant to W.S. 37-2-106 through
23
    37-2-109., telecommunications service does not include, and
    the provisions of this title do not apply to:
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1	(i) One-way transmission of radio or television
2	signals for broadcast purposes, including the one-way
3	transmission of video programming by a cable television or
4	other system as well as subscriber interaction which is
5	required for the selection of video programming;
6	
7	(ii) Home and business and coinless, or coin
8	operated public or semipublic telephone terminal equipment,
9	and the use, location and charges for the use of such
10	equipment;
11	
12	(iii) Any billing and collection services;
13	
14	(iv) Any inside wire and premise cable
15	installation and maintenance;
16	
17	(v) Directory services, except as provided in
18	W.S. 37-12-130;
19	
20	(vi) Telecommunications services using radio
21	spectrum, cellular, or other wireless technology except as
22	set forth in subparagraphs (A), (B) and (C) of this
23	paragraph:

1	
2	(B) To the extent permitted in accordance
3	with the requirements set forth in federal law,
4	consideration and determination of an application for
5	designation as a federal eligible telecommunications
6	carrier;
7	
8	(C) Determinations of eligibility for and
9	amount of distribution of state universal service funds by
10	the commission for supported services in accordance with
11	W.S. 37-15-502.
12	
13	(vii) Video dial tone and multimedia services;
14	
15	(viii) Private telecommunications networks,
16	which for the purposes of this act shall mean a system for
17	the provision of telecommunications service by a person or
18	entity for the sole and exclusive use of the person or
19	entity and not for resale directly or indirectly;
20	
21	(ix) Nonvoice data services not operated by a
22	company providing local exchange service;
23	

1	(x) Networks established by a person other than
2	the local exchange company providing essential
3	telecommunications services within the local exchange area
4	to provide access to interexchange carrier services;
5	
6	(xi) Except as provided in this paragraph,
7	direct inward dial services and other services needed by
8	answering services and paging services. To the extent not
9	preempted by federal law or regulation the commission shall
10	regulate direct inward dial services and other services
11	needed by answering services and paging services as
12	noncompetitive services in any local exchange area until
13	there are at least two (2) telecommunications companies
14	effectively offering direct inward dial and other needed
15	services to the answering services and paging services
16	serving that local exchange area;
17	
18	(xii) Remote meter reading; and
19	
20	(xiii) Any other telecommunications service that
21	is not regulated by this title.
22	

1	*******
2	STAFF COMMENT
4	The above paragraphs are repealed in section 2 of this
5	bill. Repealed language is shown for Committee discussion
6	and will not be included in the final version of this bill.
7 8	*******
9	
10	(b) The provisions of this title do not apply to
11	telecommunications services using radio spectrum, cellular
12	or other wireless technology except to the extent provided
13	in paragraphs (i) through (iv) of this subsection:
14	
15	(i) To the extent permitted in accordance with
16	the requirements of federal law relating to the
17	consideration and determination of an application for
18	designation as a federal eligible telecommunications
19	carrier;
20	
21	(ii) Determinations of eligibility for and
22	amounts of distribution of state universal service funds in
23	accordance with W.S. 37-15-502;
24	
25	(iii) Any required contributions to the
26	universal service fund under W.S. 37-15-501;
27	

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1
             (iv) Any required assessment levied under W.S.
2
    37-2-106 through 37-2-109.
3
 4
        (b) (c) In addition to subsection (a) of this section,
    telecommunications service does not include, and The
 5
 6
    provisions of this title do not apply to:
7
8
             (i) Telecommunications services provided by the
    department of enterprise technology to private health care
9
    providers under W.S. 9-2-2906(j); or
10
11
12
             (ii) Private telecommunications networks. As
13
    used in this paragraph, "private telecommunications
14
    network"
              means a system for the provision of
    telecommunications service by a person for the sole and
15
16
    exclusive use of the person and not for resale either
17
    directly or indirectly.
18
19
        37-15-105. VoIP
                          and
                                internet
                                          protocol
                                                     enabled
20
    services.
21
22
         (c) If a service provider voluntarily chooses to
23
    receive Wyoming universal service funds to support voice
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1 over internet protocol service that otherwise qualifies for

2 support pursuant to W.S. 37-15-501 or 37-15-502, then that

3 supported voice over internet protocol service shall be

4 subject to all laws and rules governing the receipt of such

5 funds, and the support provided to those services shall not

6 exceed the support that would be provided to eligible

7 noncompetitive essential local exchange services on a per-

8 access-line basis.

