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Sponsored by: Assemblyman PAUL D. MORIARTY District 4 (Camden and Gloucester) Assemblywoman ELEASE EVANS District 35 (Bergen and Passaic)

SYNOPSIS

Wireless Telephone Consumer Protection Act; establishes certain consumer protections for wireless telephone subscribers.

CURRENT VERSION OF TEXT

Introduced Pending Technical Review by Legislative Counsel



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AN ACT concerning wireless telephone service providers, 1 2 designating the act as "Wireless Telephone Consumer Protection 3 Act," and supplementing Title 48 of the Revised Statutes. 4 5 **BE IT ENACTED** by the Senate and General Assembly of the State 6 of New Jersey: 7 8 1. As used in this act: 9 "Act" means the "Wireless Telephone Consumer Protection Act." 10 "Board" means the Board of Public Utilities. "Internet" means the international computer network of both 11 12 federal and non-federal interoperable packet switched data 13 networks. 14 "Wireless telephone service" means commercial mobile radio 15 service, as defined in 47 U.S.C.s.332(d). "Wireless telephone service provider" or "provider" means any 16 17 entity that provides wireless telephone service within this State. 18 "Wireless telephone number information" means the telephone 19 number, electronic address and any other identifying information by 20 which a calling party may reach a subscriber to commercial mobile 21 services, and which is assigned by a wireless telephone service 22 provider to such subscriber. 23 24 2. a. Within 180 days following the effective date of this act, 25 the board shall adopt rules and regulations pursuant to the 26 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 27 seq.) requiring that any publication, including publication on the Internet, of a wireless telephone service provider concerning the 28 29 terms of its plans or contracts for wireless telephone service shall 30 set forth, in a plain and conspicuous manner, the following 31 information: 32 (1) Information on charges, including the originating location of 33 the call, monthly base charge, per-minute charges for minutes not 34 included in the plan, and the method of calculating minutes 35 charged; 36 (2) Information on the minutes included in the plan, including 37 allowable minutes during daytime on weekdays, allowable minutes 38 during nights and weekends, or any other differing charges for long-39 distance, roaming, incoming and directory assistance; 40 (3) Information on plan or contract terms, including length of 41 contract, early or other termination fees, trial periods, and start-up 42 fees; 43 (4) Information on taxes to be collected by the provider for, and 44 paid to, a State, local, or other governmental agency; 45 (5) Information on surcharges imposed by the provider for the 46 costs of compliance with regulations or for other purposes; and 47 (6) Any other information that the board considers appropriate 48 to ensure that consumers of wireless telephone service are fully

1 informed of the terms of the plan or contract. 2 b. Wireless telephone service providers shall provide the 3 information required by this section to a consumer prior to entering 4 into any contract with a consumer for wireless telephone service. 5 c. The board shall adopt rules and regulations directing 6 providers to publish the information required by this section in a 7 tabular format, in a clear and uniform manner, and in at least 10 8 point font. This format shall be designed to ensure that consumers 9 may accurately compare the true cost of services among providers. 10 d. Wireless telephone service providers shall meet the disclosure 11 requirements in this section in advertising to the extent allowed by 12 the advertising medium. 13 14 a. Each wireless telephone service provider shall make 3. 15 available maps showing the wireless telephone service area of such provider and the wireless telephone service area of such provider 16 17 within this State. Such maps shall contain the maximum practicable 18 level of granularity and shall be updated quarterly. 19 b. Each map of a service area required under subsection a. of 20 this section shall be provided to a consumer: 21 (1) upon the request of the consumer; and 22 (2) whenever a plan or contract for the service is entered into. 23 c. Each map of a service area required under subsection a. of 24 this section shall be available: 25 (1) on the Internet website of the provider concerned; and (2) on the Internet website of the board. 26 27 4. a. The board shall monitor the quality of wireless telephone 28 29 service providers based on the following standards: 30 (1) dropped calls; 31 (2) blocked calls; 32 (3) known coverage gaps (including average signal strength) or 33 dead zones; 34 (4) predicted street level signal strength; and 35 (5) any other matters the board considers appropriate. 36 b. In monitoring the quality of wireless telephone service under 37 subsection a. of this section, the board shall establish an Internet website which allows members of the public to submit their 38 comments and views to the board on the quality of such service. 39 40 The board shall also accept written complaints by mail. 41 The board shall make information available to wireless c. 42 telephone service providers and the public on a semiannual basis 43 concerning the quality of wireless telephone service provided in this 44 State. 45 46 5. a. An extension of a contract for wireless telephone service 47 shall not be valid unless the extension of the contract is in writing 48 and is signed by the subscriber, or confirmed in writing and signed

1 by the subscriber within seven days of receipt by the subscriber.

