the minimum standards for basic telephone service in California.

WHEREAS, Current California Public Utilities Commission (CPUC) regulations require

[Opposing the Reduction in Minimum Standards for Basic Telephone Service]

wireline telephone carriers in California, such as AT&T, to provide services that meet minimum standards for "basic telephone service"; and

Resolution opposing a proposal of the California Public Utilities Commission to reduce

WHEREAS, The current minimum standards include the ability to receive unlimited incoming calls without charge; and

WHEREAS, The current minimum standards also include the ability to choose between "flat service," which allows unlimited local calls, and "measured service", which (for a lower monthly fee than flat service) bills customers for local calls beyond a limited allowance; and

WHEREAS, The current minimum standards ensure that all customers, including low income customers who qualify for discounted Lifeline service, have options for telephone service that meet their basic needs, are affordable, and allow for predictable monthly bills; and

WHEREAS, In a Ruling dated May 10, 2010, the CPUC has proposed to weaken the current minimum standards for basic telephone service in the hope that "technology-neutral" standards would entice wireless and voice over Internet protocol ("VOIP") carriers to offer discounted Lifeline services; and

WHEREAS, The CPUC proposal would allow all telephone companies, including wireline carriers, to charge for each incoming call and would no longer require any telephone company to offer flat service; and

WHEREAS, In light of the limited competition for wireline telephone service, the CPUC proposal could deprive consumers, including low-income households, of affordable services that offer unlimited local calling and free incoming calls, thereby increasing the cost of basic telephone service and the volatility of monthly bills; and

WHEREAS, Notwithstanding the increasing popularity of wireless services, wireline service offers important advantages over wireless service, including superior call quality, better reliability during power failures, and superior 911 access to local emergency services; and

WHEREAS, A recent United States government survey shows that almost 75% of American households still subscribe to wireline telephone service; and

WHEREAS, Respected consumer organizations, such as The Utility Reform Network ("TURN"), the National Consumer Law Center, and Disability Rights Advocates, strongly oppose the CPUC proposal to reduce the minimum standards for basic service; and

WHEREAS, The better way to expand Lifeline discounts to wireless and other mobile services would be for the CPUC to develop a separate basic service definition for those services, rather than by weakening the basic service definition for wireline services; now, therefore, be it

RESOLVED, That it shall be the policy of the City and County of San Francisco to oppose the CPUC proposal to reduce the minimum standards for basic telephone service; and, be it

FURTHER RESOLVED, That the City Attorney, with the assistance of the Department of Technology, shall participate in CPUC proceedings to oppose the reduction of minimum standards for basic telephone service.



## City and County of San Francisco **Tails**

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102-4689

## Resolution

File Number:

100825

Date Passed: June 22, 2010

Resolution opposing a proposal of the California Public Utilities Commission to reduce the minimum standards for basic telephone service in California.

June 22, 2010 Board of Supervisors - ADOPTED

Ayes: 10 - Avalos, Campos, Chiu, Chu, Daly, Dufty, Elsbernd, Mar, Maxwell and

Mirkarimi

Excused: 1 - Alioto-Pier

File No. 100825

I hereby certify that the foregoing Resolution was ADOPTED on 6/22/2010 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Mayor Gavin Newsom

Date Approved