SENATE BILL 974

J1, C5, C2

By: **Senator Guzzone** Introduced and read first time: February 2, 2024 Assigned to: Budget and Taxation

A BILL ENTITLED

1 AN ACT concerning

2 Behavioral Health Crisis Response Services – 9–8–8 Trust Fund Fees

3 FOR the purpose of establishing a 9–8–8 fee to be paid by each subscriber to switched local 4 exchange access service, commercial mobile radio service, or other 9-8-accessible $\mathbf{5}$ service; establishing a prepaid wireless 9-8-8 fee to be paid on certain retail 6 transactions; requiring the Comptroller to deposit the remitted 9-8-8 fees and the 7 prepaid wireless 9-8-8 fees in the 9-8-8 Trust Fund; requiring the Comptroller to 8 adopt procedures for auditing fee collection and remittance by telephone companies 9 and commercial mobile radio service providers; and generally related to the 9-8-8 Trust Fund. 10

- 11 BY repealing and reenacting, with amendments,
- 12 Article Health General
- 13 Section 7.5–5A–01, 7.5–5A–02, and 7.5–5A–04
- 14 Annotated Code of Maryland
- 15 (2023 Replacement Volume)
- 16 BY adding to
- 17 Article Health General
- 18 Section 7.5–5A–03.1 and 7.5–5A–03.2
- 19 Annotated Code of Maryland
- 20 (2023 Replacement Volume)

21 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,

- 22 That the Laws of Maryland read as follows:
- 23

Article - Health - General

24 7.5–5A–01.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



4lr1581 CF HB 933 1 (A) In this subtitle[,] THE FOLLOWING WORDS HAVE THE MEANINGS 2 INDICATED.

3 (B) "COMMERCIAL MOBILE RADIO SERVICE" OR "CMRS" MEANS MOBILE 4 TELECOMMUNICATIONS SERVICE THAT IS:

5 (1) **PROVIDED FOR PROFIT WITH THE INTENT OF RECEIVING** 6 COMPENSATION OR MONETARY GAIN;

7

(2) AN INTERCONNECTED, TWO–WAY VOICE SERVICE; AND

8 (3) AVAILABLE TO THE PUBLIC.

9 (C) "COMMERCIAL MOBILE RADIO SERVICE PROVIDER" OR "CMRS 10 PROVIDER" MEANS A PERSON AUTHORIZED BY THE FEDERAL COMMUNICATIONS 11 COMMISSION TO PROVIDE CMRS IN THE STATE.

12 (D) "CONSUMER" MEANS A PERSON THAT PURCHASES PREPAID WIRELESS 13 TELECOMMUNICATIONS SERVICE IN A RETAIL TRANSACTION.

14 **(E)** "Fund" means the 9–8–8 Trust Fund.

15 **(F)** "PREPAID WIRELESS TELECOMMUNICATIONS SERVICE" MEANS A 16 COMMERCIAL MOBILE RADIO SERVICE THAT:

17 (1) ALLOWS A CONSUMER TO DIAL 9-8-8 TO ACCESS THE 9-8-8 18 SYSTEM;

19 (2) MUST BE PAID FOR IN ADVANCE; AND

20(3)Is sold in predetermined units that decline with use in a21KNOWN AMOUNT.

22 (G) "RETAIL TRANSACTION" MEANS THE PURCHASE OF PREPAID WIRELESS 23 TELECOMMUNICATIONS SERVICE FROM A SELLER FOR ANY PURPOSE OTHER THAN 24 RESALE.

25 (H) "SELLER" MEANS A PERSON THAT SELLS PREPAID WIRELESS 26 TELECOMMUNICATIONS SERVICE TO ANOTHER PERSON.

27 7.5–5A–02.

28 (a) There is a 9–8–8 Trust Fund.

 $\mathbf{2}$

 $\mathbf{2}$ Designating and maintaining 9–8–8 as the universal telephone number (1)3 for a national suicide prevention and mental health crisis hotline in accordance with the federal National Suicide Hotline Designation Act of 2020; and 4 $\mathbf{5}$ (2)Developing and implementing a statewide initiative for the 6 coordination and delivery of the continuum of behavioral health crisis response services in 7the State, including: 8 (i) Crisis call centers: 9 Mobile crisis team services; (ii) 10 (iii) Crisis stabilization centers: and 11 (iv) Other acute behavioral health care services. The Department shall administer the Fund. 12 (c) 13 (d) The Fund is a special, nonlapsing fund that is not subject to 7–302 of (1)the State Finance and Procurement Article. 1415(2)The State Treasurer shall hold the Fund separately, and the 16Comptroller shall account for the Fund. 17(e) The Fund consists of: (1) MONEY FROM THE 9–8–8 FEE COLLECTED AND REMITTED TO THE 18 19COMPTROLLER UNDER § 7.5–5A–03.1 OF THIS SUBTITLE; 20(2) MONEY FROM THE PREPAID WIRELESS 9–8–8 FEE COLLECTED 21AND REMITTED TO THE COMPTROLLER UNDER § 7.5–5A–03.2 OF THIS SUBTITLE; 22**[**(1)**] (3)** Money appropriated in the State budget to the Fund; Interest earnings of the Fund; and 23**[**(2)**] (4)** 24**[**(3)**] (5)** Any other money from any other source accepted for the benefit 25of the Fund. The Fund may be used only for carrying out the purpose of the Fund. 26(f) 27The State Treasurer shall invest the money of the Fund in the same (g)(1)28manner as other State money may be invested.