9

10 **37-15-202.** Determination of competitive services.

11

12 Upon petition by any telecommunications company or pursuant to the commission's own motion, the commission 13 14 may, after notice and opportunity for hearing, find and 15 conclude that a telecommunications service is subject to 16 competition or that local exchange service is competitive 17 in certain locations. Any service found to be effectively 18 competitive pursuant to this section shall not be subject to regulation by the commission. Any location deemed to 19 20 have effective competition for local exchange service shall be ineligible for universal service fund support except 21 22 that a telecommunications carrier may continue to receive 23 universal service support for noncompetitive locations

1	pursuant to W.S. 37-15-501 and that support shall account
2	for price and cost adjustments necessary because of the
3	competitive classification of formerly supported locations.
4	The commission shall consider only the following factors in
5	determining whether a telecommunications service is subject
6	to effective competition:
7	
8 9 10 11 12 13 14 15 16 17	********* STAFF COMMENT The changes above were not included in the draft language that was presented to the Committee at the July meeting. Some of the changes above were included in a subparagraph (j) that was included in the previous draft but which is not included in this bill. **********************************
19	(d) Notwithstanding subsection (a) of this section
20	the commission shall, in an area defined by an applicant,
21	find retail telecommunications local exchange services
22	other than switched access are competitive provided:
23	
24	(i) At least seventy-five percent (75%) of the
25	class of customers in the area have access to at least one
26	(1) landline carrier unaffiliated with the applicant
27	providing local voice exchange service. The local voice
28	exchange service may be provided in combination with other

services. If a company does not differentiate between 1 2 residential and business classes of service in its 3 application, the requirement shall be that at least sixty 4 percent (60%), considering residential and business customers as one (1) class of customers, have access to at 5 least one (1) landline carrier unaffiliated with the 6 applicant; 7 8 9 37-15-203. Price regulation of noncompetitive 10 essential services. 11 12 (f) A local exchange company may seek approval to increase the price of noncompetitive essential 13 14 telecommunications services, including switched access charges, based on: 15 16 17 (iv) Increases in the cost of providing essential telecommunications services. The increases shall 18 be judged on the overall federal gross domestic product 19 20 price index published by the United States department of 21 commerce, bureau of economic analysis unless the applicant

demonstrates that specific cost

increases are

1 disproportionably affecting the cost of providing their

2 noncompetitive essential telecommunications services.

3

4

37-15-204. Price schedules.

5

6 (a) A local exchange company shall file with the commission, in such form and detail as the commission may 7 8 require, post on its website and file in electronic format 9 to the commission price schedules showing all noncompetitive essential telecommunications services terms, 10 conditions and prices currently in effect and charged to 11 12 customers by the company in this state. All prices for new 13 noncompetitive essential telecommunications services, and 14 increase in prices for noncompetitive essential 15 telecommunications services as authorized by the commission pursuant to W.S. 37-15-203, shall be filed with the 16 17 commission for approval thirty (30) days prior to the proposed effective date. The company shall also provide 18 notice to each impacted customer electronically or in print 19 20 using the same manner the customer receives bills from the 21 company. No price increase for a noncompetitive essential 22 telecommunications service shall be effective unless the 23 customer has been given notice by the provider at least one

1	(1) full billing cycle prior to the proposed increase and
2	the increase has been approved by the commission as
3	required by W.S. 37-15-203. No price or price change is
4	effective until filed in accordance with this section. For
5	purposes of this subsection, the rules, regulations,
6	policies, practices and other requirements relating to
7	services shall be posted on a local exchange company's
8	website and filed with the commission in such form and
9	detail as the commission may require a simplified format
10	which is not required to comply with the tariff formatting
11	standards that were previously adopted by the commission. A
12	local exchange company shall not be required to file or
13	maintain paper copies of its price schedule with the
13 14	<pre>maintain paper copies of its price schedule with the commission. Rules, regulations, policies, practices and</pre>
14	commission. Rules, regulations, policies, practices and
14 15	<u>commission</u> . Rules, regulations, policies, practices and other requirements relating to noncompetitive <u>essential</u>

20 **37-15-404**. Protection of telecommunications

21 consumers.