2 b. A wireless telephone service provider shall provide 3 subscribers with written notice of any change in rates, terms, or 4 conditions of service at least 30 days before the change is to take 5 effect. If any such change will result in higher rates or more 6 restrictions on service or otherwise will result in a material, adverse 7 change for such subscriber, the subscriber may, within such 30-day 8 period, terminate the service without penalty and receive a pro rata 9 refund of the charges, if any, paid for the handset used for the 10 service. The notice of change shall inform the subscriber of the 11 right to terminate the contract, the right to a handset refund, and the 12 steps to take to implement such a termination.

c. A contract for wireless service may be canceled upon the
request of the subscriber for any reason during the first 30 days.
There shall be no penalty or other costs to the subscriber for any
cancellation during these 30 days, except that the subscriber shall
be responsible for the cost of the service used during the time
period that the contract was in effect.

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6. a. A wireless telephone service provider shall provide bills for wireless telephone services that are clearly organized and clearly describe in plain language the products and services for which charges are imposed, and that conform to format standards established by the board.

b. Taxes and fees which are required by federal, State, or local statute or regulation to be collected from the subscriber shall be set forth in a separate section of the bill and shall be itemized separately. This section of the bill shall only contain charges that the provider is required to be recover from subscribers pursuant to federal, State or local statute or regulation.

c. Roaming or off-network charges shall be itemized on the
subscriber's bill within 60 days of the call being placed, and such
roaming or off-network charges shall identify the date and
originating location of the call.

d. Upon the request of a subscriber, a wireless telephone service
provider shall provide an itemized bill to the subscriber at no cost to
the subscriber.

e. Charges associated with the use of wireless telephone
equipment or services shall not be the liability of the subscriber if
such use was unauthorized by the subscriber due to loss or theft,
provided that such loss or theft is promptly reported to the wireless
telephone service provider.

f. The board shall adopt rules and regulations pursuant to the
"Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et
seq.) implementing this section and establishing such procedures as
may be necessary to allow subscribers to file complaints with the
board with regard to billing disputes between wireless telephone
service providers and subscribers.

A wireless telephone service provider shall refrain from 1 g. 2 terminating a subscriber's service for nonpayment so long as the 3 subscriber's billing complaint is pending before the board and for 15 4 days thereafter, or for such period as the board for good cause shall 5 establish, provided that as a condition of continued service during 6 the pendency of any such dispute, the subscriber shall pay the 7 undisputed portions of any bill for service and any amounts the 8 board determines are necessary to fairly compensate the wireless 9 telephone provider for services rendered while the complaint is 10 pending and 15 days thereafter.

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12 7. a. A wireless telephone service provider, or any direct or 13 indirect affiliate or agent of a provider, providing the name and 14 wireless telephone number information of a subscriber for inclusion 15 in any directory of any form, or selling, leasing, licensing or sharing 16 the contents of any directory database, or any portion or segment 17 thereof, shall not include the wireless telephone number information 18 of any subscriber without first obtaining the express consent of that 19 The provider's form for obtaining the subscriber's subscriber. 20 express consent shall meet all of the following requirements:

(1) it shall be a separate document that is not attached to anyother document;

23 (2) it shall be signed and dated by the subscriber;

(3) it shall be unambiguous and legible, and shall conspicuously
disclose that, by signing the form, the subscriber consents to having
the subscriber's wireless telephone number information sold or
licensed as part of a list of subscribers and having the subscriber's
wireless telephone number information included in a publicly
available directory; and

30 (4) if under the subscriber's calling plan the subscriber may be 31 billed for receiving unsolicited calls or text messaging from a 32 telemarketer, the provider's form shall be unambiguous and legible, 33 and shall conspicuously disclose that, by consenting to have the 34 subscriber's wireless telephone number information sold or licensed 35 as part of a list of subscribers or to be included in a publicly 36 available directory, the subscriber may incur additional charges for 37 receiving unsolicited calls or text messages.

