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## **HOUSE BILL No. 2476**

By Representatives Neighbor and Svaty

11-5

AN ACT concerning emergency telephone service; enacting the wireless enhanced 911 act; imposing certain fees and taxes; providing for certain grants; amending K.S.A. 12-5302 and repealing the existing section.

Be it enacted by the Legislature of the State of Kansas:

New Section 1. Sections 1 through 18, and amendments thereto, may be cited as the wireless enhanced 911 act.

New Sec. 2. As used in the wireless enhanced 911 act, unless the context otherwise requires:

- (a) "Active prepaid wireless telephone" means a prepaid wireless telephone that has been used by the customer during the month to complete a telephone call for which a charge was deducted from the customer's card or balance.
- (b) "Advisory board" means the wireless enhanced 911 advisory board established under section 6, and amendments thereto.
- (c) "Automatic number identification" means a feature by which a person calling a public safety answering point has such person's 10-digit telephone number simultaneously forwarded to the public safety answering point and to the public safety answering point's display and transfer.
- (d) "Eligible municipality" means: (1) Any county having a population of less than 75,000 or any city located within such a county; or (2) any two or more such counties or cities.
- (e) "Emergency telephone service" means a telephone system utilizing a single three digit number "911" for reporting police, fire, medical or other emergency situations.
- (f) "Emergency telephone tax" means a tax to finance the operation of emergency telephone service.
- (g) "Enhanced 911 service" means an emergency telephone service that generally may provide, but is not limited to, selective routing, automatic number identification and automatic location identification features.
- (h) "Exchange access facilities" means all facilities provided by the service supplier for the facility which provides local telephone exchange

access to a service user.

- (i) "Fund" means the wireless enhanced 911 grant fund established by this act.
- (j) "Governing body" means the board of county commissioners of a county or the governing body of a city.
- (k) "Local collection point administrator" means the statewide association of cities as established by K.S.A. 12-1610e, and amendments thereto, and the statewide association of counties as established by K.S.A. 19-2690, and amendments thereto.
- (l) "Mobile telephone number" means the telephone number assigned to a wireless telephone at the time of initial activation.
- (m) "Person" means any individual, firm, partnership, copartnership, joint venture, association, cooperative organization, corporation, municipal or private, and whether organized for profit or not, state, county, political subdivision, state department, commission, board, bureau or fraternal organization, nonprofit organization, estate, trust, business or common law trust, receiver, assignee for the benefit of creditors, trustee or trustee in bankruptcy or any other legal entity.
- (n) "Prepaid wireless telephone service" means wireless telephone service that is activated in advance by payment for a finite dollar amount of service or for a finite set of minutes that terminate either upon use by a customer and delivery by the wireless provider of an agreed-upon amount of service corresponding to the total dollar amount paid in advance or within a certain period of time following the initial purchase or activation, unless additional payments are made.
- (o) "Primary place of use" has the meaning provided in the mobile telecommunications act (4 U.S.C. 116, et seq., as in effect on the effective date of this act).
- (p) "Project" means the development and acquisition of the necessary improvements in order to facilitate the establishment of wireless enhanced 911 service.
- (q) "Project costs" means all costs or expenses which are necessary or incident to a project and which are directly attributable thereto.
  - (r) "PSAP" means public safety answering point.
- (s) "Pseudo-automatic number identification" means a feature by which automatic number identification is provided to a public safety answering point of the 10-digit telephone number of the specific cell site or cell site sector from which a wireless call originated.
- (t) "Public agency" means any city, county, municipal corporation, public district or public authority located in whole or in part within this state which provides or has authority to provide fire fighting, law enforcement, ambulance, emergency medical or other emergency services.
  - (u) "Secretary" means the secretary of administration.

