

A-Engrossed
House Bill 2168

Ordered by the House March 19
Including House Amendments dated March 19

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SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure.

Removes outdated, unnecessary or incorrect language. Conforms language to form and style requirements.

A BILL FOR AN ACT

1
2 Relating to 9-1-1 communications; amending ORS 401.706, 401.710, 401.715, 401.720, 401.730, 401.755,
3 401.765, 401.770, 401.773, 401.775, 401.780, 401.785, 401.790, 401.792, 401.798, 401.800, 401.802,
4 401.804, 401.806, 401.808, 401.814, 401.821, 401.827, 401.832, 401.833, 401.834, 401.836, 401.838,
5 401.839, 401.841, 401.842, 401.844, 401.847 and 401.857 and section 13, chapter 671, Oregon Laws
6 1987; and repealing ORS 401.735.

7 **Be It Enacted by the People of the State of Oregon:**

8 **SECTION 1.** ORS 401.706 is amended to read:

9 401.706. It is the policy of the State of Oregon to:

10 (1) Encourage and support the rapid deployment of broadband telecommunications services in
11 areas of the state *[where such]* **in which the** services do not exist $[, to]$;

12 (2) Support redundancy of critical telecommunications assets in order to ensure homeland se-
13 curity protections in the state; and $[to]$

14 (3) Ensure that a secure conduit is available for emergency communications and public safety
15 networks in all Oregon communities.

16 **SECTION 2.** ORS 401.710 is amended to read:

17 401.710. As used in ORS 305.823 and 401.710 to 401.816, unless the context requires otherwise:

18 (1) "Account" means the Emergency Communications Account.

19 (2) "Central office" means a utility that houses the switching and trunking equipment serving
20 telephones in a defined area.

21 (3) "Department" means the Department of Revenue.

22 (4) "Emergency call" means a telephone request that results from a situation *[where]* **in which**
23 prompt service is essential to preserve human life or property.

24 (5) "Enhanced 9-1-1 telephone service" means 9-1-1 telephone service consisting of a network,
25 database and on-premises equipment that provides automatic display *[at]* **of the incoming telephone**
26 **number and address in** the designated public safety answering point *[of the address and telephone*
27 *number]* at the time of receiving an incoming 9-1-1 call.

28 (6) "Exchange access services" means:

NOTE: Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.

1 (a) Telephone exchange access lines or channels that provide local access by a subscriber in this
2 state to the local telecommunications network to effect the transfer of information; and

3 (b) Unless a separate tariff rate is charged therefor, any facility or service provided in con-
4 nection with the services described in paragraph (a) of this subsection.

5 (7) "Governing body" means the board of county commissioners of a county, city council of a
6 city, other governing body of a city or county, board of directors of a special district or a 9-1-1 ju-
7 risdiction.

8 (8) "Local government" has the meaning given that term in ORS 190.710.

9 (9) "Provider" means a utility or other vendor or supplier of telecommunications service or
10 equipment that provides telecommunications with access to the 9-1-1 emergency reporting system
11 through local exchange service, cellular service or other wired or wireless means.

12 (10) "Public or private safety agency" means any unit of state or local government, a special-
13 purpose district or a private firm that provides or has authority to provide fire-fighting, police, am-
14 bulance or emergency medical services.

15 (11) "Public safety answering point" means a 24-hour communications facility established as an
16 answering location for 9-1-1 calls originating within a given service area. A "primary public safety
17 answering point" receives all calls directly from the public. A "secondary public safety answering
18 point" only receives calls from a primary public safety answering point on a transfer or relay basis.

19 (12) "Subscriber" means a person who has telecommunication access to the 9-1-1 emergency re-
20 porting system through local exchange service, cellular service or other wired or wireless means.

21 (13) "TTY" means a telephone-typewriter used by *[a person]* **an individual** with a hearing or
22 speech impairment to communicate with another device or individual.

23 (14) "Utility" means a utility, as defined in ORS 759.005, a telecommunications carrier, as de-
24 fined in ORS 133.721, *[or]* a municipality or any provider of exchange access services.

25 (15) "Vendor" means *[any corporation, company, individual or association,]* **a person** providing
26 telephone customer premises equipment or equipment specific to the operation of enhanced 9-1-1
27 telephone service.

28 (16) "9-1-1 emergency reporting system" means a telephone service that provides the users of a
29 public telephone system the ability to reach a primary public safety answering point by calling 9-1-1.

30 (17) "9-1-1 jurisdiction" means:

31 (a) An entity created under ORS chapter 190[,];

32 (b) A county service district established under ORS chapter 451 to provide an emergency com-
33 munications system[,];

34 (c) An emergency communications district created under ORS 401.818 to 401.857; or

35 (d) A group of public or private safety agencies who have agreed in writing to jointly plan the
36 installation, maintenance, operation or improvement of a 9-1-1 emergency reporting system.

37 (18) "9-1-1 service area" means the geographical area that contains the entire central office
38 serving area from which the primary public safety answering point will have the capability to an-
39 swer calls placed to 9-1-1.