b. A subscriber who provides express prior consent pursuant to
subsection a. of this section may revoke that consent at any time. A
wireless telephone service provider shall comply with the
subscriber's request to opt out within a reasonable period of time,
not to exceed 60 days.

c. A subscriber shall not be charged for making the choice not tobe listed in a directory.

d. This section shall not apply to the provision of wireless
telephone number information to the following parties for the
purposes indicated:

48 (1) to a collection agency, to the extent disclosures made by the

1 provider are exclusively for the collection of the subscriber's unpaid 2 debt to the provider; 3 (2) to any law enforcement agency, fire protection agency, public 4 health agency, public environmental health agency, city or county 5 emergency services planning agency, or private for-profit agency 6 operating under contract with, and at the direction of, one or more 7 of these agencies, for the exclusive purpose of responding to a 911 call or communicating an imminent threat to life or property; 8 9 (3) to a lawful process issued under State or federal law; 10 (4) to a telephone company providing service between service 11 areas for the provision to the subscriber of telephone service 12 between service areas, or to third parties for the limited purpose of 13 providing billing services; 14 (5) to a telephone company to effectuate a subscriber's request to 15 transfer the customer's assigned telephone number from the customer's existing provider of telecommunications services to a 16 17 new provider of telecommunications services; and 18 (6) to the board pursuant to its jurisdiction and control over 19 wireless telephone providers. 20 e. No provider, nor any official or employee thereof, shall be subject to criminal or civil liability for the release of subscriber 21 22 information as authorized by this section. 23 24 8. a. The board shall have the power and authority to enforce 25 the provisions of this act. The board shall have the power, 26 consistent with federal law, to assess a penalty not to exceed \$1,000 against any provider that neglects or knowingly fails to comply with 27 any requirement of this act. 28 29 Failure to comply with any provision of this act or any b. 30 regulation promulgated in accordance with this act shall constitute 31 an unlawful practice under P.L.1960, c.39 (C.56:8-1 et seq.). 32 33 9. The provisions of this act are severable. If any phrase, clause, 34 sentence, provision or section is declared to be invalid or preempted by federal law or regulation, the validity of the remainder of this act 35 36 shall not be affected thereby. 37 10. This act shall take effect immediately. 38 39 40 41 **STATEMENT** 42 43 This bill requires wireless telephone providers to fully disclose 44 the following information to its subscribers: (1) the terms and conditions of its contracts for wireless 45 46 telephone service including information on allowable minutes 47 during differing times of the day and week, the method used to 48 calculate minutes charged and any charges for long-distance,

roaming, incoming and directory assistance calls; 1 2 (2) the length of wireless telephone service contracts, any early 3 termination or other termination fees, trial periods, and start-up fees 4 and information on taxes to be collected by the provider for, and 5 paid to, a State, local, or other governmental agency; and 6 (3) information on surcharges imposed by the provider for the 7 costs of compliance with regulations or for other purposes, and any 8 other information that the board considers appropriate to ensure that 9 consumers of wireless telephone service are fully informed of the 10 terms of the plan or contract. 11 In addition, the bill also establishes other consumer protection 12 rights for subscribers of wireless telephone service including: 13 (1) making service coverage area maps available to consumers 14 on the provider's Internet web site and on the board's Internet 15 website; (2) requiring the board to monitor the quality of wireless 16 17 telephone service providers based on various standards and to 18 receive input from the public on the quality of such service; 19 (3) requiring the board to make information available to wireless 20 telephone service providers and the public on a semiannual basis 21 concerning the quality of wireless telephone service provided in this 22 State; 23 (4) requiring any extension of a contract for wireless telephone 24 service to be in writing and to be signed by the subscriber, or 25 confirmed in writing and signed by the subscriber within seven days 26 of receipt by the subscriber; and 27 (5) requiring a wireless telephone service provider to give written notice of any change in rates, terms, or conditions of service 28 29 at least 30 days before the change is to take effect. 30 The bill also requires that any taxes or fees mandated by federal, 31 State, or local law or regulation to be collected from the subscriber 32 shall be set forth in a separate section of the bill and shall be 33 itemized separately, that all roaming or off-network charges shall be 34 itemized on the subscriber's bill within 60 days of the call being placed, and such roaming or off-network charges shall identify the 35 36 date and originating location of the call. 37 The bill further provides that, upon the request of a subscriber, a 38 wireless telephone service provider shall provide an itemized bill to 39 the subscriber at no cost to the subscriber, and that any charges 40 associated with the use of wireless telephone equipment or services 41 shall not be the liability of the subscriber if such use was 42 unauthorized by the subscriber due to loss or theft, provided that 43 such loss or theft is promptly reported to the wireless telephone 44 service provider. 45 The bill also requires the board to adopt rules and regulations 46 implementing the purposes of the bill and to establish such 47 procedures as may be necessary to allow subscribers to file 48 complaints with the board concerning billing disputes between