- (v) "Service supplier" means any person providing exchange telephone service to any service user in this state.
- (w) "Service user" means any person who is provided exchange telephone service or wireless service in this state.
- (x) "Subscriber account" means the 10-digit access number assigned to a wireless service customer regardless of whether more than one such number is aggregated for the purpose of billing a service user.
- (y) "Sufficient positive balance" means a dollar amount greater than or equal to the total monthly wireless enhanced 911 fee and wireless enhanced 911 tax.
- (z) "Tariff rate" means the rate or rates billed by a service supplier and as stated in the service supplier's tariffs, approved by the state corporation commission which represent the service supplier's recurring charges for exchange access facilities or their equivalent, exclusive of all taxes, fees, licenses or similar charges whatsoever.
- (aa) "Valid request" means a request to a wireless carrier for wireless enhanced 911 service, made by a PSAP which is capable of receiving and utilizing the data elements associated with wireless enhanced 911 service as determined in accordance with 47 CFR 20.18 (October 1, 2002).
- (bb) "Wireless automatic location identification information" means a feature by which information is provided to a public safety answering point identifying the location of a 911 caller within the parameters established by the federal communications commission.
- (cc) "Wireless carrier" means any common, private or other radio carrier licensed by the federal communications commission to provide two-way voice service in this state which provides interconnection to the public switched telephone network and access to a 24-hour answering point.
- (dd) "Wireless enhanced 911 fee" means the fee imposed under section 4, and amendments thereto.
- (ee) "Wireless enhanced 911 service" means a communication service by which wireless carriers can provide automatic number identification, pseudo-automatic number identification and wireless automatic location identification information to a requesting PSAP, as defined in FCC docket 94-102, which is capable of receiving and utilizing the data elements associated with wireless enhanced 911 service.
- (ff) "Wireless enhanced 911 tax" means the tax imposed under section 10, and amendments thereto, to finance the operation of wireless enhanced emergency telephone service.
- (gg) "Wireless service" means a two-way voice service provided by a wireless carrier.
- New Sec. 3. (a) There is hereby established in the state treasury the wireless enhanced 911 grant fund.

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- (b) Moneys from the following sources shall be credited to the fund:
- (1) Amounts received by the state from the federal government for the purposes of the fund;
- (2) amounts appropriated or otherwise made available by the legislature for the purposes of the fund;
- (3) amounts received under section 4, 8 or 10, and amendments thereto;
  - (4) interest attributable to investment of moneys in the fund; and
- (5) amounts received from any public or private entity for the purposes of the fund.
- (c) Subject to the conditions and in accordance with requirements of this act, moneys credited to the fund shall be used only:
- (1) To pay costs of administering the fund, including actual and necessary expenses incurred by members of the advisory board while performing duties required by the wireless enhanced 911 act and costs of any audit performed under this section or section 12 or 14, and amendments thereto, but the aggregate amount of all such costs shall not exceed 5% of the moneys credited to the fund; and
- (2) grants to eligible municipalities for the following costs: (A) Necessary and reasonable costs incurred or to be incurred by PSAP's to implement wireless enhanced 911 service; (B) costs of purchasing equipment and upgrades and modification to equipment used solely to process the data elements of wireless enhanced 911 service; and (C) costs of maintenance and license fees for such equipment and training of personnel to operate such equipment, including costs of training PSAP personnel to provide effective service to all users of the emergency telephone system who have communications disabilities. Such costs shall not include expenditures for new or expanded buildings or similar facilities or to construct other capital improvements not expressly authorized by this act.
- (d) On or before the 10th of each month, the director of accounts and reports shall transfer from the state general fund to the fund interest earnings based on:
- (1) The average daily balance of moneys in the wireless enhanced 911 grant fund for the preceding month; and
- (2) the net earnings rate of the pooled money investment portfolio for the preceding month.
- (e) All payments and disbursements from the fund shall be made in accordance with appropriation acts upon warrants of the director of accounts and reports issued pursuant to vouchers approved by the secretary or by a person or persons designated by the secretary. All payments and disbursements from the fund, and beginning and ending balances thereof, shall be subject each year to post audit in accordance with article 11 of chapter 46 of the Kansas Statutes Annotated, and amendments thereto.