40 **SECTION 3.** ORS 401.715 is amended to read:

41 401.715. *[No provider or any subsidiary of a provider or any other person that supplies 9-1-1*
42 *emergency reporting system equipment, or enhanced 9-1-1 telephone service equipment or services, or the*
43 *employees or agents thereof, or the 9-1-1 jurisdiction or the employees or agents thereof, shall]* **A pro-**
44 **vider or a 9-1-1 jurisdiction or the employees or agents of a provider or a 9-1-1 jurisdiction**
45 **may** be held civilly liable for the installation, performance, provision or maintenance of a 9-1-1

1 emergency reporting system or enhanced 9-1-1 telephone service if the provider[, *subsidiary or other*
 2 *supplier, or the employees or agents thereof, or the 9-1-1 jurisdiction or the employees or agents*
 3 *thereof,]* **or the 9-1-1 jurisdiction or the employees or agents of the provider or the 9-1-1 ju-**
 4 **isdiction** act [*without*] **with** willful or wanton conduct. [*Nothing in this section shall*] **This section**
 5 **does not** affect any liability a 9-1-1 jurisdiction may have for operator or operator-supervisor
 6 negligence in receiving calls from the public and [*rendering dispatch*] **dispatching emergency** ser-
 7 vices to the public.

8 **SECTION 4.** ORS 401.720 is amended to read:

9 401.720. (1) The primary emergency telephone number within the state [*shall be*] **is** 9-1-1, but a
 10 public or private safety agency shall maintain both a separate [*seven*] **10**-digit secondary emergency
 11 number for use by the telephone company operator and a separate [*seven*] **10**-digit nonemergency
 12 number.

13 (2) Every public and private safety agency in this state shall **establish or** participate in a 9-1-1
 14 emergency reporting system.

15 (3) [*No*] **An** emergency telephone number other than 9-1-1 [*shall*] **may not** be published on the
 16 top three-quarters of the emergency listing page of a telephone book. However, an alternative non-
 17 emergency telephone number for a 9-1-1 jurisdiction may be printed on the top three-quarters of the
 18 emergency listing page of a telephone book. The **publisher may use the** remainder of the page
 19 [*may be used*] to list the Oregon Poison Center, Federal Bureau of Investigation, a designated mental
 20 health crises service and United States Coast Guard, where applicable. If there is more than one
 21 mental health crises service in a jurisdiction, the county health department shall decide which
 22 mental health crises service [*to*] **the publisher may** list by using the criteria of a 24-hour staffed
 23 service, nonprofit organization[,] and non-9-1-1 participating agency. [*Referral*] **The publisher shall**
 24 **refer** to the community services section [*will be made*] for other numbers.

25 (4) The 9-1-1 emergency reporting system [*shall*] **must** include at a minimum:

26 (a) A primary public safety answering point **that is** automatically accessible anywhere in the
 27 9-1-1 jurisdiction service area by calling 9-1-1;

28 (b) Central dispatch of public and private safety services in the 9-1-1 service area or relay or
 29 transfer of 9-1-1 calls to an appropriate public or private safety agency; and

30 (c) Two 9-1-1 circuits from each [*utility*] central office to each primary public safety answering
 31 point.

32 (5) [*Every public and private safety agency in this state shall establish or participate in a 9-1-1*
 33 *emergency reporting system using enhanced 9-1-1 telephone service before January 1, 2000.*] In addition
 34 to the requirements set forth in subsection (4) of this section, enhanced 9-1-1 telephone service [*shall*
 35 *include*] **must provide:**

36 (a) Two call-taker stations [*with staffing required for one*] **and staffing for at least one of the**
 37 **stations at all times;**

38 (b) Automatic display [*at*] **of the incoming telephone number and address in** the designated
 39 public safety answering point [*of the address and telephone number*] at the time of receiving an in-
 40 coming 9-1-1 call;

41 (c) A network [*which is*] developed to transport address and telephone number information to
 42 the designated public safety answering point automatically [*upon a person placing a call*] **when a**
 43 **call is placed** to 9-1-1; and

44 (d) Emergency telephone service in which [*no more than*] one [*call*] **or fewer calls** in 100 at-
 45 tempts [*will*] receive a busy signal on the first attempt during the average busiest hour [*or a mini-*

1 *mum of two 9-1-1 circuits to the primary public safety answering point]. A public safety answering*
2 **point may not have fewer than two 9-1-1 circuits.**

3 **SECTION 5.** ORS 401.730 is amended to read:

4 401.730. (1) The Office of Emergency Management shall:

5 (a) Adopt rules in accordance with ORS chapter 183 relating to the planning, administration and
6 funding of 9-1-1 emergency reporting systems established pursuant to ORS 401.720.

7 (b) [*Upon*] **Assist, at the** request of a 9-1-1 jurisdiction, local government or governing body,
8 [*assist*] in planning 9-1-1 emergency reporting systems[. *In addition, the office may*] **or may**, at the
9 request of a 9-1-1 jurisdiction, act as an agent of the 9-1-1 jurisdiction for the purposes of purchasing
10 and maintaining equipment and services required to fulfill the requirements of ORS 401.720.

11 (c) Report biennially to the Legislative Assembly the progress made in implementing ORS
12 305.823 and 401.710 to 401.816[. *The report shall include*], **including in the report:**

13 (A) Financial information concerning [*all*] **the** revenues collected, distributed and expended by
14 state agencies and 9-1-1 jurisdictions[, *and all account and subaccount balances,*] for the purposes of
15 complying with ORS 401.710 to 401.816; **and**

16 (B) **Account and subaccount balances.**

17 [(2) *Notwithstanding subsection (1) of this section, the office shall not require by rule or otherwise*
18 *that the proposed or established 9-1-1 emergency reporting system of a 9-1-1 jurisdiction meet any*
19 *technical standards in addition to those provided in ORS 401.720.*]

20 [(3)] (2) The office may establish advisory committees and study groups to study and advise on:

21 (a) The planning and administration of 9-1-1 emergency reporting systems[.];

22 (b) Multijurisdictional 9-1-1 emergency reporting systems; and

23 (c) Issues impacting 9-1-1 emergency reporting systems throughout the state.