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The purpose of the Fund is to provide reimbursement for costs associated with:

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(b)

1 (2)Any interest earnings of the Fund shall be credited to the Fund. $\mathbf{2}$ (h) Expenditures from the Fund may be made only in accordance with the State 3 budget. Money expended from the Fund for carrying out the purpose of the Fund is 4 (i) supplemental to and is not intended to take the place of funding that otherwise would be $\mathbf{5}$ appropriated for carrying out the purpose of the Fund. 6 7 No part of the Fund may revert or be credited to: (j) The General Fund of the State; or 8 (1)9 (2)Any other special fund of the State. The Fund is subject to audit by the Office of Legislative Audits as provided in 10 (k) 11 § 2–1220 of the State Government Article. 12 7.5-5A-03.1. **(**A**)** 13IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS (1) 14INDICATED. "9-8-8-ACCESSIBLE SERVICE" MEANS TELEPHONE SERVICE OR 15(2) 16ANOTHER COMMUNICATIONS SERVICE THAT CONNECTS AN INDIVIDUAL DIALING THE DIGITS 9–8–8 TO AN ESTABLISHED PUBLIC SAFETY ANSWERING POINT. 17"9-8-8 FEE" MEANS THE FEE IMPOSED IN ACCORDANCE WITH 18 (3) 19 THIS SECTION. **"9-8-8 SERVICE CARRIER" MEANS A PROVIDER OF CMRS** 20(4) **(I)** 21OR OTHER 9–8–8–ACCESSIBLE SERVICE. 22**"9-8-8 (II)** SERVICE CARRIER" DOES NOT INCLUDE Α 23**TELEPHONE COMPANY.** 24**(B)** THIS NOT TO SECTION DOES APPLY PREPAID WIRELESS TELECOMMUNICATIONS SERVICE. 2526**(C)** EACH SUBSCRIBER TO SWITCHED LOCAL EXCHANGE ACCESS SERVICE, 27CMRS, OR OTHER 9–8–8–ACCESSIBLE SERVICE SHALL PAY A 9–8–8 FEE.

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28 (D) (1) SUBJECT TO PARAGRAPHS (2) THROUGH (4) OF THIS 29 SUBSECTION, THE 9–8–8 FEE IS 25 CENTS PER MONTH PAYABLE WHEN THE BILL FOR 1 THE SWITCHED LOCAL EXCHANGE ACCESS SERVICE, CMRS, OR OTHER 2 9-8-8-ACCESSIBLE SERVICE IS DUE.

3 (2) EXCEPT AS PROVIDED IN PARAGRAPHS (3) AND (4) OF THIS 4 SUBSECTION, IF A PERSON IS ABLE TO MAKE MORE THAN ONE SIMULTANEOUS 5 OUTBOUND CALL USING A 9–8–8–ACCESSIBLE SERVICE, EACH SEPARATE OUTBOUND 6 CALL VOICE CHANNEL CAPACITY, REGARDLESS OF THE TECHNOLOGY, SHALL BE 7 CONSIDERED A SEPARATE 9–8–8–ACCESSIBLE SERVICE FOR THE PURPOSE OF 8 DETERMINING THE 9–8–8 FEE DUE UNDER PARAGRAPH (1) OF THIS SUBSECTION.

9 (3) CMRS PROVIDED TO MULTIPLE DEVICES THAT SHARE THE SAME 10 TELEPHONE NUMBER SHALL BE CONSIDERED A SINGLE 9–8–8–ACCESSIBLE 11 SERVICE FOR THE PURPOSE OF DETERMINING THE 9–8–8 FEE DUE UNDER 12 PARAGRAPH (1) OF THIS SUBSECTION.

(4) A BROADBAND CONNECTION THAT IS NOT USED AS A TELEPHONE
 SERVICE MAY NOT BE CONSIDERED A SEPARATE VOICE CHANNEL CAPACITY FOR THE
 PURPOSE OF DETERMINING THE 9–8–8 FEE DUE UNDER PARAGRAPH (1) OF THIS
 SUBSECTION.