22

1	(c) A telecommunications company providing a
2	noncompetitive <u>essential</u> telecommunications service shall
3	not discontinue providing the service without the
4	commission's approval.
5	
6	(e) The commission may adopt rules and regulations to
7	provide for:
8	
9	(i) The interconnection of telecommunications
10	companies' networks at nondiscriminatory and reasonable
11	rates, terms and conditions, including interconnection
12	under 47 U.S.C. 251 and 252;
13	
14	(v) Telephone number portability to the full
15	extent technically feasible; and
16	
17	(vi) The resale and sharing of services and
18	functions at reasonable and nondiscriminatory rates: and
19	
20	(vii) Rates, terms and conditions of wholesale
21	service.
22	
23	37-15-405. Complaint against prices.

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1		

2 Any person, and the commission on its own motion, may 3 complain to the commission concerning the reasonableness of 4 the price of any noncompetitive essential telecommunications service or any violation of W.S. 5 6 37-15-404. Any notice and hearing of any complaint shall be in accordance with the Wyoming Administrative Procedure 7 Act and this chapter. The commission shall only set aside 8 any price it finds after notice and hearing to be 9 10 unreasonable or unreasonably discriminatory. If the 11 commission sets aside a price as unreasonable 12 unreasonably discriminatory, the telecommunications company 13 shall have sixty (60) days to file a new price which is 14 reasonable. The company shall refund any charges found to be unreasonable as ordered by the commission. Rates or 15 16 prices for noncompetitive essential telecommunications

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18

20 **37-15-406.** Quality of service.

fair and reasonable.

21

22 (b) Any customer, and the commission on its own 23 motion, may complain concerning the quality of service

services in effect as of July 1, 2006, are deemed to be

service by entering

1 provided by a telecommunications company for noncompetitive 2 essential telecommunications service. A complaint shall be 3 noticed and heard as provided for in the Wyoming 4 Administrative Procedure Act. The commission, after notice and hearing, may direct the telecommunications company to 5 take whatever remedial action is technically feasible and 6 economically reasonable to provide reasonably adequate 7 8 service. The commission shall authorize telecommunications provider to recover the cost 9 compliance as reasonably determined by any commission order 10 under this section. 11 12 13 37-15-413. Limitation on authority of political 14 subdivision to enter exclusive agreement for provision of telecommunications service or broadband internet access 15 16 service. 17 (a) Except as provided in subsections (b) through (d) 18 of this section, before the governing body of any city or 19 20 town or other political subdivision of this state shall 21 provide for the construction, maintenance or operation of 22 any telecommunications service or broadband internet access

into

an exclusive franchise,

partnership, joint venture, contract, resale agreement or 1 2 any other exclusive agreement with any party regarding 3 telecommunications service or broadband internet access 4 service, the city, town or other political subdivision 5 shall: 6 (i) Determine, after notice and opportunity for 7 8 public hearing, that no private provider telecommunications services or broadband internet access 9 10 services, as applicable, is currently providing substantially the same or similar service anywhere within 11 12 the boundaries of the city, town or political subdivision; 13 14 (ii) Have submitted a written request to all private providers of telecommunications services 15 or 16 broadband internet access services within the boundaries of the city, town or political subdivision for provision of 17 the same quality and grade of telecommunications service or 18 broadband internet access service within the same time 19 20 frame and at the same consumer prices proposed under the 21 exclusive contract; 22

1	(iii) Determine, after notice and opportunity
2	for a public hearing that the private telecommunications
3	service or broadband internet access service providers have
4	not agreed within ninety (90) days of the receipt of the
5	request submitted pursuant to paragraph (ii) of this
6	subsection to provide the same quality and grade of service
7	within the same time frame and at the same consumer prices
8	as proposed under the exclusive contract, or if the
9	provider has agreed, that the provider has not commenced
10	providing or constructing facilities to provide the service
11	in the manner agreed upon; and
12	

(b) The governing body of a city or town or other 13 political subdivision shall allow the nondiscriminatory, 14 nonexclusive and competitively neutral use of its rights-15 of-way including its poles, conduits, ducts or similar 16 17 support structures by any telecommunications company or broadband internet access company and nothing in this 18 19 section shall be construed to the contrary.