24 **NOTE:** Section 6 was deleted by amendment. Subsequent sections were not renumbered.

25 **SECTION 7.** ORS 401.755 is amended to read:

26 401.755. (1) Each 9-1-1 jurisdiction shall submit to the Office of Emergency Management in
27 writing within 30 days any change [*made*] to the 9-1-1 emergency telephone system [*which*] **that** al-
28 ters the final plan or system description on file with the office. [*Such*] **The** changes may include,
29 but are not limited to[.];

30 (a) The address of the public safety answering point[.];

31 (b) Telephone numbers used to satisfy requirements set forth in ORS 401.720[.];

32 (c) Director changes[.];

33 (d) Agencies served by the 9-1-1 jurisdiction; and

34 (e) **The** method used to direct the 9-1-1 call once received by the primary public safety an-
35 swering point.

36 (2) If an established 9-1-1 jurisdiction proposes to move its 9-1-1 emergency reporting system
37 from one public safety answering point to another or a governing body proposes to establish a new
38 9-1-1 jurisdiction with a new primary public safety answering point and if either of these proposals
39 will result in control of the 9-1-1 emergency reporting system by an agency or agencies other than
40 as identified in the final plan approved by the office under ORS 401.750 (1987 Replacement Part),
41 section 7, chapter 743, Oregon Laws 1991, or the system description filed with the office under ORS
42 401.750 (5) (1987 Replacement Part), the 9-1-1 jurisdiction or governing body shall submit a plan
43 setting forth these changes to:

44 (a) The Office of Emergency Management;

45 (b) Public and private safety agencies in the 9-1-1 service area; and

1 (c) Utilities which provide telephone service in the 9-1-1 service area.

2 (3) In addition to meeting the requirements of ORS 401.720 and rules adopted pursuant to ORS
3 401.730, the **revised final** plan *[shall include a description of all]* **must describe the** capital and
4 recurring costs for the proposed 9-1-1 emergency reporting system.

5 (4) The office shall review the revised **final** plan for compliance with this section, ORS 401.720
6 and rules adopted pursuant to ORS 401.730 and, if the office determines that the plan is in compli-
7 ance, *[the office shall]* approve the plan.

8 (5) The office *[shall]* **may** not approve a **revised final** plan submitted under this section unless
9 the plan is accompanied by written approval of the governing bodies of all public and private safety
10 agencies affected by or providing service in the 9-1-1 service area.

11 **SECTION 8.** ORS 401.765 is amended to read:

12 401.765. (1) Each telecommunications utility *[or municipality]* that provides exchange access
13 service or radio communications service and that provides automatic telephone number identifica-
14 tion to public safety answering points may not block the number of the calling party from being
15 forwarded on 9-1-1 calls.

16 (2) Automatic telephone number identifications received by public safety answering points are
17 confidential and are not subject to public disclosure unless and until an official report is written
18 by the public or private safety agency and that agency does not withhold the telephone number
19 under ORS 192.410 to 192.505 or other state and federal laws. *[Nonpublished and nonlisted telephone*
20 *numbers may not be included in official reports of public safety answering points and public and pri-*
21 *private safety agencies or otherwise be subject to public disclosure without the permission of the sub-*
22 *scriber.]* **The official report of a public safety answering point may not include nonpublished**
23 **or nonlisted telephone numbers. The official report of a public or private safety agency may**
24 **not include nonpublished or nonlisted telephone numbers. Nonpublished or nonlisted tele-**
25 **phone numbers are not otherwise subject to public disclosure without the permission of the**
26 **subscriber.**

27 (3) *[Any telecommunications utility that in good faith provides]* **A telecommunications utility**
28 **is not subject to an action for civil damages for providing in good faith** confidential or non-
29 public information, including nonpublished and nonlisted subscriber information, to emergency ser-
30 vices providers who are responding to emergency calls placed to a 9-1-1 or an enhanced 9-1-1
31 emergency reporting system or notifying the public of an emergency *[is not subject to an action for*
32 *civil damages as a result thereof. Nothing in this subsection compels]*. **This subsection does not**
33 **compel** a telecommunications utility to provide nonpublished and nonlisted subscriber information
34 directly to emergency services providers or law enforcement agencies prior to placement of an
35 emergency call to a 9-1-1 or an enhanced 9-1-1 emergency reporting system without process of law.
36 *[Any]* Subscriber information acquired by a 9-1-1 jurisdiction for the purpose of enhancing a 9-1-1
37 emergency reporting system is not subject to public disclosure and may not be used by other public
38 agencies except:

39 (a) To respond to a 9-1-1 call; or

40 (b) *[If a telecommunications utility provides subscriber information to a 9-1-1 jurisdiction or emer-*
41 *gency services provider, the 9-1-1 jurisdiction or emergency services provider may use the information]*
42 To notify the public of an emergency by utilizing an automated telephone notification system **if a**
43 **telecommunications utility has provided subscriber information to the 9-1-1 jurisdiction or**
44 **emergency services provider.**

45 **SECTION 9.** ORS 401.770 is amended to read:

1 401.770. *[Any person, partnership, corporation, company or association which]* **A person that**
 2 provides telephone service through a coin or credit card operated pay station telephone in an area
 3 served by a 9-1-1 emergency reporting system established pursuant to ORS 401.720 shall convert
 4 every coin or credit pay station telephone to permit calling 9-1-1 and “O”-operator without deposit-
 5 ing a coin or *[other charge to]* **charging** the caller. *[Conversion shall be completed at or before the*
 6 *time the 9-1-1 emergency reporting system is operational.]*

7 **SECTION 10.** ORS 401.773 is amended to read:

8 401.773. All public safety answering points *[shall]* **must** be capable of receiving 9-1-1 emergency
 9 calls from *[persons]* **individuals** with hearing or speech impairments through a TTY.