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1 wireless telephone service providers and subscribers. The bill also

2 prohibits providers from terminating a subscriber's wireless
3 telephone service for nonpayment so long as the bill remains in
4 dispute.

5 In addition, the bill prohibits any agent of a provider from 6 providing the name and wireless telephone number information of a 7 subscriber for inclusion in any directory of any form, or selling, 8 leasing, licensing or sharing the contents of any directory database, 9 or any portion or segment thereof, without first obtaining the 10 express consent of that subscriber. The provider's form for obtaining the subscriber's express consent shall meet all of the 11 12 following requirements:

(1) it shall be a separate document that is not attached to anyother document;

15 (2) it shall be signed and dated by the subscriber;

(3) it shall be unambiguous and legible, and shall conspicuously
disclose that, by signing the form, the subscriber consents to having
the subscriber's wireless telephone number information sold or
licensed as part of a list of subscribers and having the subscriber's
wireless telephone number information included in a publicly
available directory; and

22 (4) if under the subscriber's calling plan the subscriber may be 23 billed for receiving unsolicited calls or text messaging from a 24 telemarketer, the provider's form shall be unambiguous and legible, 25 and shall conspicuously disclose that, by consenting to have the 26 subscriber's wireless telephone number information sold or licensed 27 as part of a list of subscribers or to be included in a publicly available directory, the subscriber may incur additional charges for 28 29 receiving unsolicited calls or text messages.

The bill allows a subscriber who provides express prior consent to release wireless telephone information to a third party to revoke that consent at any time. A wireless telephone service provider shall comply with the subscriber's request to "opt out" within a reasonable period of time, not to exceed 60 days.

The bill also prohibits the charging of a subscriber who chooses not to be listed in a directory. The disclosure requirements of the bill do not apply for the purposes of:

(1) a collection agency, to the extent disclosures made by the
provider are exclusively for the collection of the subscriber's unpaid
debt to the provider;

41 (2) any law enforcement agency, fire protection agency, public

health agency, public environmental health agency, city or county
emergency services planning agency, or private for-profit agency
operating under contract with, and at the direction of, one or more
of these agencies, for the exclusive purpose of responding to a 9-1-1
call or communicating an imminent threat to life or property;

47 (3) a lawful process issued under State or federal law; a48 telephone company providing service between service areas for the

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provision to the subscriber of telephone service between service
 areas, or to third parties for the limited purpose of providing billing
 services;

4 (4) any telephone company to effectuate a subscriber's request to
5 transfer the customer's assigned telephone number from the
6 customer's existing provider of telecommunications services to a
7 new provider of telecommunications services; and

8 (5) to the board pursuant to its jurisdiction and control over9 wireless telephone providers.

10 The bill also provides that no provider, nor any official or 11 employee thereof, shall be subject to criminal or civil liability for 12 the release of subscriber information as authorized by the bill.

13 The bill gives the board the power and authority to enforce the 14 bill's provisions including the power, consistent with federal law, to 15 assess a penalty not to exceed \$1,000 against any provider that 16 neglects or knowingly fails to comply with any requirement of the 17 The bill further provides that failure to comply with any bill. 18 provision of this bill or any regulation adopted in accordance with 19 the provisions of this bill shall constitute an unlawful practice under 20 the State's consumer protection law, P.L.1960, c.39 (C.56:8-1 et 21 seq.).