20

21 (c) Nothing in this section shall restrict the governing body of a city or town, or other political 22

subdivision, from providing a telecommunications service, a 1 2 broadband internet access service or a related facility: 3 4 (d) Nothing in this section shall be construed to restrict the governing body of a city or town or other 5 political subdivision, from providing a telecommunications 6 service or broadband internet access service to a party 7 8 within the geographic area in which the city, town or 9 political subdivision operates as a telecommunications 10 utility. Any city, town or political subdivision providing a telecommunications service under this subsection shall: 11 12 13 (i) Provide the telecommunications service or 14 broadband internet access service on a nondiscriminatory, nonexclusive and competitively neutral basis; and 15 16 17 (ii) Provide the telecommunications service or broadband internet access service at a price which covers 18 cost, including imputed costs that the city, town or 19 20 political subdivision would incur if it were a for-profit 21 telecommunications company. 22

1	(e) Any person may complain to the commission, and
2	the commission may on its own motion initiate ar
3	investigation, concerning any alleged violation of this
4	section by a city, town or political subdivision, subject
5	to the following:
6	
7	(ii) If the city, town or political subdivision
8	does not cure the anticompetitive behavior within ninety
9	(90) days, the commission shall commence a contested case
10	hearing on the complaint, governed by the Wyoming
11	Administrative Procedure Act, W.S. 16-3-101 et seq. If,
12	following the hearing, the commission finds that the city,
13	town or political subdivision has violated this section,
14	the commission shall prohibit the city, town or political
15	subdivision from providing any telecommunications service
16	or broadband internet access service until the violation of
17	this section is remedied.
18	
19 20 21	**************************************
22232425	At the July meeting there was a request to identify how the bill could be modified to remove the broadband provisions. Those changes are all reflected in 37-15-413 above. ***********************************

1 37-15-501. Universal service fund created; 2 contributions; administration. 3 4 (b) The commission shall after notice and opportunity 5 for hearing, designate the method by which the 6 contributions shall be calculated, collected distributed. The commission shall authorize a monthly 7 8 charge to customers, in the amount specified by the 9 commission, to recover each contributor's required payment 10 to the universal service fund. Any charge related to mobile telecommunications service shall only apply if the 11 12 customer's place of primary use is in this state as 13 provided by the Mobile Telecommunications Sourcing Act, 4 14 U.S.C. 116 to 126. The provisions of the Mobile 15 Telecommunications Sourcing Act shall apply to this 16 subsection. In the case of prepaid wireless 17 telecommunications access, the charge shall be imposed as 18 provided in subsection (j) of this section. No contribution is required and no charge shall be imposed on lifeline 19 20 services provided under the federal lifeline program. 21

The commission shall administer the monies in the 22 23 universal service fund to assist only those customers of

telecommunications companies located in areas of this state 1 2 with relatively high rates for noncompetitive essential 3 local exchange services. Services deemed competitive under 4 W.S. 37-15-202(a), (c) or (d) shall not be eligible for universal service fund support under this article. 5 The commission, after notice and opportunity for hearing, shall 6 determine a reasonable amount and a fair method of 7 distributing monies. The commission may authorize a credit 8 to customer bills, in the amount specified by the 9 10 commission, to reflect distributions received by the local 11 exchange company from the universal service fund. The 12 commission shall ensure that the method shall promote the 13 emergence of competition in providing local exchange 14 service.

15

16 (d) In accordance with the method of distribution determined by the commission, a telecommunications company 17 shall, unless it elects to receive Wyoming universal 18 service funds pursuant to the method set 19 forth 20 subsection (g) of this section, receive funds under this 21 section to the extent that its noncompetitive essential local exchange service prices, after consideration of any 22 23 contributions from the federal universal service fund,

1 exceed the price benchmark established in subsection (h) of

2 this section.

3

4 (g) A telecommunications company that undertakes the requirements set forth in this subsection may make a one-5 time, irrevocable before July 1, 2023, election in writing 6 to the commission to receive Wyoming universal service 7 8 funds pursuant to this subsection rather than pursuant to subsection (d) of this section. In order to receive funds 9 10 pursuant to this subsection, the company shall provide essential noncompetitive local exchange service, or its 11 12 functional equivalent, upon reasonable request throughout 13 the local exchange area of a rural incumbent local exchange 14 defined by the federal communications carrier, as commission on January 1, 2015, at a price not exceeding the 15 16 price benchmark established in subsection (h) of this section. A telecommunications company which elects to 17 receive Wyoming universal service funds pursuant to this 18 subsection shall receive funds to the extent that its loop 19 20 costs, as reflected in the company's most recent annual 21 filing of unseparated loop costs filed with the Universal Service Administration Company, exceed the company's most 22 23 recent annual federal universal service funds receipts and 1 annual local revenues. In calculating annual local

2 revenues the commission shall utilize the imputed price

3 benchmark established in subsection (h) of this section.