10 **SECTION 11.** ORS 401.775 is amended to read:

11 401.775. Each 9-1-1 jurisdiction *[shall]* **must** have a disaster recovery plan *[prepared]* for its 9-1-1
 12 emergency reporting system *[by January 1, 1992]*. The disaster recovery plan *[shall]* **must** include
 13 at a minimum:

14 (1) Recovery procedures for service *[which]* **that** is interrupted from the serving central office
 15 to and including the primary public safety answering point and corresponding secondary public
 16 safety answering points. This may include, but is not limited to, a hard-wired alternative route or
 17 a plan on file with the provider designating alternative routes or answering points.

18 (2) A plan to switch public safety answering point operations to an alternate site in the event
 19 the primary public safety answering point becomes inoperable.

20 (3) 24-hour emergency numbers for the providers serving the 9-1-1 jurisdiction.

21 **SECTION 12.** ORS 401.780 is amended to read:

22 401.780. Public or private safety agencies may enter into agreements *[which provide that]* **re-**
 23 **quiring that** an emergency unit dispatched by a 9-1-1 emergency reporting system established pur-
 24 suant to ORS 401.720 *[shall]* **must** render emergency services without regard to jurisdictional
 25 boundaries.

26 **SECTION 13.** ORS 401.785 is amended to read:

27 401.785. (1) All disputes between a governing body, 9-1-1 jurisdiction and public or private safety
 28 agency regarding a 9-1-1 system*[, not otherwise]* **must be mediated if the dispute cannot be** re-
 29 solved in accordance with a written agreement *[shall be mediated]*. When a governing body or 9-1-1
 30 jurisdiction obtains knowledge that a dispute exists and cannot be resolved by the agencies, it shall
 31 notify the Office of Emergency Management of the dispute in writing. Within 30 days of this notifi-
 32 cation, the disputing agencies shall mutually select a mediator and notify the office in writing of this
 33 selection. If a mediator is not mutually selected by the agencies within this period, the Director of
 34 the Office of Emergency Management shall select a mediator from the list of mediators established
 35 under subsection (3) of this section. Once selected, the mediator shall establish a schedule for the
 36 mediation process. The disputing agencies shall *[have]* **resolve the dispute within** 60 days from the
 37 date the mediator is agreed upon or selected *[to mediate the dispute]* unless the agencies mutually
 38 agree in writing to an extension of this deadline. A copy of all extensions *[shall]* **must** be submitted
 39 to the office.

40 (2) When the mediation process in subsection (1) of this section ends, the mediator shall notify
 41 the office in writing of the outcome of the mediation. If the agencies are not able to resolve their
 42 dispute through mediation, the 9-1-1 jurisdiction or governing body and public or private safety
 43 agency or agencies shall submit the dispute to arbitration. The agencies shall *[have]* **select an**
 44 **arbitrator within** 30 days from the end of the mediation *[to select an arbitrator]*. If the disputing
 45 agencies are unable to mutually select an arbitrator within this period, the director shall request

1 the presiding judge for the judicial district in which the 9-1-1 system is located to select an
 2 arbitrator. The arbitrator shall *[have 30 days from selection to]* hear and decide the dispute **within**
 3 **30 days from selection** unless the agencies mutually agree in writing to an extension of this
 4 deadline. A party to an arbitration under this subsection may seek confirmation, vacation, modifi-
 5 cation or correction of the arbitrator's decision as provided in ORS 36.700, 36.705 and 36.710. A
 6 court may vacate a decision only if there is a basis to vacate the decision as described in ORS
 7 36.705 (1)(a) to (d). The court may modify or correct a decision only for the grounds given in ORS
 8 36.710.

9 (3) The office shall establish a roster of mediators qualified to mediate disputes under subsection
 10 (1) of this section. This list may be used by the disputing agencies when selecting a mediator.

11 (4) Unless otherwise agreed upon, the costs of the mediation or arbitration, including the
 12 mediator's or arbitrator's fees, *[shall]* **must** be divided equally among the disputing agencies.

13 **SECTION 14.** ORS 401.790 is amended to read:

14 401.790. (1) The Office of Emergency Management may institute proceedings against a public or
 15 private safety agency, a 9-1-1 jurisdiction or other person to compel compliance with or to restrain
 16 further violation of ORS 305.823 and 401.710 to 401.816 or rules adopted pursuant to ORS 401.730.

17 (2) Proceedings authorized by subsection (1) of this section may be instituted without *[office]*
 18 **official** notice, hearing or order provided in ORS chapter 183*;* *provided,*. However, *[that]* pro-
 19 ceedings brought against a telecommunications utility *[shall]* **must** be brought before the Public
 20 Utility Commission as provided by ORS chapter 756.

