| 1 | HOUSE BILL 750 |
|----|---|
| 2 | 47TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2005 |
| 3 | INTRODUCED BY |
| 4 | Jose A. Campos II |
| 5 | |
| 6 | |
| 7 | FOR THE |
| 8 | ECONOMIC AND RURAL DEVELOPMENT AND TELECOMMUNICATIONS COMMITTEE |
| 9 | |
| 10 | AN ACT |
| 11 | RELATING TO TELECOMMUNICATIONS; AMENDING, REPEALING AND |
| 12 | ENACTING SECTIONS OF THE NEW MEXICO TELECOMMUNICATIONS ACT TO |
| 13 | PROVIDE FOR COMPETITION AMONG TELECOMMUNICATIONS PROVIDERS. |
| 14 | |
| 15 | BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO: |
| 16 | Section 1. Section 63-9A-3 NMSA 1978 (being Laws 1985, |
| 17 | Chapter 242, Section 3, as amended) is amended to read: |
| 18 | "63-9A-3. DEFINITIONSAs used in the New Mexico |
| 19 | Telecommunications Act: |
| 20 | A. "affordable rates" means local exchange service |
| 21 | rates that promote universal service within a local exchange |
| 22 | service area, giving consideration to the economic conditions |
| 23 | and costs to provide service in such area; |
| 24 | <u>B. "basic business local exchange service" means a</u> |
| 25 | primary, flat-rated, business, local, one-party, access line |
| | .155258.1 |
| | |

underscored material = new
[bracketed material] = delete

I

1 service;

2

3

4

12

13

14

15

16

17

20

21

22

23

24

25

C. "basic residential local exchange service" means a primary, flat-rated, residence, local, one-party, access line service;

5 [B.] D. "cable television service" means the one6 way transmission to subscribers of video programming or other
7 programming service and subscriber interaction, if any, that is
8 required for the selection of such video programming or other
9 programming service;

10 [C.] E. "commission" means the public regulation
11 commission;

[D. "competitive telecommunications service" means a service that has been determined to be subject to effective competition pursuant to Section 63-9A-8 NMSA 1978;

E. "effective competition" means that the customers of the service have reasonably available and comparable alternatives to the service;]

18 F. "fund" means the state rural universal service 19 fund;

<u>G. "incumbent local exchange carrier" means a</u> <u>person or an affiliate of a person that:</u> <u>(1) was authorized to provide local exchange</u> service on February 8, 1996 or a successor or assignee of the

<u>person or affiliate; or</u>

(2) a carrier that will be treated as an
.155258.1

<u>underscored material = new</u> [bracketed material] = delete 1 incumbent local exchange carrier if the federal communications 2 commission determines that the provider or class or category of 3 carrier shall be treated as an incumbent local exchange carrier 4 pursuant to 47 U.S.C. 251(H)(2);

[G.] <u>H.</u> "local exchange area" means a geographic area encompassing one or more local communities, as described in maps, tariffs or rate schedules filed with the commission, where local exchange rates apply;

9 [H.] I. "local exchange service" means the 10 transmission of two-way interactive switched voice 11 communications furnished by a telecommunications company within 12 a local exchange area;

[I+] J. "message telecommunications service" means telecommunications service between local exchange areas within the state for which charges are made on a per-unit basis, not including wide-area telecommunications service, or its equivalent, or individually negotiated contracts for telecommunications services;

 $[J_{\cdot}]$ <u>K.</u> "mid-size carrier" means a telecommunications company with more than fifty thousand but less than three hundred seventy-five thousand access lines in the state;

[K. "noncompetitive telecommunications service" means a service that has not been determined to be subject to effective competition pursuant to Section 63-9A-8 NMSA 1978;] .155258.1

- 3 -

<u>underscored material = new</u> [bracketed material] = delete 5

6

7

8

13

14

15

16

17

18

19

20

21

22

23

24

25

1 L. "private telecommunications service" means a 2 system, including the construction, maintenance or operation 3 thereof, for the provision of telecommunications service, or any portion of that service, by a person for the sole and 4 5 exclusive use of that person and not for resale, directly or 6 indirectly. For purposes of this definition, the person that 7 may use such service includes any affiliates of the person if 8 at least eighty percent of the assets or voting stock of the 9 affiliates is owned by the person. If any other person uses 10 the telecommunications service, whether for hire or not, the 11 private telecommunications service is a public 12 telecommunications service;

M. "public telecommunications service" means the transmission of signs, signals, writings, images, sounds, messages, data or other information of any nature by wire, radio, lightwaves or other electromagnetic means originating and terminating in this state regardless of actual call routing. "Public telecommunications service" does not include the provision of terminal equipment used to originate or terminate such service; private telecommunications service; broadcast transmissions by radio, television and satellite broadcast stations regulated by the federal communications commission; radio common carrier services, including mobile telephone service and radio paging; or one-way cable television service; and

.155258.1

underscored material = new [bracketed material] = delete 13

14

15

16

17

18

19

20

21

22

23

24

25

- 4 -

1 "telecommunications company" means a person that Ν. 2 provides public telecommunications service." 3 Section 2. A new section of the New Mexico Telecommunications Act is enacted to read: 4 5 "[NEW MATERIAL] RATES FOR TELECOMMUNICATIONS SERVICES--PUBLIC NOTICE .--6 7 Α. Rates for retail public telecommunications services provided by a telecommunications company shall be 8 9 subject to regulation by the commission only in the manner and 10 to the extent authorized by this section. 11 Β. A telecommunications company shall provide price 12 lists that shall be effective for decreases in retail public 13 telecommunications services: 14 (1) three days after they are provided to the 15 commission for all business services other than basic business 16 local exchange service; or 17 (2) three days after provision to the commission 18 and posting to the telecommunications company's public web site 19 for residential service other than basic residential local 20 exchange service. 21 Notwithstanding the provisions of Subsection B of C. 22 this section, rates for basic business local exchange service 23 and basic residential local exchange service shall be either 24 set or modified in accordance with the incumbent local exchange 25 carrier's alternative form of regulation plan implemented by .155258.1

underscored material = new [bracketed material] = delete

- 5 -

1

the commission pursuant to Section 63-9A-8.2 NMSA 1978.

2 D. Rates for local exchange service to retail end-3 user customers may be reduced to a level in which prices or 4 rates charged for the service shall cover the average variable 5 cost for the provision of the service. Any increase in rates 6 for local exchange service to retail end-user customers shall 7 be in accordance with the incumbent local exchange carrier's 8 alternative form of regulation plan implemented by the 9 commission pursuant to Section 63-9A-8.2 NMSA 1978. 10 Ε. A telecommunications company operating pursuant to 11 this section may offer or discontinue offering special 12 incentives, discounts, packaged offerings, temporary rate 13 waivers or other promotions or offer individual contracts." 14 Section 3. REPEAL.--Section 63-9A-8 NMSA 1978 (being Laws 15 1985, Chapter 242, Section 8, as amended) is repealed. 16 - 6 -17 18 19 20 21 22 23 24 25 .155258.1

underscored material = new
[bracketed material] = delete