4 If an otherwise qualified company elects to receive Wyoming

5 universal service funds pursuant to this subsection, but

6 does not file an annual unseparated loop cost report with

7 the Universal Service Administration Company, it shall file

8 the equivalent information with the commission.

9

The price benchmark shall be thirty dollars 10 (h) (\$30.00) unless otherwise adjusted by the commission 11 12 pursuant to this subsection. The commission shall review 13 the price benchmark one (1) time every four (4) years and, 14 after review, shall adjust the benchmark as necessary to assure that it approximates one hundred thirty percent 15 16 (130%) of the weighted statewide average essential local exchange service price. The commission may change the price 17 benchmark at any time if, after notice and opportunity for 18 a hearing, the commission determines that the price 19 20 benchmark does not approximate one hundred thirty percent 21 (130%) of the weighted statewide average essential local exchange service price and that the price benchmark should 22 23 be adjusted by ten percent (10%) or more.

1	
2	(j) Beginning July 1, 2026, for prepaid wireless
3	telecommunications access the charge shall be imposed on
4	every retail sale of prepaid wireless communications access
5	in Wyoming. The charge shall not be imposed on sales of
6	prepaid wireless communications access intended for resale
7	or upon any state or local governmental entity. The
8	following shall apply to the charge under this subsection:
9	
10	(i) The rate of the charge shall be the
11	percentage rate applicable to intrastate telecommunications
12	service, as determined by the commission pursuant to
13	subsection (a) of this section, multiplied by one (1) minus
14	the interstate wireless safe harbor percentage as
15	determined by the Federal Communications Commission for
16	calculating the federal universal service fund charge,
17	rounded to one (1) decimal point;
18	
19	(ii) The rate of the universal service fund
20	charge on prepaid wireless telecommunications access shall
21	only change once in a calendar year and any rate change
22	shall only occur on the first day of a calendar quarter.
23	The commission shall notify the department of revenue not