21 **SECTION 15.** ORS 401.792 is amended to read:

22 401.792. (1) There is imposed on each paying retail subscriber who has telecommunication ser-
 23 vices with access to the 9-1-1 emergency reporting system a tax equal to 75 cents per month. The
 24 tax *[shall]* **must** be applied on a telecommunications circuit designated for a particular subscriber.
 25 One subscriber line *[shall]* **must** be counted for each circuit that is capable of generating usage on
 26 the line side of the switched network regardless of the quantity or ownership of customer premises
 27 equipment connected to each circuit. For providers of central office based services, the tax *[shall]*
 28 **must** be applied to each line that has unrestricted connection to the switched network. Those
 29 central office based service lines that have restricted connection to the switched network *[shall]*
 30 **must** be charged based on software design in the central office that restricts the number of station
 31 calls to and from the network. For cellular, wireless or other radio common carriers, the tax *[shall]*
 32 *apply* **applies** on a per instrument basis and only if the subscriber's place of primary use, as defined
 33 and determined under 4 U.S.C. 116 to 126, is within this state.

34 (2) The subscriber *[shall be]* **is** liable for the tax imposed by this section.

35 (3) The amounts of tax collected by the provider *[shall be]* **are** considered as payment by the
 36 subscriber for that amount of tax.

37 (4) Any return made by the provider collecting the tax *[shall]* **must** be accepted by the De-
 38 partment of Revenue as evidence of payments by the subscriber of amounts of tax so indicated upon
 39 the return.

40 **SECTION 16.** ORS 401.798 is amended to read:

41 401.798. (1) The provider is responsible for collecting the tax under ORS 401.792 and shall file
 42 a return with the Department of Revenue on or before the last day of the month following the end
 43 of each calendar quarter, reporting the amount of tax due for access to the 9-1-1 emergency re-
 44 porting system during the quarter. The department shall prescribe the form of the return required
 45 by this section and ORS 401.796. The rules of the department *[shall]* **must** require that returns be

1 made under penalties for false swearing.

2 (2) When a return of the tax is required under ORS 401.796 or subsection (1) of this section, the
3 provider required to make the return shall remit the tax due to the department at the time fixed for
4 filing the return.

5 (3) A provider described in subsection (1) of this section may elect to pay the tax based on either
6 of the following:

7 (a) The amount of tax actually collected during the quarter; or

8 (b) The net amount of tax billed during the quarter. The net amount billed equals the gross
9 amount of tax billed less adjustments for uncollectible accounts, refunds, incorrect billings and other
10 appropriate adjustments.

11 (4) Once a provider has made an election under subsection (3) of this section, the provider may
12 not change the method of payment and reporting unless the provider first obtains the permission of
13 the department.

14 **SECTION 17.** ORS 401.800 is amended to read:

15 401.800. (1) If the amount paid by the provider to the Department of Revenue under ORS 401.798
16 exceeds the amount of tax payable, the department shall refund the amount of the excess with in-
17 terest thereon at the rate established under ORS 305.220 for each month or fraction of a month from
18 the date of payment of the excess until the date of the refund. *[No refund shall be made]* **The de-**
19 **partment may not make a refund** to a provider who fails to claim the refund within two years
20 after the due date for filing of the return with respect to which the claim for refund relates.

21 (2) A subscriber's exclusive remedy in a dispute involving tax liability *[shall be]* **is** to file a claim
22 with the department.

23 **SECTION 18.** ORS 401.802 is amended to read:

24 401.802. (1) Every provider required to collect the tax imposed by ORS 401.792 to 401.804 *[shall*
25 *be]* **is** deemed to hold the same in trust for the State of Oregon and for the payment thereof to the
26 Department of Revenue in the manner and at the time provided by ORS 401.798.

27 (2) *[At any time]* **If** the provider required to collect the tax fails to remit any amount deemed
28 to be held in trust for the State of Oregon or if the subscriber fails to pay the tax, the department
29 may enforce collection by the issuance of a distraint warrant for the collection of the delinquent
30 amount and all penalties, interest and collection charges accrued thereon. *[Such warrant shall be]*
31 **The warrant is** issued and proceeded upon in the same manner and *[shall have]* **has** the same force
32 and effect as is prescribed with respect to warrants for the collection of delinquent income taxes.

33 **SECTION 19.** ORS 401.804 is amended to read:

34 401.804. Unless the context requires otherwise, the provisions of ORS chapters 305, 314 and 316
35 as to the audit and examination of reports and returns, determination of deficiencies, assessments,
36 claims for refunds, penalties, interest, jeopardy assessments, warrants, conferences and appeals to
37 the Oregon Tax Court, and procedures relating thereto, *[shall]* apply to ORS 401.792 to 401.804 the
38 same as if the tax were a tax imposed upon or measured by net income. *[All such]* **The** provisions
39 apply to the subscriber liable for the tax and to the provider required to collect the tax. As to any
40 amount collected and required to be remitted to the Department of Revenue, the tax *[shall be]* **is**
41 considered a tax upon the provider required to collect the tax and that provider *[shall be]* **is** con-
42 sidered a taxpayer.

43 **SECTION 20.** ORS 401.806 is amended to read:

44 401.806. (1) The Emergency Communications Account is established separate and distinct from
45 the General Fund in the State Treasury. All moneys received by the Department of Revenue pursu-

1 ant to ORS 401.792 to 401.804 and interest thereon *[shall]* **must** be paid to the State Treasurer to
 2 be held in a suspense account established under ORS 293.445. After payment of refunds, the balance
 3 of the moneys received *[shall]* **must** be paid into the State Treasury and credited to the Emergency
 4 Communications Account. All earnings on investment of moneys in the Emergency Communications
 5 Account *[shall]* accrue to that account. All moneys in the account are appropriated continuously to
 6 the Office of Emergency Management and *[shall]* **must** be used for the purposes described in ORS
 7 401.808.