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New Sec. 4. (a) Subject to the provisions of section 18, and amendments thereto, effective July 1, 2004, there is hereby established a wireless enhanced 911 fee in the amount of \$.25 per month per wireless subscriber account with primary place of use in the state of Kansas.

- (b) It shall be the duty of each wireless carrier to collect such fee from the wireless service user and remit such fee to the secretary as provided by section 11, and amendments thereto.
- (c) The secretary shall remit to the state treasurer, in accordance with the provisions of K.S.A. 75-4215, and amendments thereto, any fees received pursuant to this section. Upon receipt of the remittance, the state treasurer shall deposit the entire amount in the state treasury and credit it to the wireless enhanced 911 grant fund.
- New Sec. 5. The secretary shall administer the provisions of the wireless enhanced 911 act and shall be responsible for administration and management of the fund. The secretary is hereby authorized to:
- (a) Enter into binding commitments for the provision of grants in accordance with the provisions of this act;
- (b) review applications of eligible municipalities for grants and select the projects for which grants will be made available; and
- (c) adopt rules and regulations necessary for effectuation of the provisions of this act.
- New Sec. 6. (a) There is hereby established the wireless enhanced 911 advisory board. Members of the advisory board shall be individuals familiar with development and implementation of wireless enhanced 911 service and shall be appointed by the governor as follows:
  - (1) One individual representing the Kansas association of counties;
  - 2) one individual representing the league of Kansas municipalities;
  - (3) one individual representing local law enforcement;
  - (4) one individual representing local fire/emergency medical services;
- (5) one individual representing PSAP's in counties having a population of less than 15,000;
- (6) one individual representing PSAP's in counties having a population of  $15,\!000$  or more;
  - (7) one individual representing the wireless carriers industry;
  - (8) one individual representing local exchange service providers; and
  - (9) one individual representing the Kansas highway patrol.
- (b) The appointments in subsection (a)(1) through (a)(6) of this section shall satisfy the following:
- (1) Two shall be individuals from counties having a population of more than 75,000;
- (2) two shall be individuals from counties having a population from 15,000 up to 75,000; and
  - (3) two shall be individuals from counties having a population of less

than 15,000.

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New Sec. 7. After providing for public comment and review each year, the secretary, in conjunction with the advisory board, shall prepare a plan identifying the intended uses of the moneys available in the fund. The intended use plan shall include, but not be limited to:

- (a) The wireless enhanced 911 project priority list;
- (b) a description of the short-term and long-term goals and objectives of the fund for the deployment of wireless enhanced 911;
- (c) information on the projects to be financed, including a description thereof, the terms of grants to be provided and the municipalities receiving the grants; and
- (d) the criteria and method established for the provision of grants to be made from the fund.
- New Sec. 8. (a) Eligible municipalities wishing to receive a grant under the wireless enhanced 911 act shall submit an application therefor to the secretary. Applications shall be in such form and shall include such information as the secretary shall require including, but not limited to, the request for proposals submitted to initiate the deployment process, and shall be submitted in a manner and at a time to be determined by the secretary.
- (b) The secretary may enter into agreements with any eligible municipality for the provision of a grant thereto for payment of all or a part of project costs and any eligible municipality may enter into such an agreement and may accept such grant when so authorized by the municipal governing body. The purposes of the grant to be provided, a time frame for implementation, and the amount thereof, which may vary among municipalities, shall be included in the agreements. All such agreements shall include provisions for repayment of the grant if implementation is not completed in accordance with the terms of the agreement.
- (c) If a municipality to which a grant is made available under the wireless enhanced 911 act fails to enter into an agreement with the secretary for the provision of such grant in accordance with the requirements of this act, the secretary may make the amount of the grant available for one or more other projects on the priority list.
- (d) The secretary shall provide any eligible municipality, upon request, with technical advice and assistance regarding a project or an application for a grant for the payment of all or part of project costs.
- (e) (1) Subject to the provisions of subsection (e)(3), each PSAP shall submit to wireless carriers a valid request for wireless enhanced 911 service by July 1, 2006.
- (2) Subject to the provisions of subsection (e)(3), if a PSAP has not submitted to wireless carriers a valid request for wireless enhanced 911 service by July 1, 2006, such PSAP shall pay to the secretary all moneys

