Approved: 4-5-96

Date

MINUTES OF THE HOUSE SELECT COMMITTEE ON TELECOMMUNICATIONS.

The meeting was called to order by Chairperson Doug Lawrence at 1:35 p.m. on March 6, 1996 in Room 254-E of the Capitol.

All members were present except: Representative Greg Packer - excused

Committee staff present: Lynne Holt, Legislative Research Department

Bob Nugent, Revisor of Statutes

Mary Ann Graham, Committee Secretary

Conferees appearing before the committee:

Others attending: See attached list

Chairman Doug Lawrence called the meeting to order at 1:35 p.m. He began the meeting by opening discussion on <u>SCR 1618</u>, which is a concurrent resolution urging adoption of the telecommunications vision statement developed by the telecommunications strategic planning committee. The committee was asked if they would like to focus on a statutory approach in creating a telecommunications bill or would they like to build a resolution that would ask the commission to do something. Several of the members agreed they would prefer a bill rather than a resolution. He suggested that the committee wait to do anything with <u>SCR 1618</u> for the time being and that he thinks it would be important to adopt a vision statement. He feels there is some value in having it in the total package of legislation. There is always the option of passing a resolution.

The Chairman announced there is not a push to have the language in place for the bill completed by the end of the week, it could be as late as Monday or Tuesday of next week. He wants plenty of time allowed for everyone to see it and voice their opinions.

The Chairman called on Representative Carl Holmes, chairman of the Subcommittee on the Select Committee on Telecommunications, to present the subcommittee report. A copy of the report that was drafted by the Subcommittee was distributed to committee members and people in the audience. (See Attachment 1) Rep. Holmes went over the report, which is in two sections, New Section 15 relates to the Internet, New Section 16 relates to Slamming. He went over both sections and defined each paragraph in each section, answering questions raised by the committee. After discussion the Chairman asked if the committee would like to adopt the language subject to the amendment of the Internet, in New Section 15, to be put into the telecommunications balloon. Rep. Holmes made a motion it be adopted, Rep. McClure seconded, motion passed. Rep. Holmes make a motion to adopt the language on Slamming, in New Section 16, Rep. McClure seconded, motion passed. The Chairman pointed out there may be some technical changes made to conform with the bill, from the stand point of definitions.

The minutes from the meetings of February 5, 6, 7 and 8 had been distributed and were approved.

The meeting adjourned at 2:25 p.m.

The next meeting is scheduled for March 7, 1996.

HOUSE SELECT COMMITTEE ON TELECOMMUNICATIONS COMMITTEE GUEST LIST

DATE: 3-6-96

NAME	REPRESENTING
Melanis Lannin	SWBT
15111 Drexel	SUBT
Jan Kruh	AARP
CHUDY SCHAPET	Dof A-DISC
Myser Gress	KIWI, L.C.
Bill Sneed	SWBELL
Reberra Zi	KCTA
And hormage of these	KASB
Juli Henr	Classic Communications
Rom Hein	Classic Communications
Melanmuneaux	Classic Communications
Nelson Krueger	Kansas City FiberNet
George Bankee	RTMC
Daug Smith	SITA
John Piregor	SITA
Rob Holpes	KM
CARL KREHBIEL	MOUNDRIDGE TELEPHONE CO.
Jess GAILEY	TOTAH TREE CO INC
Jim DAMEN	Colombus TELEPhone Co
Melissa Wangemann	Hein Ebert E Weir
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HOUSE SELECT COMMITTEE ON TELECOMMUNICATIONS COMMITTEE GUEST LIST

DATE: <u>3-6-96</u>

NAME	REPRESENTING
Tanya Dorf .	InterHab
Scott Richardson	SWBT
DENNY KOCH	swBT
Lechard Causan	Sprint
MALKER HENDRIX	CURB
Tom Gleason	Independent Telecon. Group
STEUE KEARNEY	KINI C.C.
Lain Miten Flaming	
Steve Sackridge	Wameso TEC Co., Inc.

