Decision No. C20-0034

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF COLORADO

PROCEEDING NO. 19A-0686T

IN THE MATTER OF THE APPLICATION OF THE GUNNISON/HINSDALE COMBINED EMERGENCY TELEPHONE SERVICE AUTHORITY TO INCREASE THE EMERGENCY TELEPHONE CHARGE.

COMMISSION DECISION GRANTING APPLICATION

Mailed Date:

January 16, 2020

Adopted Date:

January 15, 2020

I. <u>BY THE COMMISSION</u>

A. Statement

1. On December 2, 2019, the Gunnison/Hinsdale Combined Emergency Telephone

Service Authority (Applicant or Company) filed its application pursuant to § 29-11-102(2)(b),

C.R.S., for approval of an emergency telephone charge increase from \$1.00 to \$2.00 per service

user per month (Application).

2. On December 11, 2019, the Commission gave notice of the Application stating

that parties wishing to participate in this Proceeding should file an Intervention or other

appropriate pleading within 30 days after the date of the Notice.

3. On December 27, 2019, the Applicant filed supplemental documentation to

further support its Application.

4. On January 6, 2020, the Applicant filed an Affidavit attesting that it had published

notice of the Application in a local newspaper, as required by the Commission's Rules

Regulating Telecommunications Services and Providers of Telecommunications Services, 4 Code

of Colorado Regulations (CCR) 723-2-2147(d).

5. No interventions were filed or public comments received in response to this Application.

## II. <u>FINDINGS AND CONCLUSIONS</u>

- 6. Since the Application is now uncontested, the matter will be considered pursuant to the Commission's modified procedure, § 40-6-109(5), C.R.S., and the Commission's Rules of Practice and Procedure, 4 CCR 723-1-1403.
- 7. The Applicant is a governing body as defined in § 29-11-101(4), C.R.S. The Company's status as a governing body is established by Intergovernmental Agreement, a copy of which was included in the Application as Exhibit 1.
- 8. A governing body may incur equipment, installation, and other costs directly related to the continued operation of emergency telephone service pursuant to § 29-11-102, C.R.S. As provided in paragraph (a) of subsection (2) of that statute, such allowable costs may be categorized as equipment directly related to the receipt and routing of emergency calls, monthly recurring charges for the emergency telephone service, reimbursement of costs for equipment changes necessary for the provision or transmission of wireless Automatic Number Identification or wireless Automatic Location Identification to a public safety answering point (PSAP), costs related to the provision of emergency notification service and emergency telephone service, and "other" directly related costs. Personnel expenses necessarily incurred for a PSAP may also be paid with funds collected from 911 charges.<sup>1</sup> § 29-11-104(2)(b), C.R.S.
- 9. A governing body is statutorily authorized to collect up to \$0.70 per month per exchange access facility, per wireless communications access, and per interconnected Voice over Internet Protocol service to cover such costs of service within its jurisdiction. In the event that a

<sup>&</sup>lt;sup>1</sup> Such personnel include employees who take and dispatch telephone calls, or who maintain the computer database of the PSAP.

governing body determines that a charge in excess of \$0.70 is necessary to provide adequate emergency telephone service, the governing body shall obtain the approval of the Commission before imposing such higher charge. § 29-11-102(2), C.R.S.

- 10. Currently, the monthly emergency telephone surcharge is \$1.00 in the Applicant's service territory. The Application seeks to increase the charge to \$2.00 per month.
- 11. The Company is supported by the affidavit and verification of the information filed with the Commission by the Applicant.
- 12. The Applicant funds one PSAP, that being the Gunnison-Hinsdale Combined Communication Center.
- 13. The Applicant has determined that an increase in the emergency telephone surcharge is needed for several reasons, including: (1) declining surcharge revenues; (2) capital equipment expenses, including radio system upgrades; and (3) increased costs for ESInet implementation.
- 14. The increase requested by the Applicant will increase revenues for the Applicant by an average of roughly \$200,000 per year, or about \$980,416 over the next five years. Without any increase, the Applicant will either exhaust its funds in 2020 or be forced to forgo some of its planned expenses. With the requested increase, assuming no unforeseen costs, funding should be sufficient for at least the next five years.
- 15. Based on this evidence, the Commission agrees with Applicant that additional funding that would be raised by a surcharge rate of \$2.00 is necessary in order to maintain the current level of expenditure of all categories of expense allowed pursuant to § 29-11-104(2), C.R.S., and to pay for the Applicant's proposed expenses.

## III. ORDER

## **A.** The Commission Orders That:

- 1. The application of the Gunnison/Hinsdale Combined Emergency Telephone Service Authority (Applicant) seeking to increase the emergency telephone charge to \$2.00 per access line per month is granted.
- 2. The Applicant shall notify each affected service provider of the increase in the emergency telephone surcharge by registered mail at least 60 days prior to the new rate becoming effective.
- 3. The 20-day time period provided by § 40-6-114, C.R.S., to file an application for rehearing, reargument, or reconsideration shall begin on the first day after the effective date of this Decision.
  - 4. This Decision is effective upon its Mailed Date.

## B. ADOPTED IN COMMISSIONERS' WEEKLY MEETING January 15, 2020.

THE PUBLIC UTILITIES COMMISSION
OF THE STATE OF COLORADO

JEFFREY P. ACKERMANN

FRANCES A. KONCILJA

ATTEST: A TRUE COPY

JOHN GAVAN

Commissioners

Doug Dean,
Director