 paid from the fund to such PSAP. The secretary shall remit such moneys to the state treasurer in accordance with K.S.A. 75-4215, and amendments thereto. Upon receipt of the remittance, the state treasurer shall deposit the entire amount in the state treasury and credit it to the wireless enhanced 911 grant fund. Thereafter, such PSAP shall not be eligible to receive moneys from the fund until the PSAP has submitted to the secretary evidence satisfactory to the secretary that the PSAP has submitted to wireless carriers a valid request for wireless enhanced 911 service.

(3) If a PSAP is unable to make a valid request by July 1, 2006, the advisory board may approve extension of such date to not later than July 1, 2007, if the advisory board determines that: (A) Equipment necessary to receive and utilize the data elements associated with the wireless enhanced 911 service has been ordered by the PSAP but is unavailable; or (B) there is other just cause to extend the date.

New Sec. 9. The secretary shall prepare an annual report describing how the state has met the goals and objectives for the previous year as identified in the intended use plan prepared under section 7, and amendments thereto. Such report shall include information concerning the progress toward implementation of federal phase II enhanced 911 requirements pursuant to 47 C.F.R. 20.18. The secretary shall provide such report to the governor and the legislature, together with copies of the audit required under section 3, and amendments thereto.

New Sec. 10. (a) Effective July 1, 2004, there is hereby imposed a wireless enhanced 911 tax. Subject to the provisions of section 18, and amendments thereto, the amount of such tax shall be \$.25 per month per wireless subscriber account with primary place of use in the state of Kansas.

(b) The proceeds of the wireless enhanced 911 tax, and any interest earned on revenue derived from such tax, shall be used to pay for costs of emergency telephone service described in subsection (b) of K.S.A. 12-5304, and amendments thereto. In addition to allowable expenditures under K.S.A. 12-5304, and amendments thereto, the proceeds of such tax shall be used to pay costs of implementation of wireless enhanced 911 service, including: (1) Necessary and reasonable costs incurred or to be incurred by PSAP's to implement wireless enhanced 911 service; (2) purchases of equipment and upgrades and modification to equipment used solely to process the data elements of wireless enhanced 911 service; and (3) maintenance costs and license fees for such equipment and the training of personnel to operate such equipment including costs of training PSAP personnel to provide effective service to all users of the emergency telephone system who have communications disabilities. Such costs shall not include expenditures for new or expanded buildings or similar facilities or to construct other capital improvements not expressly authorized by this act.

