

1 H.582

2 Introduced by Representatives Sibilias of Dover, Young of Glover, Bock of
3 Chester, Conlon of Cornwall, Conquest of Newbury, Forguites
4 of Springfield, Gannon of Wilmington, Haas of Rochester,
5 Jickling of Randolph, Kimbell of Woodstock, McCormack of
6 Burlington, and Scheu of Middlebury

7 Referred to Committee on

8 Date:

9 Subject: Telecommunications; Universal Service Charge; Connectivity

10 Initiative

11 Statement of purpose of bill as introduced: This bill proposes to increase the
12 Universal Service Charge for a limited time and use the additional funds raised
13 to support the Connectivity Initiative.

14 An act relating to increased funding for the Connectivity Initiative

15 It is hereby enacted by the General Assembly of the State of Vermont:

16 ~~Sec. 1. 30 V.S.A. § 7523 is amended to read:~~

17 ~~§ 7523. RATE OF CHARGE~~

18 ~~(a) Beginning on July 1, 2014, the rate of charge shall be two percent of~~
19 ~~retail telecommunications service.~~

1 ~~(b) Beginning on July 1, 2018 and ending on June 30, 2022, the rate of~~
2 ~~charge established under subsection (a) of this section shall be increased by~~
3 ~~one-half of one percent of retail telecommunications service, and the monies~~
4 ~~collected from this increase shall be transferred to the Connectivity Fund~~
5 ~~established under section 7516 of this title to provide additional support~~
6 ~~specifically for the Connectivity Initiative established under section 7515b of~~
7 ~~this title.~~

8 (c) Universal Service Charges imposed and collected by the fiscal agent
9 under this subchapter shall not be transferred to any other fund or used to
10 support the cost of any activity other than in the manner authorized by this
11 section and section 7511 of this title.

12 Sec. 2. 30 V.S.A. § 7516 is amended to read:

13 § 7516. CONNECTIVITY FUND

14 (a) There is created a the Connectivity Fund for the purpose of providing
15 support to the High-Cost Program established under section 7515 of this
16 chapter and the Connectivity Initiative established under section 7515b of this
17 chapter. The fiscal agent shall determine annually, on or before September 1,
18 the amount of monies available to the Connectivity Fund. Such funds shall be
19 apportioned as follows: 45 percent to the High-Cost Program and 55 percent
20 to the Connectivity Initiative.

21 ~~(b) In addition to the monies transferred to the Fund pursuant to~~

1 ~~subsection (a) of this section, monies collected from one-half of one percent of~~
2 the Universal Service Charge shall be allocated to the Fund to provide
3 additional support specifically for the Connectivity Initiative, as prescribed in
4 subsection 7523(b) of this title.

5 Sec. 3. EFFECTIVE DATE

6 ~~This act shall take effect on passage.~~

Sec. 1. 30 V.S.A. § 7523 is amended to read:

§ 7523. RATE OF CHARGE

(a) Beginning on July 1, 2014, the rate of charge shall be two percent of retail telecommunications service.

(b) Beginning on July 1, 2018 and ending on June 30, 2022, the rate of charge established under subsection (a) of this section shall be increased by one-half of one percent of retail telecommunications service, and the monies collected from this increase shall be transferred to the Connectivity Fund established under section 7516 of this title.

(c) Universal Service Charges imposed and collected by the fiscal agent under this subchapter shall not be transferred to any other fund or used to support the cost of any activity other than in the manner authorized by this section and section 7511 of this title.

Sec. 2. EFFECTIVE DATE

This act shall take effect on passage.