1 AN ACT concerning regulation.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 5. The Emergency Telephone System Act is amended by changing Section 15.3 as follows:
- 6 (50 ILCS 750/15.3) (from Ch. 134, par. 45.3)
- 7 Sec. 15.3. Surcharge.
- (a) The corporate authorities of any municipality or any 8 9 county may, subject to the limitations of subsections (c), (d), 10 and (h), and in addition to any tax levied pursuant to the Simplified Municipal Telecommunications Tax Act, impose a 11 monthly surcharge on billed subscribers of network connection 12 13 provided by telecommunication carriers engaged in the business 14 of transmitting messages by means of electricity originating within the corporate limits of the municipality or county 15 16 imposing the surcharge at a rate per network connection 17 determined in accordance with subsection (c), however the monthly surcharge shall not apply to a network connection 18 19 provided for use with pay telephone services. Provided, however, that where multiple voice grade communications 20 21 channels are connected between the subscriber's premises and a 22 public switched network through private branch exchange (PBX) or centrex type service, a municipality imposing a surcharge at 23

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(b) For purposes of computing the surcharge imposed by subsection (a), the network connections to which the surcharge shall apply shall be those in-service network connections, other than those network connections assigned to the municipality or county, where the service address for each such network connection or connections is located within the corporate limits of the municipality or county levying the

surcharge on telecommunications carriers.

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surcharge. Except for mobile telecommunication services, the "service address" shall mean the location of the primary use of the network connection or connections. For mobile telecommunication services, "service address" means customer's place of primary use as defined in the Mobile Telecommunications Sourcing Conformity Act. With respect to network connections provided for use with pay telephone services for which there is no billed subscriber, the telecommunications carrier providing the network connection shall be deemed to be its own billed subscriber for purposes of applying the surcharge.

(c) Upon the passage of an ordinance to impose a surcharge under this Section the clerk of the municipality or county shall certify the question of whether the surcharge may be imposed to the proper election authority who shall submit the public question to the electors of the municipality or county in accordance with the general election law; provided that such question shall not be submitted at a consolidated primary election. The public question shall be in substantially the following form:

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22 Shall the county (or city, village

or incorporated town) of impose YES

a surcharge of up to ...¢ per month per

25 network connection, which surcharge will

26 be added to the monthly bill you receive

- for telephone or telecommunications 1
- charges, for the purpose of installing 2
- (or improving) a 9-1-1 Emergency 3 NO
- Telephone System? 4

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- 6 If a majority of the votes cast upon the public question are in favor thereof, the surcharge shall be imposed. 7
- 8 However, if a Joint Emergency Telephone System Board is to 9 be created pursuant to an intergovernmental agreement under 10 Section 15.4, the ordinance to impose the surcharge shall be 11 subject to the approval of a majority of the total number of 12 votes cast upon the public question by the electors of all of the municipalities or counties, or combination thereof, that 13

are parties to the intergovernmental agreement.

- 15 The referendum requirement of this subsection (c) shall not 16 apply to any municipality with a population over 500,000 or to 17 any county in which a proposition as to whether a sophisticated 9-1-1 Emergency Telephone System should be installed in the 18 19 county, at a cost not to exceed a specified monthly amount per 20 network connection, has previously been approved by a majority 21 of the electors of the county voting on the proposition at an election conducted before the effective date of this amendatory 22 23 Act of 1987.
- (d) A county may not impose a surcharge, unless requested 24 25 by a municipality, in any incorporated area which has 26 previously approved a surcharge as provided in subsection (c)

- or in any incorporated area where the corporate authorities of the municipality have previously entered into a binding contract or letter of intent with a telecommunications carrier to provide sophisticated 9-1-1 service through municipal funds.
 - (e) A municipality or county may at any time by ordinance change the rate of the surcharge imposed under this Section if the new rate does not exceed the rate specified in the referendum held pursuant to subsection (c).
 - (f) The surcharge authorized by this Section shall be collected from the subscriber by the telecommunications carrier providing the subscriber the network connection as a separately stated item on the subscriber's bill.
 - (g) The amount of surcharge collected by the telecommunications carrier shall be paid to the particular municipality or county or Joint Emergency Telephone System Board not later than 30 days after the surcharge is collected, net of any network or other 9-1-1 or sophisticated 9-1-1 system charges then due the particular telecommunications carrier, as shown on an itemized bill. The telecommunications carrier collecting the surcharge shall also be entitled to deduct 3% of the gross amount of surcharge collected to reimburse the telecommunications carrier for the expense of accounting and collecting the surcharge.
 - (h) Except as expressly provided in subsection (a) of this Section, a municipality with a population over 500,000 may not

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- impose a monthly surcharge in excess of \$2.50 per network connection.
 - (i) Any municipality or county or joint emergency telephone system board that has imposed a surcharge pursuant to this Section prior to the effective date of this amendatory Act of 1990 shall hereafter impose the surcharge in accordance with subsection (b) of this Section.
 - (j) The corporate authorities of any municipality or county may issue, in accordance with Illinois law, bonds, notes or other obligations secured in whole or in part by the proceeds of the surcharge described in this Section. Notwithstanding any change in law subsequent to the issuance of any bonds, notes or other obligations secured by the surcharge, every municipality or county issuing such bonds, notes or other obligations shall be authorized to impose the surcharge as though the laws relating to the imposition of the surcharge in effect at the time of issuance of the bonds, notes or other obligations were in full force and effect until the bonds, notes or other obligations are paid in full. The State of Illinois pledges and agrees that it will not limit or alter the rights and powers vested in municipalities and counties by this Section to impose the surcharge so as to impair the terms of or affect the security for bonds, notes or other obligations secured in whole or in part with the proceeds of the surcharge described in this Section.
 - (k) Any surcharge collected by or imposed on a

- 1 telecommunications carrier pursuant to this Section shall be
- 2 held to be a special fund in trust for the municipality, county
- 3 or Joint Emergency Telephone Board imposing the surcharge.
- Except for the 3% deduction provided in subsection (g) above,
- 5 the special fund shall not be subject to the claims of
- 6 creditors of the telecommunication carrier.
- (Source: P.A. 95-331, eff. 8-21-07; 95-698, eff. 1-1-08.) 7
- 8 Section 99. Effective date. This Act takes effect upon
- 9 becoming law.