June 9, 2025

The Honorable Ronald D. Kouchi President of the Senate, and Members of the Senate Thirty-Third State Legislature State Capitol, Room 409 Honolulu, Hawai'i 96813 The Honorable Nadine Nakamura Speaker, and Members of the House of Representatives Thirty-Third State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Aloha President Kouchi, Speaker Nakamura, and Members of the Legislature:

This is to inform you that on June 9, 2025, the following bill was signed into law:

H.B. NO. 1052, H.D. 1, S.D. 2, C.D. 1 RELATING TO THE UNIVERSAL SERVICE PROGRAM.

ACT 202

Mahalo,

Sylvia Luke

Acting Governor, State of Hawai'i

APPROVED BY THE ACTING GOVERNOR

JUN 9 2025 HOUSE OF REPRESENTATIVES THIRTY-THIRD LEGISLATURE, 2025 STATE OF HAWAII ACT 202 H.B. NO. H.D. 1 S.D. 2 C.D. 1

A BILL FOR AN ACT

RELATING TO THE UNIVERSAL SERVICE PROGRAM.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that the public utilities
- 2 commission provides critical services that ensure access to a
- 3 basic set of essential telecommunications services for
- 4 individuals who are blind or visually impaired.
- 5 In 1995, the legislature established the universal service
- 6 program, the purpose of which, in relevant part, is to help
- 7 customers with disabilities access and maintain a basic set of
- 8 essential telecommunications services as determined by the
- 9 commission. By law, all telecommunications carriers are
- 10 required to contribute to this program. However, the universal
- 11 service program is currently inactive with no funds available in
- 12 the universal service fund. Moreover, the public utilities
- 13 commission lacks clear legislative authority to develop a
- 14 program addressing print disability through the universal
- 15 service fund and does not have budget authorization to expend
- 16 funds for this purpose.



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1	Acco	rdingly, the purpose of this Act is to provide clearer
2	authoriza	tion and guidance for the public utilities commission
3	to implem	ent and manage the universal service program
4	effective	ly, using funds from the universal service fund.
5	SECT	ION 2. Section 269-41, Hawaii Revised Statutes, is
6	amended t	o read as follows:
7	" [+]	<pre>\$269-41[+] Universal service program; establishment;</pre>
8	purpose;	principles. There is established the universal service
9	program.	The purpose of this program is to:
10	(1)	Maintain affordable, just, and reasonable rates for
11		basic residential telecommunications service, as
12		defined by the commission;
13	(2)	Assist customers located in the areas of the State
14		that have high costs of essential telecommunications
15		service, low-income customers, and customers with
16		disabilities, in obtaining and maintaining access to a
17		basic set of essential telecommunications services as
18		determined by the commission. The commission may
19		expand or otherwise modify relevant programs, such as
20		the lifeline program under section 269-16.5;

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1	(3)	Ensure that consumers in all communities are provided
2		with access, at reasonably comparable rates, to all
3		telecommunications services [which] that are used by a
4		majority of consumers located in metropolitan areas of
5		the State. The commission shall provide for a
6		reasonable transition period to support the statewide
7		deployment of these advanced telecommunications
8		services, including[τ] but not limited to[τ] the use
9		of strategic community access points in public
10		facilities, such as education, library, and health
11		care facilities;
12	(4)	Ensure that consumers are given the information
13		necessary to make informed choices among the
14		alternative telecommunications carriers and services;
15		[and]
16	(5)	Promote affordable access throughout the State to
17		enhanced government information and services,
18		including education, health care, public safety, and
19		other government services[+]; and
20	(6)	Ensure access to essential telecommunications services
21		for individuals with print disabilities, including

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1	providing free, print-disability-friendly telephonic
2	access to time-sensitive information for individuals
3	who are blind or visually impaired. For the purposes
4	of this paragraph, "time-sensitive information"
5	includes state and government information, public
6	notices, emergency alerts, job opportunities, and
7	daily newspapers.
8	The commission shall administer the universal service
9	program, including the establishment of criteria by which the
10	purposes of the program are met."
11	SECTION 3. Section 269-42, Hawaii Revised Statutes, is
12	amended as follows:
13	1. By amending subsections (a) and (b) to read:
14	"(a) There is established outside of the state treasury a
15	special fund to be known as the universal service fund to be
16	administered by the commission to implement the policies and
17	goals of universal service[-] through the universal service
18	program. The fund shall consist of contributions from the
19	sources identified in subsections (e) and (f). Interest earned
20	from the balance of the fund shall become a part of the fund.
21	The commission shall adopt rules regarding the distribution of

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- 1 moneys from the fund including reimbursements to carriers for
- 2 providing reduced rates to low-income, elderly, residents of
- 3 underserved or rural areas, or other subscribers, as authorized
- 4 by the commission.
- 5 (b) The commission may use available funds in the fund to
- 6 provide free telephonic access to time-sensitive information for
- 7 individuals with print disabilities; provided that the amount of
- 8 funds expended from the fund for this purpose shall not exceed
- 9 \$150,000. The commission may allow distribution of funds from
- 10 the fund directly to customers based upon a need criteria
- 11 established by the commission."
- 12 2. By amending subsection (f) to read:
- "(f) The commission shall designate the method by which
- 14 the contributions under subsection (e) shall be calculated and
- 15 collected. The commission shall consider basing contributions
- 16 solely on the gross operating revenues from the retail provision
- 17 of intrastate telecommunications services offered by the
- 18 telecommunications carriers subject to the contribution. The
- 19 commission may determine the percentage of telecommunications
- 20 fees to be contributed to the universal service fund."

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- 1 SECTION 4. Statutory material to be repealed is bracketed
- 2 and stricken. New statutory material is underscored.
- 3 SECTION 5. This Act shall take effect upon its approval.

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APPROVED this 9th day of June , 2025

ACTING GOVERNOR OF THE STATE OF HAWAII

HB No. 1052, HD 1, SD 2, CD 1

THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: April 30, 2025 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-Third Legislature of the State of Hawaii, Regular Session of 2025.

Nadine K. Nakamura Speaker

House of Representatives

This Teller

Madrie K. Mahr

Brian L. Takeshita

Chief Clerk

House of Representatives

THE SENATE OF THE STATE OF HAWAI'I

Date: April 30, 2025 Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-Third Legislature of the State of Hawai'i, Regular Session of 2025.

resident of the Senate

Clerk of the Senate