- (c) Each PSAP shall submit to the secretary an annual report accounting for the money received by the PSAP from the wireless enhanced 911 tax. Such report shall be submitted on a form provided by the secretary.
- (d) (1) Subject to the provisions of subsection (d)(3), each PSAP shall submit to wireless carriers a valid request for wireless enhanced 911 service by July 1, 2006.
- (2) Subject to the provisions of subsection (d)(3), if a PSAP has not submitted to wireless carriers a valid request for wireless enhanced 911 service by July 1, 2006, such PSAP shall pay to the secretary all moneys from the wireless enhanced 911 tax which have been or are received by such PSAP. The secretary shall remit such moneys to the state treasurer in accordance with K.S.A. 75-4215, and amendments thereto. Upon receipt of the remittance, the state treasurer shall deposit the entire amount in the state treasury and credit it to the wireless enhanced 911 grant fund. Thereafter, such PSAP shall not be eligible to receive moneys from the fund until the PSAP has submitted to the secretary evidence satisfactory to the secretary that the PSAP has submitted to wireless carriers a valid request for wireless enhanced 911 service.
- (3) If a PSAP is unable to make a valid request by July 1, 2006, the advisory board may approve extension of such date to not later than July 1, 2007, if the advisory board determines that: (A) Equipment necessary to receive and utilize the data elements associated with wireless enhanced 911 service has been ordered by the PSAP but is unavailable; or (B) there is other just cause to extend the date.
- New Sec. 11. (a) Every billed wireless service user shall be liable for the wireless enhanced 911 fee and the wireless enhanced 911 tax until the fee or tax has been paid to the wireless carrier.
- (b) The duty to collect any such fee or tax from a wireless service user shall commence July 1, 2004. Such fee and tax shall be added to and may be stated separately in billings to the wireless service user.
- (c) The wireless carrier shall have no obligation to take any legal action to enforce the collection of the wireless enhanced 911 fee or the wireless enhanced 911 tax. The wireless carrier shall provide annually to the secretary a list of amounts of uncollected fees along with the names and addresses of those wireless service users which carry a balance that can be determined by the wireless carrier to be nonpayment of the wireless enhanced 911 fee. The wireless carrier shall provide annually to the local collection point administrator a list of amounts of uncollected taxes along with the names and addresses of those wireless service users which carry a balance that can be determined by the wireless carrier to be nonpayment of the wireless enhanced 911 tax.

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- (d) The wireless enhanced 911 fee and the wireless enhanced 911 tax shall be collected insofar as practicable at the same time as, and along with, the charges for wireless service in accordance with regular billing practice of the wireless carrier.
- (e) The wireless enhanced 911 fee and the amounts required to be collected therefor are due monthly. The amount of any such fees collected in one month by the wireless carrier shall be remitted to the secretary not more than 15 days after the close of the calendar month. On or before the 15th day of each calendar month following, a return for the preceding month shall be filed with the secretary in such form as the secretary and the wireless carrier shall agree. The wireless carrier required to file the return shall deliver the return together with a remittance of the amount of the fees payable to the secretary. The wireless carrier shall maintain records of the amount of any fees collected pursuant to action in accord with this act. Such records shall be maintained for a period of three years from the time the fees are collected.
- (f) The wireless enhanced 911 tax and the amounts required to be collected therefor are due monthly. The amount of any such tax collected in one month by the wireless carrier shall be remitted to the local collection point administrator not more than 15 days after the close of the calendar month. On or before the 15th day of each calendar month following, a return for the preceding month shall be filed with the local collection point administrator. Such return shall be in such form and shall contain such information as required by the administrator. The wireless carrier required to file the return shall deliver the return together with a remittance of the amount of the fees payable to the local collection point administrator. The wireless carrier shall maintain records of the amount of any fees collected pursuant to action in accord with this act. Such records shall be maintained for a period of three years from the time the tax is collected.
- (g) In the case of prepaid wireless telephone service, the monthly wireless enhanced 911 fee and wireless enhanced 911 tax shall be remitted based upon each prepaid wireless telephone associated with this state, for each subscriber account that has a sufficient positive balance as of the last day of the month. The fee and tax shall be remitted in any manner consistent with the wireless carrier's existing operating or technological abilities, such as customer address, location associated with the mobile telephone number or reasonable allocation method based upon other comparable relevant data. The fee and tax amount or an equivalent number of minutes may be deducted from the prepaid subscriber's account since a direct billing may not be possible. However, collection of the fee and tax in the manner of a deduction of value or minutes from the prepaid subscriber's account does not constitute a reduction in the sales price for

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purposes of taxes that are collected at the point of sale.

- (h) The local collection point administrator shall distribute moneys collected from the wireless enhanced 911 tax to PSAP's based upon primary place of use information provided by wireless carriers. The local collection point administrator may retain an administrative fee of not more than 2% of moneys collected from such tax.
- (i) All payments and disbursements by the local collection point administrator from moneys collected from the wireless enhanced 911 tax shall be subject each year to post audit in accordance with article 11 of chapter 46 of the Kansas Statutes Annotated, and amendments thereto.

