H. R. 2112

To amend the Communications Act of 1934 to increase the forfeiture penalty for telephone service slamming and to require providers of such service to report slamming incidents, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

July 8, 1997

Mr. Franks of New Jersey (for himself, Mr. Defazio, Mr. Oberstar, Mr. Clement, and Mr. Frank of Massachusetts) introduced the following bill; which was referred to the Committee on Commerce

A BILL

To amend the Communications Act of 1934 to increase the forfeiture penalty for telephone service slamming and to require providers of such service to report slamming incidents, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. SHORT TITLE.
- 4 This Act may be cited as the "Telephone Slamming
- 5 Prevention and Internet Connection Act".

SEC. 2. INCREASED FORFEITURE PENALTY AND SUPPORT 2 FOR UNIVERSAL SERVICE. 3 Section 503(b)(2)(B) of the Telecommunications Act of 1937 (47 U.S.C. 503(b)(2)(B)) is amended— 4 5 (1) by striking "(B) If" and inserting "(B)(i) 6 Except as provided in clause (ii), if"; and 7 (2) by adding at the end the following new 8 clause: 9 "(ii)(I) In the case only of any common carrier sub-10 ject to the provisions of this Act who willfully or repeatedly 11 fails to comply with section 258 or the verification procedures prescribed pursuant to subsection (a) of such sec-12 13 tion, clause (i) of this subparagraph shall be applied by 14 substituting— "(aa) '\$200,000' for '\$100,000'; and 15 "(bb) '\$2,000,000' for '\$1,000,000'. 16 17 "(II) Notwithstanding section 504(a), any forfeitures 18 pursuant to subclause (I) shall be payable to the Adminis-19 trator (as such term is defined in section 54.5 of the Com-20 mission's regulations (47 CFR 54.5)) for use only in pro-21 viding Federal universal service support for schools and 22 libraries and for health care providers in accordance with 23 subparts F and G, respectively, of part 54 of the Commission's regulations (47 CFR part 54).".

1 SEC. 3. REPORTING OF SLAMMING INCIDENTS.

- 2 Section 258 of the Communications Act of 1934 (47
- 3 U.S.C. 258) is amended by adding at the end the following
- 4 new subsection:
- 5 "(c) Reporting.—The Commission shall, by regula-
- 6 tion, require each telecommunications carrier to report
- 7 regularly to the Commission regarding each incident, of
- 8 which the carrier has knowledge or has received a com-
- 9 plaint, of a change in a subscriber's selection of a provider
- 10 of telephone exchange service or telephone toll service
- 11 without the authorization of the subscriber. The regula-
- 12 tions shall require the reporting of information sufficient
- 13 to identify the incident, including the service affected, the
- 14 subscriber, the carriers from which and to which service
- 15 was changed, and the approximate date of the change. The
- 16 Commission shall make bona fide efforts to enter into
- 17 agreements with State commissions concerning reciprocal
- 18 reporting of such incidents.".

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