

FIRST REGULAR SESSION

ONE HUNDRED AND THIRTEENTH LEGISLATURE

Legislative Document

NO. 461

H.P. 358 House of Representatives, February 20, 1987 Reference to the Committee on Utilities suggested and ordered printed.

EDWIN H. PERT, Clerk Presented by Representative BAKER of Portland. Cosponsored by Representative HOLT of Bath.

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-SEVEN

1 2 3	AN ACT to Establish a Universal Telephone Service Program.
4 5	Be it enacted by the People of the State of Maine as follows:
6	35 MRSA §74-A is enacted to read:
7 8	<u>§74-A. A program to ensure universal telephone ser-</u> <u>vice</u>
9 10 11 12 13 14	1. Program implementation. The Department of Hu- man Services is responsible for the administration of a targeted state universal telephone service program and shall provide, in conjunction with the Division of Community Services, applications for this program to all households receiving assistance under any of
14 15	the programs listed in subsection 3.

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1 2	Telephone companies shall deduct \$2 from the monthly bill of each household eligible for this program.
3 4 5 6 7 8 9 10 11 12	Within 60 days of the effective date of this section, the department shall begin receiving applications from households for verification of eligibility. Within 120 days, the Department of Human Services, with the cooperation of the Division of Community Services, shall furnish an initial master list of participating households to telephone companies for use in extending credit under this program. The de- partment shall update the master list on a quarterly basis.
13 14	The department shall reimburse telephone companies for credit extended under this program.
15 16 17	2. Amount of assistance per eligible household. Assistance to each eligible household shall be \$2 each month.
18 19 20	3. Eligibility. Eligibility for this program shall be limited to households who qualify for any one of the 5 following programs:
21	A. Aid to Families with Dependent Children;
22	B. Supplemental Security Income;
23	C. Medicaid;
24	D. Food stamps; or
25	E. Home energy assistance.
26 27 28 29 30 31 32 33	To apply for the monthly credit available under this program, eligible households shall declare their eli- gibility and furnish such additional necessary infor- mation as the department may require to administer the program. Upon verification of eligibility, the department shall add the applicant's name to the next quarterly listing of participating households sent to telephone companies.

5. Funding. In order to maintain universal ser vice and to maintain the financial integrity of the
telephone companies, there is established a nonlaps-

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ing Universal Telephone Service Account to be composed of revenues from the General Fund.

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Money from this account shall be used to reimburse telephone companies for the amounts credited under this program, under subsection 1.

6. Relationship to any joint state-federal universal telephone service or lifeline programs. This program shall be coordinated to the fullest extent possible with any joint state-federal universal telephone service or lifeline programs to reduce administrative costs and inconvenience to the public.

STATEMENT OF FACT

13 This bill establishes a credit for certain low-14 income users in order to help them continue to have 15 basic telephone service.

The Federal Communications Commission now imposes a \$2 per month access charge for residential customers. The Federal Communications Commission will waive the \$2 charge for low-income customers if a state provides a matching \$2 per month for each eligible customer. The total state-federal reduction is \$4 per month.

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