17 (E) (1) THE PUBLIC SERVICE COMMISSION SHALL DIRECT EACH 18 TELEPHONE COMPANY TO ADD THE 9–8–8 FEE TO ALL CURRENT BILLS RENDERED 19 FOR SWITCHED LOCAL EXCHANGE ACCESS SERVICE IN THE STATE.

20 (2) EACH TELEPHONE COMPANY:

21(I)SHALL ACT AS A COLLECTION AGENT FOR THE FUND WITH22RESPECT TO THE 9-8-8 FEES; AND

23 (II) SHALL REMIT ALL MONEY COLLECTED TO THE 24 COMPTROLLER ON A MONTHLY BASIS.

25(3)THE COMPTROLLER SHALL DEPOSIT THE MONEY REMITTED IN26THE FUND.

27 (F) (1) EACH 9–8–8 SERVICE CARRIER SHALL ADD THE 9–8–8 FEE TO ALL 28 CURRENT BILLS RENDERED FOR CMRS OR OTHER 9–8–8–ACCESSIBLE SERVICE IN 29 THE STATE.

30 (2) EACH 9–8–8 SERVICE CARRIER:

31 (I) SHALL ACT AS A COLLECTION AGENT FOR THE FUND WITH 32 RESPECT TO THE 9–8–8 FEES; **SENATE BILL 974**

1 (II) SHALL REMIT ALL MONEY COLLECTED TO THE 2 COMPTROLLER ON A MONTHLY BASIS;

3 (III) SHALL KEEP RECORDS OF 9-8-8 FEES COLLECTED AND
4 REMITTED UNDER THIS PARAGRAPH FOR AT LEAST 4 YEARS AFTER THE FEE IS
5 REMITTED; AND

6 (IV) IS ENTITLED TO CREDIT, AGAINST THE MONEY FROM THE 7 9–8–8 FEE TO BE REMITTED TO THE COMPTROLLER, AN AMOUNT EQUAL TO 0.5% OF 8 THE 9–8–8 FEE TO COVER THE EXPENSES OF BILLING, COLLECTING, REMITTING, 9 AND KEEPING RECORDS OF THE 9–8–8 FEES.

10(3)THE COMPTROLLER SHALL DEPOSIT THE MONEY REMITTED IN11THE FUND.

12 (G) (1) THE COMPTROLLER SHALL ADOPT PROCEDURES FOR AUDITING 13 FEE COLLECTION AND REMITTANCE BY TELEPHONE COMPANIES AND CMRS 14 PROVIDERS.

15 (2) THE COMPTROLLER IS ENTITLED TO AN AMOUNT EQUAL TO 0.5%
 16 OF THE 9–8–8 FEES TO COVER THE EXPENSES OF CONDUCTING AUDITS UNDER THIS
 17 SUBSECTION.

18 **(H)** A CMRS PROVIDER THAT PAYS OR COLLECTS 9–8–8 FEES UNDER THIS 19 SECTION HAS THE SAME IMMUNITY FROM LIABILITY FOR TRANSMISSION FAILURES 20 AS THAT APPROVED BY THE PUBLIC SERVICE COMMISSION FOR LOCAL EXCHANGE 21 TELEPHONE COMPANIES THAT ARE SUBJECT TO REGULATION BY THE COMMISSION 22 UNDER THE PUBLIC UTILITIES ARTICLE.

23(I)THE COMPTROLLER SHALL ADOPT REGULATIONS TO CARRY OUT THIS24SECTION.

25 **7.5–5A–03.2**.

26 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS 27 INDICATED.

28 (2) "PREPAID WIRELESS 9–8–8 FEE" MEANS THE FEE THAT IS 29 REQUIRED TO BE COLLECTED BY A SELLER FROM A CONSUMER IN THE AMOUNT 30 ESTABLISHED UNDER THIS SECTION. 1 (3) "PROVIDER" MEANS A PERSON THAT PROVIDES PREPAID 2 WIRELESS TELECOMMUNICATIONS SERVICE UNDER A LICENSE ISSUED BY THE 3 FEDERAL COMMUNICATIONS COMMISSION.

4 (B) (1) THE PREPAID WIRELESS 9–8–8 FEE IS 25 CENTS PER RETAIL 5 TRANSACTION.

6 (2) (I) EXCEPT AS PROVIDED IN SUBPARAGRAPH (II) OF THIS 7 PARAGRAPH, THE SELLER SHALL COLLECT THE PREPAID WIRELESS 9–8–8 FEES 8 FROM THE CONSUMER FOR EACH RETAIL TRANSACTION IN THE STATE.

9 (II) A SELLER MAY NOT COLLECT A PREPAID WIRELESS 9–8–8 10 FEE FROM A CONSUMER IF THE CONSUMER IS CERTIFIED AS ELIGIBLE FOR THE 11 LIFELINE PROGRAM ESTABLISHED BY THE FEDERAL COMMUNICATIONS 12 COMMISSION.