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less than forty-five (45) days prior to the proposed rate
1
2
    change, and the department of revenue shall notify sellers
 3
    not less than thirty (30) days prior to the rate change. If
 4
    the notification deadlines under this paragraph are not
    met, the rate change shall take effect on the first day of
 5
 6
    the next calendar quarter;
7
8
             (iii) A seller shall collect the charge from
9
    each purchaser of prepaid wireless communications access,
    which purchaser shall be considered a service user. The
10
11
    amount of the charge shall be either separately stated on
12
    an invoice, receipt or other similar document that is
13
    provided to the service user by the seller or shall be
14
    otherwise disclosed to the service user;
15
16
             (iv) For purposes of this subsection, a retail
17
    sale of prepaid wireless communications access occurs in
18
    Wyoming if the transaction would be sourced to Wyoming
19
    under W.S. 39-15-104(f)(xi)(C);
20
21
             (v) The charge under this subsection is the
22
    liability of the service user and the seller. The seller
```

1	shall be liable to remit all charges due or collected as
2	provided in subsection (viii) of this section;
3	
4	(vi) If the charge collected pursuant to this
5	subsection is separately stated on an invoice, receipt or
6	similar document provided to the service user by the
7	service supplier, the charge shall not be included in the
8	base for calculating any other tax, fee, surcharge or other
9	charge imposed by this state, any political subdivision of
10	the state or any other governmental agency;
11	
12	(vii) When prepaid wireless communication access
13	is sold with one (1) or more other products or services for
14	a single, nonitemized price, the charge authorized by
15	subsection (a) of this section shall not be applied to a
16	retail sale of prepaid wireless communications access of
17	ten (10) or fewer minutes or that has a value of five
18	dollars (\$5.00) or less;
19	
20	(viii) All charges collected under this
21	subsection shall be remitted by the seller who collected
22	them to the department of revenue as follows:
23	

1	(A) A seller shall remit to the department
2	of revenue all charges collected at the times and in the
3	manner provided by W.S. 39-15-107(a). The department of
4	revenue may establish by rule procedures reasonably
5	necessary to facilitate the transfer of the charges. The
6	seller shall be subject to the penalty and enforcement
7	provisions provided by W.S. 39-15-108 for any failure to
8	collect or remit charges under this subsection;
9	
10	(B) A seller remitting collected charges
11	under this paragraph may deduct and retain three percent
12	(3%) of the charges collected as the cost of administration
13	for collecting the charges;
14	
15	(C) The audit and appeal procedures
16	applicable to the collection of state sales taxes shall
17	apply to the collection and remittance of charges
18	authorized by this subsection;
19	
20	(D) Pursuant to rules adopted for this
21	purpose, the department of revenue shall establish a
22	procedure by which seller shall document that a transaction
23	is not a retail sale subject to the charge imposed by this

1	subsection. The procedure shall be substantially similar to
2	the procedure used to document a sale for resale
3	transaction for purposes of sales tax;
4	
5	(E) A seller may combine the universal
6	service fund charge imposed by this subsection and the 911
7	emergency tax imposed by W.S. 16-9-109 into a single
8	combined charge collected on a retail sale of prepaid
9	wireless communications access and remitted to the
10	department of revenue. If the seller elects to combine the
11	universal service fund charge and the 911 emergency tax,
12	the combined charge shall be identified as "911/USF Charge"
13	on the invoice, receipt or other similar document that is
14	provided to the service user by the seller or otherwise
15	disclosed by the seller to the service user.
16	
17	(ix) The charges collected by the department of
18	revenue under this subsection shall not be general revenues
19	of the state and shall be held by the department in a
20	separate account for distribution as follows:
21	
22	(A) The department shall deduct one percent
23	(1%) of the total monies collected to cover its

1	administrative expenses and costs, which amount shall be
2	remitted to the treasurer for credit to the general fund;
3	
4	(B) After deduction of the amount
5	authorized by subparagraph (A) of this paragraph, the
6	department shall pay all remaining amounts collected to the
7	universal service fund. If a seller elects to remit a
8	single combined 911/USF Charge, the department of revenue
9	shall remit funds to the universal service fund and to the
10	counties proportionally based on the respective rates of
11	the 911 emergency tax and the universal service fund
12	charge;
13	
14	(C) The payment authorized by subparagraph
15	(B) of this paragraph shall be remitted monthly to the
16	universal service fund no later than the end of the
17	following calendar month;
18	
19	
20	(x) The department of revenue shall promulgate
21	any rules necessary to implement this subsection;
22	
23	(xi) As used in this subsection:

1	
2	(A) "Prepaid wireless communications
3	access" means wireless communications access which requires
4	advance payment and that is sold in predetermined units or
5	dollars of which the number declines with use in a known
6	amount;
7	
8	(B) "Service user" means any person who
9	purchases prepaid wireless telecommunications access in a
10	retail transaction;
11	
12	(C) "Seller" means a person who sells
13	prepaid wireless telecommunications access in a retail
14	transaction.
15	
16	37-15-502. Universal service fund eligibility and
17	distribution to carriers.
18	
19	(a) Telecommunications companies which use cellular,
20	radio spectrum or other wireless technology to provide
21	supported essential services to customers who are otherwise
22	eligible to receive universal service support pursuant to
23	W.S. 37-15-501, may establish eligibility to receive

universal service fund distributions in an amount to be 1 2 determined by the commission, provided that: 3 4 (i) The telecommunications company will offer and advertise all services supported by the universal 5 6 service fund supported services throughout the entire local exchange area; 7 8 9 (iii) The telecommunications company's bill to the customer reflects a credit for the amount 10 of distribution the company receives from the state universal 11 service fund for providing services supported by the 12 13 universal service fund supported services to that customer; 14 and 15 16 **Section 2.** W.S. 37-15-103(a)(iv)(A) through (D), (xvi) and 37-15-104(a)(i) through (xiii) are repealed. 17 18 19 Section 3. The department of revenue shall adopt any 20 rules required by W.S. 37-15-501(j) not later than July 1, 21 2026. 22

Section 4.

2 (a) Except as provided in subsection (b) of this

3 section, this act is effective immediately upon completion

4 of all acts necessary for a bill to become law as provided

5 by Article 4, Section 8 of the Wyoming Constitution.

6

7 (b) Sections 1 and 2 of this act are effective July

8 1, 2025.

9

10 (END)