8 (2) The Enhanced 9-1-1 Subaccount is established as a subaccount of the Emergency Communi-
 9 cations Account. Thirty-five percent of the amount in the Emergency Communications Account on
 10 the date of distribution *[shall]* **must** be credited to the Enhanced 9-1-1 Subaccount. All moneys in
 11 the account are continuously appropriated to the Office of Emergency Management and *[shall]* **must**
 12 be used for the purposes described in ORS 401.808 (3), (4) and (5).

13 *[(3) The Enhanced 9-1-1 Equipment Replacement Subaccount is established as a subaccount of the*
 14 *Emergency Communications Account. Two and one-half percent of the amount in the Emergency Com-*
 15 *munications Account shall be credited to the Enhanced 9-1-1 Equipment Replacement Subaccount. All*
 16 *moneys in the account are continuously appropriated to the Office of Emergency Management and shall*
 17 *be used for the purposes described in ORS 401.808 (7).]*

18 **SECTION 21.** ORS 401.808 is amended to read:

19 401.808. (1) The Office of Emergency Management shall distribute quarterly the entire amount
 20 of the moneys in the Emergency Communications Account beginning in June 1982. The office shall
 21 pay the following amounts from the account:

22 *[(1)]* (a) Administrative costs incurred during the preceding calendar quarter by the Department
 23 of Revenue in carrying out ORS 401.792 to 401.804~~].~~ *The amount paid to the department shall]* **in an**
 24 **amount that does** not exceed one-half of one percent of the amount in the account on the date of
 25 distribution, or actual expenses incurred by the department, whichever is less.

26 *[(2)]* (b) Administrative costs incurred during the preceding calendar quarter by the Office of
 27 Emergency Management in carrying out its duties under ORS 305.823 and 401.710 to 401.816~~].~~ *The*
 28 *amount paid to the office shall]* **in an amount that does** not exceed four percent of the amount in
 29 the account on the date of distribution, or actual expenses incurred by the office, whichever is less.
 30 *[The office may provide funding under this subsection for the Oregon Emergency Response System in*
 31 *an amount not to exceed 15 percent of the legislatively approved budget for the Oregon Emergency*
 32 *Response System. Funding provided to the Oregon Emergency Response System under this subsection*
 33 *shall be in the manner prescribed by the office and shall be subject to the availability of funds for such*
 34 *funding.]*

35 **(2) The office may:**

36 (a) **Provide funding for the Oregon Emergency Response System in an amount that does**
 37 **not exceed 15 percent of the legislatively approved budget for the Oregon Emergency Re-**
 38 **sponse System subject to availability of funds within the limit for administrative costs in**
 39 **subsection (1)(b) of this section.**

40 (b) **Prescribe the manner in which funding is provided to the Oregon Emergency Re-**
 41 **sponse System under this subsection.**

42 (3) **The office shall use** funds in the Enhanced 9-1-1 Subaccount *[shall be used]* to pay for costs
 43 incurred during the preceding calendar quarter for enhanced 9-1-1 telephone service established
 44 pursuant to ORS 401.720. **The office may not disburse funds in the** Enhanced 9-1-1 Subaccount
 45 *[funds shall not be disbursed]* to a 9-1-1 jurisdiction *[which]* **that** does not have an approved final

1 plan as required in section 7, chapter 743, Oregon Laws 1991. *[Payments shall be made]* **The office**
 2 **shall make payments for reimbursement** only after a reimbursement request has been submitted
 3 to the office *[of Emergency Management]* in the manner prescribed by the office. Reimbursement re-
 4 quests for recurring and nonrecurring charges necessary to enable the 9-1-1 jurisdiction to comply
 5 with ORS 401.720 *[shall]* **must** be submitted directly to the office *[of Emergency Management]*. The
 6 costs *[payable under this section]* **reimbursable under this subsection** are only those incurred for:

- 7 (a) Modification of central office switching and trunking equipment;
- 8 (b) Network development, operation and maintenance;
- 9 (c) Database development, operation and maintenance;
- 10 (d) On-premises equipment procurement, maintenance and replacement;
- 11 (e) Conversion of pay station telephones required by ORS 401.770;
- 12 (f) Collection of the tax imposed by ORS 401.792 to 401.804; and
- 13 (g) Addressing if the reimbursement request is consistent with rules adopted by the office.

14 (4) **Subject to availability of funds, the office shall provide funding to** 9-1-1 jurisdictions
 15 *[who]* **that** have enhanced 9-1-1 telephone service operational prior to December 31, 1991, *[shall re-*
 16 *ceive funding]* based on cost information provided in their final plan required in section 7, chapter
 17 743, Oregon Laws 1991. **The office shall approve final** plans submitted *[which]* **that** meet the min-
 18 imum requirements set forth in ORS 401.720 (2) and (4) *[shall be approved]*. **The office shall limit**
 19 funding for costs incurred prior to the preceding calendar quarter *[shall be limited]* to charges as-
 20 sociated with database development, network and on-premises equipment *[which satisfy]* **that satis-**
 21 **fies** the requirements of ORS 401.720 (2) and (4). *[Funding under this section shall be in the manner*
 22 *prescribed by the office and subject to the availability of funds therefor.]* **The office shall prescribe**
 23 **the manner in which funding is provided under this subsection.**

24 (5) 9-1-1 jurisdictions may use funds distributed to the jurisdiction from any account described
 25 in ORS 401.806 to repay loans from the Special Public Works Fund if the loans were used for pur-
 26 poses that are allowable under ORS 401.710 to 401.816.