2 New Section 15. (a) As used in this section, "internet" means the international computer network of both federal and 3 4 non-federal interoperable packet switched data networks.

5 The commission shall permit all local exchange carriers 6 and long distance carriers to provide residential customers, 7 educational institutions and public libraries in areas of state that do not have toll-free access to the Kansas City, 8 9 Wichita or Topeka metropolitan areas, dial-up access internet provider within the calling customer's LATA for a flat 10 11 monthly fee. The dial-up access provided pursuant to this 12 section shall support at least 28.8 kilobit per-second service to all public libraries, public education institutions including 13 14 unified school districts, area vocational schools, vocational-technical schools, community colleges, the municipal university, and state educational institutions, private, nonprofit elementary and secondary schools and accredited, independent institutions of higher education requesting service after July 1, 1999. The dial-up access provided to all other customers shall support at least 14.4 kilobit per-second service to all customers requesting service after July 1, 1999.

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- 22 Customers requesting service pursuant to the act may 23 request either off peak or 24-hour service. (1) For off-peak 24 users, the flat monthly fee shall apply to access between the 25 hours of 5 p.m. and 7:59 a.m. weekdays and all hours on weekends and federal holidays. The flat monthly fee shall not exceed \$15 26 27 per-line per-month. (2) For unlimited use users, 28 monthly fee shall apply 24 hours a day. The flat monthly fee for 29 unlimited use shall not exceed \$30 per-line per-month.
- 30 Additional dial-up access to internet providers within the calling customer's LATA may be added for an additional flat 31 32 fee as described in subsection (c).
 - The retail prices established in this section shall apply notwithstanding the prices telecommunications providers charge, with the approval of the state corporation commission or otherwise, for wholesale telecommunications services that may be used to provide similar services.

House sellcomm. Telecomm. 3-6-1996 Attachment

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- (f) Telecommunications service providers providing dial-up access services pursuant to this section shall not be required to permit resale of those services to other classes of customers, to allow customers to use the services for other purposes, or to allow the aggregation of usage by authorized customers.
- (g) All internet providers doing business in the state shall register with the state corporation commission. Such registration shall include the internet provider's name, address, and access line numbers. The state corporation commission shall ensure that the registration is updated on a regular basis.
- During the 1999 session of the Kansas legislature, the state corporation commission shall transmit a report to the chairperson, vice-chairperson and ranking minority member of house standing committee on energy and natural resources, the senate standing committee on transportation and utilities and the joint committee on computers and telecommunications concerning implementation of this act. The report shall recommendations for revisions in this act necessitated by innovation technological or market changes in the telecommunications industry. The report may also include an expiration date for this section.
- New Section 16. (a) No telephone or telecommunications shall honor company a request by any person other than its customer to change the provider of intrastate long distance local exchange service to such customer in the state, except: (1) the request is placed by a local or long distance company received a letter of agency containing clear conspicuous disclosure of such change signed by the customer authorizing the change; (2) where the customer affected by change initiated the contact with the local or long distance company in order to request the change; (3) where the customer affected by the change calls a toll-free number to confirm the request for change made in response to a contact initiated by the local exchange or long distance carrier requesting the change; or (4) where the commission otherwise expressly authorizes.
 - (b) The requisite documentation at a minimum shall identify

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a single designated carrier, shall be separate or severable from any sweepstakes, contest or similar promotional program, contain the telephone number of the account, and shall be signed by the customer responsible for paying charges on the account. In the event that a telephone or telecommunications company changes the primary carrier for any customer based upon representations that the change was authorized by the customer in writing or by a customer initiated contact, which is later disputed by customer who seeks to be switched back to its original carrier and is not verified by the company requesting the change, interstate long distance, intrastate long distance or local exchange company requesting the change shall be liable to the customer for any amount collected from the customer in excess of what the prior provider would have charged, shall be liable the telephone or telecommunications company for the costs of making and reversing the change, shall be liable for fine not less than \$250 per occurrence and shall be liable for any other fines, penalties or damages provided by law.