New Sec. 12. In 2005, the secretary shall require, and thereafter the secretary or the local collection point administrator may require, an audit of any wireless carrier's books and records concerning the collection and remittance of fees and taxes pursuant to this act. Any such audit shall be conducted at the expense of the secretary or local collection point administrator requiring the audit. Information provided by wireless carriers to the advisory board or to the secretary pursuant to the wireless enhanced 911 act will be treated as proprietary records which will be withheld from the public upon request of the party submitting such records.

New Sec. 13. The wireless enhanced 911 service described in the wireless enhanced 911 act is within the governmental power and authority of the secretary, local collection point administrator, governing bodies and public agencies. Except as provided by the Kansas tort claims act, in contracting for such service and in providing such service, and except for failure to use ordinary care, or for intentional acts, the secretary, local collection point administrator, each governing body, each public agency, each wireless carrier and their employees and agents shall not be liable for the payment of damages resulting from the performance of installing, maintaining or providing wireless enhanced 911 service.

New Sec. 14. (a) During calendar year 2006, in accordance with a scope statement authorized and approved by the legislative post audit committee, the division of post audit shall conduct an audit of the books, records, files, documents and correspondence, confidential or otherwise, of each wireless carrier, each city or county, each PSAP and the local collection point administrator relating to all payments, disbursements and uses of the moneys authorized by this act. This audit shall be conducted in accordance with article 11 of chapter 46 of the Kansas Statutes Annotated, and amendments thereto. Such audit shall include but not be limited to an audit of: (1) The appropriate uses of moneys; (2) sufficiency of moneys collected; (3) status of wireless enhanced 911 implementation; and (4) the need and level of continued funding.

(b) During the 12 months following July 1, 2008, in accordance with a scope statement authorized and approved by the legislative post audit

committee, the division of post audit shall conduct an audit of the books, records, files, documents and correspondence, confidential or otherwise, of each wireless carrier, each city or county, each PSAP and the local collection point administrator relating to all payments, disbursements and uses of the moneys authorized by this act. This audit shall be conducted in accordance with article 11 of chapter 46 of the Kansas Statutes An-notated, and amendments thereto. Such audit shall include but not be limited to: (1) The appropriate uses of moneys and (2) the status of im-plementation of wireless enhanced 911. 

(c) Any information provided to the division of post audit pursuant to this section shall be treated as proprietary records which will be withheld from the public upon the request of the party submitting such records.

New Sec. 15. Nothing in the wireless enhanced 911 act shall be construed to limit the ability of a wireless carrier from recovering directly from the carrier's customers its costs associated with designing, developing, deploying and maintaining wireless enhanced 911 service and its costs of collection and administration of the wireless enhanced 911 fee and wireless enhanced 911 tax, whether such costs are itemized on the customer's bill as a surcharge or by any other lawful method.

New Sec. 16. All PSAP's and wireless carriers shall make a good faith effort to ensure that wireless 911 calls placed near jurisdictional borders are forwarded to the appropriate PSAP.

New Sec. 17. Upon notice to a PSAP of an application by a wireless carrier for a waiver of the deadlines of the federal communications commission for implementation of wireless enhanced 911, such PSAP shall notify the secretary of such application.

New Sec. 18. On July 1, 2008:

- (a) The wireless enhanced 911 fee shall be discontinued, the advisory board shall be abolished, any unobligated balance of the wireless enhanced 911 grant fund shall be paid to the local collection point administrator for distribution to municipalities based on population and the fund shall be abolished.
- (b) The amount of the tax imposed within a jurisdiction pursuant to K.S.A. 12-5302, and amendments thereto, shall not exceed \$.50 per month per access line or its equivalent and the amount of the wireless enhanced 911 tax within such jurisdiction shall be an equal amount per month per wireless subscriber account.
- (c) The provisions of sections 3 through 9, and amendments thereto, shall expire.
- Sec. 19. K.S.A. 12-5302 is hereby amended to read as follows: 12-42 5302. (a) In addition to other powers for the protection of the public 43 health and welfare, a governing body may provide for the operation of an