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(3) A RETAIL TRANSACTION OCCURS IN THE STATE IF:

14(I)THE SALE OR RECHARGE TAKES PLACE AT THE SELLER'S15PLACE OF BUSINESS LOCATED IN THE STATE;

16

(II) THE CONSUMER'S SHIPPING ADDRESS IS IN THE STATE; OR

17 (III) NO ITEM IS SHIPPED, BUT THE CONSUMER'S BILLING 18 ADDRESS OR THE LOCATION ASSOCIATED WITH THE CONSUMER'S MOBILE 19 TELEPHONE NUMBER IS IN THE STATE.

20 (C) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, 21 THE PREPAID WIRELESS 9–8–8 FEE IS THE LIABILITY OF THE CONSUMER AND NOT 22 OF THE SELLER OR OF ANY PROVIDER.

(2) THE SELLER IS LIABLE FOR REMITTING ALL PREPAID WIRELESS
 9-8-8 FEES THAT THE SELLER COLLECTS FROM CONSUMERS AS PROVIDED IN THIS
 SECTION.

(D) A SELLER MAY DEDUCT AND RETAIN 3% OF PREPAID WIRELESS 9-8-8
FEES COLLECTED FROM CONSUMERS TO COVER THE EXPENSES OF COLLECTING
AND REMITTING THE PREPAID WIRELESS 9-8-8 FEE.

(E) A SELLER SHALL REPORT AND REMIT TO THE COMPTROLLER ALL
PREPAID WIRELESS 9–8–8 FEES COLLECTED BY THE SELLER IN A MANNER
PROVIDED FOR THE REMITTING OF THE SALES AND USE TAX UNDER TITLES 11 AND
13 OF THE TAX – GENERAL ARTICLE.

1 (F) THE COMPTROLLER SHALL DEPOSIT ALL REPORTED AND REMITTED 2 PREPAID WIRELESS 9–8–8 FEES INTO THE FUND WITHIN 30 DAYS AFTER RECEIPT.

3 (G) FOR THE PURPOSE OF THIS SECTION, THE AUDIT AND APPEAL
4 PROCEDURES ESTABLISHED FOR THE SALES AND USE TAX UNDER TITLES 11 AND 13
5 OF THE TAX – GENERAL ARTICLE APPLY.

6 **(H)** PROVIDERS AND **SELLERS** OF PREPAID **WIRELESS** 7 TELECOMMUNICATIONS SERVICE HAVE THE SAME IMMUNITY FROM LIABILITY FOR TRANSMISSION FAILURES AS THAT APPROVED BY THE PUBLIC SERVICE 8 9 COMMISSION FOR LOCAL EXCHANGE TELEPHONE COMPANIES THAT ARE SUBJECT TO REGULATION BY THE COMMISSION UNDER THE PUBLIC UTILITIES ARTICLE. 10

11 (I) A TAX, FEE, SURCHARGE, OR OTHER CHARGE MAY NOT BE IMPOSED BY 12 THE STATE, A POLITICAL SUBDIVISION OF THE STATE, OR AN INTERGOVERNMENTAL 13 AGENCY FOR 9–8–8 FUNDING PURPOSES ON A PROVIDER, SELLER, OR CONSUMER 14 WITH RESPECT TO THE SALE, PURCHASE, USE, OR PROVISION OF PREPAID WIRELESS 15 TELECOMMUNICATIONS SERVICE.

16 (J) THE COMPTROLLER SHALL ADOPT REGULATIONS TO CARRY OUT THIS 17 SECTION.

18 7.5–5A–04.

19 On or before December 1 each year, the Department shall submit a report to the 20 Legislative Policy Committee, the Senate Budget and Taxation Committee, and the House 21 Appropriations Committee, in accordance with § 2–1257 of the State Government Article, 22 that includes for the immediately preceding fiscal year a detailed description of:

23 (1) The amount of funds transferred and distributed from the Fund in 24 accordance with § 7.5–5A–02(b) of this subtitle;

25 (2) THE AMOUNT OF FUNDS COLLECTED AND REMITTED TO THE 26 COMPTROLLER UNDER § 7.5–5A–03.1 OF THIS SUBTITLE;

27 (3) THE AMOUNT OF FUNDS COLLECTED AND REMITTED TO THE 28 COMPTROLLER UNDER § 7.5–5A–03.2 OF THIS SUBTITLE;

29 [(2)] (4) The additional services provided by the funding in each local 30 jurisdiction;

31 [(3)] (5) The amount of any unspent funds in the Fund; and

1 [(4)] (6) The reasons funds identified under item [(3)] (5) of this section 2 were not spent.

3 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 4 October 1, 2024.