27 (6) *[Any]* **The office shall retain** amounts remaining in the Enhanced 9-1-1 Subaccount *[shall*
 28 *be retained by the Office of Emergency Management and may be distributed in any]* **and may dis-**
 29 **tribute the amounts in a** subsequent quarter for those purposes set forth in subsections (3), (4) and
 30 (5) of this section.

31 *[(7) The Enhanced 9-1-1 Equipment Replacement Subaccount shall be used by the Office of Emer-*
 32 *gency Management to provide funds to replace and upgrade equipment to carry out the provisions of*
 33 *ORS 401.710 to 401.816. If at any time unexpended and unobligated balances in the subaccount exceed*
 34 *\$500,000, such excess amount shall be transferred and credited to the Emergency Communications Ac-*
 35 *count and shall be used for the purposes otherwise provided by law.]*

36 *[(8)]* (7) The office shall review reimbursement requests for modification of central office
 37 switching and trunking equipment, conversion of pay station telephones, and network development,
 38 operation and maintenance costs necessary to comply with ORS 401.720 for the appropriateness of
 39 the costs claimed. The office shall approve or disapprove the reimbursement requests.

40 *[(9)]* (8) The office shall review reimbursement requests for database development, operation and
 41 maintenance, and on-premises equipment procurement, maintenance and replacement costs necessary
 42 to comply with ORS 401.720 for the appropriateness of the costs claimed.

43 *[(10)]* (9) After all amounts under subsections (1) and (2) of this section and ORS 401.806 (2) *[and*
 44 *(3)]* have been paid, the **office shall distribute the** balance of the Emergency Communications Ac-
 45 count *[shall be distributed]* to cities on a per capita basis and to counties on a per capita basis of

1 each county's unincorporated area[,] for distribution to 9-1-1 jurisdictions within the city or
 2 county[, *but*]. **However**, each county [*shall*] **must** receive a minimum of one percent of the balance
 3 of the account after the amounts under subsections (1) and (2) of this section and ORS 401.806 (2)
 4 [*and* (3)] have been paid. A **city or county shall pay each** 9-1-1 jurisdiction whose 9-1-1 service
 5 area includes [*more than one city or county shall receive funds from each city or county involved*] **all**
 6 **or part of the city or county.**

7 [(11)] (10) Notwithstanding subsection [(10)] (9) of this section, a city or county may have its
 8 quarterly distribution made payable and sent to the 9-1-1 jurisdiction responsible for providing the
 9 services required in ORS 401.720.

10 [(12)] (11) 9-1-1 jurisdictions shall submit an accounting report to the office annually. The report
 11 [*shall*] **must** be provided in the manner prescribed by the office[, *and shall*] **and must** include but
 12 not be limited to:

13 (a) Funds received and expended under subsection [(10) or (11)] (9) or (10) of this section for the
 14 purposes of fulfilling the requirements of ORS 401.720;

15 (b) Local funds received and expended for the purposes of fulfilling the requirements of ORS
 16 401.720; and

17 (c) Local funds received and expended for the purposes of providing emergency communications
 18 services.

19 **SECTION 22.** ORS 401.814 is amended to read:

20 401.814. (1) Except as provided in subsection (2) of this section and rules adopted under ORS
 21 401.730 (1)(a), moneys received under ORS 401.808 [(10)] (9) may be used only to pay for planning,
 22 installation, maintenance, operation and improvement of a 9-1-1 emergency reporting system as it
 23 relates to getting the call from the [*citizen*] **member of the public** to the primary public safety
 24 answering point and in transmitting the information from the primary public safety answering point
 25 to the secondary public safety answering point or responding police, fire, medical or other emer-
 26 gency unit by telephone, radio or computerized means.

27 (2) Moneys not then being used may be invested by a city or county. The income from the in-
 28 vestments [*shall*] **must** be used for the purposes described in subsection (1) of this section.

29 **SECTION 23.** ORS 401.821 is amended to read:

30 401.821. (1) A 9-1-1 communications district may be created as provided in ORS 198.705 to
 31 198.955 and 401.818 to 401.857.

32 (2) A 9-1-1 communications district [*shall consist of all*] **consists of** the telephone exchange
 33 service areas located wholly or partly within a designated 9-1-1 jurisdiction's service area that is
 34 served by a public safety answering point. A district may include more than one city and county.

35 (3) Before a petition for formation of a district is filed with the county board of the principal
 36 county under ORS 198.800, [*it shall*] **the petition must** be approved by indorsement thereon by
 37 two-thirds of the governing bodies of all public or private safety agencies representing two-thirds
 38 of the population included within the proposed district. A county governing body [*shall*] **may** not
 39 adopt an order under ORS 198.835 for the formation of a district unless the governing body first
 40 obtains written approval for the formation of the district from two-thirds of the governing bodies
 41 of all public or private safety agencies representing two-thirds of the population included within the
 42 proposed district.

43 (4) In addition to other required matters, the petition for formation [*shall*] **must** state the num-
 44 ber of district board members for the proposed district and the method of election of the board of
 45 the proposed district from among the methods described in ORS 401.836.

1 **SECTION 24.** ORS 401.827 is amended to read:

2 401.827. (1) The district board [*shall be*] **is** the governing body of the district and shall exercise
3 all powers thereof.

4 (2) At its first meeting or as soon thereafter as may be practicable, the board shall choose one
5 of its members as president.