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emergency telephone service and may pay for it by imposing an emergency telephone tax for such service in those portions of the governing body's jurisdiction for which emergency telephone service has been contracted. The governing body may do such other acts as are expedient for the protection and preservation of the public health and welfare and are necessary for the operation of the emergency telephone system. The governing body is hereby authorized by ordinance in the case of cities and by resolution in the case of counties to impose such tax in those portions of the governing body's jurisdiction for which emergency telephone service has been contracted. Subject to the provisions of section 18, and amendments thereto, the amount of such tax shall not exceed \$.75 per month per exchange access line or its equivalent.

(b) Within 60 days of the publication of a resolution by a county adopted pursuant to subsection (a) there may be filed with the county election officer of the county a petition signed by not less than 5% of the registered voters of the county, and within 60 days of publication of an ordinance adopted pursuant to subsection (a) there may be filed with the county election officer of the county in which the city is located a petition signed by not less than 5% of the registered voters of the city, in either such case requesting that the question of the installation and operation of emergency telephone service and imposition of tax therefor be submitted to the qualified voters of the county. Upon determination of the sufficiency of such petition and certification thereof by the county election officer, the proposition shall be submitted to the qualified voters of the county or city as the case may be at the next primary or general election of county officers following by not less than 60 days the certification of such petition. If a majority of the votes cast at such election are for the installation and operation of emergency telephone service and imposition of tax therefor, or if no protest petition is filed within the time hereinbefore prescribed, the governing body may provide for the installation and operation of such service and impose such tax. If a tax is imposed on the effective date of this act or thereafter, any proposed increase in the amount of the tax shall be subject to the protest petition provided in this subsection. The proceeds of the tax shall be utilized to pay for the operation of emergency telephone service as set forth in subsection (b) of K.S.A. 12-5304, and amendments thereto, and may be imposed at any time subsequent to execution of a contract with the provider of such service at the discretion of the governing body. The collection of such tax may begin at the time determined to be necessary to generate revenue in an amount necessary to pay the nonrecurring expenses of establishing the emergency telephone service. Any interest earned on revenue derived from such tax shall be used to pay the expenses authorized by K.S.A. 12-5304, and amendments thereto. Such tax shall not be imposed until after

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the expiration of the protest period or until after approved at an election if a sufficient protest petition is filed.

- (c) As an alternative to the procedure provided in subsection (b), the governing body may submit, on its own initiative, the proposal to establish an emergency telephone service to the qualified voters of the city or county for approval. Any such election shall be called and held in the manner provided by the general bond law.
- (d) Such tax shall be imposed only upon exchange access lines or their equivalent. No such tax shall be imposed upon more than 100 exchange access facilities or their equivalent per person per location.
- (e) Every billed service user shall be liable for any tax imposed under this act section until it has been paid to the service supplier. Wireless service users shall be exempt from the emergency telephone tax under this section but shall be subject to the wireless enhanced 911 fee imposed under section 4, and amendments thereto, and the wireless enhanced 911 tax imposed under section 10, and amendments thereto.
- (f) The duty to collect any tax imposed under authority of this act section from a service user shall commence at such time as specified by the governing body. Taxes imposed under authority of this act section and required by it to be collected by the service supplier shall be added to and may be stated separately in the billings to the service user.
- (g) The service supplier shall have no obligation to take any legal action to enforce the collection of any tax imposed under authority of this act section. The service supplier shall provide annually the governing body with a list of amounts uncollected along with the names and addresses of those service users which carry a balance that can be determined by the service supplier to be nonpayment of any tax imposed under authority of this act section.
- (h) Any tax imposed under authority of this act section shall be collected insofar as practicable at the same time as, and along with, the charges for the tariff rate in accordance with the regular billing practice of the service supplier.
  - Sec. 20. K.S.A. 12-5302 is hereby repealed.
- Sec. 21. This act shall take effect and be in force from and after its publication in the Kansas register.