6 **SECTION 25.** ORS 401.832 is amended to read:

7 401.832. (1) Five or seven district board members, determined by the number of board members
8 set forth in the petition for formation, [*shall*] **must** be elected at the election for district formation.
9 Nominating petitions [*shall*] **must** be filed with the county governing body.

10 (2) When the petition for formation provides for a five-member district board, if the effective
11 date of the formation of the district occurs in an odd-numbered year, two district board members
12 [*shall*] **must** be elected for four-year terms and the other three district board members [*shall*] **must**
13 be elected for two-year terms. If the effective date of the formation occurs in an even-numbered year,
14 two district board members [*shall*] **must** be elected for three-year terms and the other three district
15 board members [*shall*] **must** be elected for one-year terms.

16 (3) When the petition for formation provides for a seven-member district board, if the effective
17 date of the formation of the district occurs in an odd-numbered year, three district board members
18 [*shall*] **must** be elected for four-year terms and the other four district board members [*shall*] **must**
19 be elected for two-year terms. If the effective date of the formation occurs in an even-numbered year,
20 three district board members [*shall*] **must** be elected for three-year terms and the other four district
21 board members [*shall*] **must** be elected for one-year terms.

22 (4) Each district board member shall hold office until election and qualification of a successor.

23 (5) Each district board member elected shall take an oath of office and shall hold office from
24 July 1, next following election.

25 (6) The district board shall fill any vacancy on the board as provided in ORS 198.320.

26 (7) Except as otherwise provided in this section or in ORS 401.833, the term of a district board
27 member is four years.

28 (8) The terms of the members first elected to a district board [*shall*] **must** be determined by lot.

29 **SECTION 26.** ORS 401.833 is amended to read:

30 401.833. [(1) *This section establishes the procedure for determining the following questions:*]

31 [(a) *Whether a district having a five-member board shall increase the number of members to*
32 *seven.*]

33 [(b) *Whether a district having a seven-member board shall decrease the number of members to*
34 *five.*]

35 [(2)] (1) The question of increasing or decreasing the membership of the district board [*shall*]
36 **must** be determined at a regular district election. The district board, by resolution, may order the
37 question to be submitted to the electors of the district. **If a petition is filed with the secretary**
38 **of the board requesting that the electors of the district be permitted to vote on the question,**
39 the district board shall order the question to be submitted to the electors [*when a petition is filed*
40 *with the secretary of the board requesting that the electors of the district be permitted to vote on the*
41 *question*]. The requirements for preparing, circulating and filing the petition [*shall be*] **are** as pro-
42 vided for an initiative petition in ORS 255.135 to 255.205. The board [*shall be*] **is** increased to seven
43 members or decreased to five members if a majority of the votes cast on the question favors the
44 increase or decrease. At an election to increase the membership, electors shall vote for candidates
45 to fill the additional positions.

1 [(3)] (2) When a district is situated entirely within one county, if the electors approve the in-
 2 crease or decrease in board membership, not later than the 30th day after the election, the district
 3 board shall adjust and stagger the terms of the board members as necessary in order to continue
 4 biennial elections of board members in accordance with ORS 401.834. The district board shall take
 5 into consideration and, as much as possible, provide for the continued method of representation
 6 adopted by the district under ORS 401.836.

7 [(4)] (3) When a district includes territory in more than one county, not later than the 40th day
 8 before the regular district election at which a question under this section will be submitted, the
 9 district elections authority shall notify the Secretary of State. If the electors favor the increase or
 10 decrease in board membership, not later than the 30th day after the election, the Secretary of State
 11 by rule shall adjust and stagger the terms of the board members as necessary in order to continue
 12 biennial elections of board members in accordance with ORS 401.834. The Secretary of State shall
 13 take into consideration and, as much as possible, provide for the continued method of representation
 14 adopted by the district under ORS 401.836.

15 **SECTION 27.** ORS 401.834 is amended to read:

16 401.834. When a district expands the membership of its district board from five to seven mem-
 17 bers or reduces the membership of its board from seven to five members:

18 (1) If the board is reduced to five members, at least two members [*shall*] **must** be elected at each
 19 regular district election.

20 (2) If the board is expanded to seven members, at least three members [*shall*] **must** be elected
 21 at each regular district election.

22 **SECTION 28.** ORS 401.836 is amended to read:

23 401.836. (1) The district board members may be elected in one of the following methods:

24 (a) Elected by the electors of the district from zones as nearly equal in population as possible
 25 according to the latest federal census. Each elector of the district [*shall be*] **is** entitled to vote for
 26 candidates for election from all the zones in the district.

27 (b) Elected by the electors of the district from zones as nearly equal in population as possible
 28 according to the latest federal census. Each elector of the district [*shall be*] **is** entitled to vote only
 29 for candidates for election from the zone in which the elector resides.

30 (c) Except for one district board member-at-large, elected by the electors of the district from
 31 zones as nearly equal in population as possible according to the latest federal census. The district
 32 board member-at-large [*shall*] **must** be elected from the entire district. Each elector of the district
 33 [*shall be*] **is** entitled to vote for the district board member-at-large and for candidates for election
 34 from the zone in which the elector resides.

35 (d) Elected at large by position number by the electors of the district.

36 (2) Candidates for election from zones [*shall*] **must** be nominated by electors of the zones. Can-
 37 didates for election at large [*shall*] **must** be nominated by electors of the district.

38 (3) Each candidate for election from a zone [*shall*] **must** be a resident of that zone.

39 **SECTION 29.** ORS 401.838 is amended to read:

40 401.838. At the regular district election, successors to the board members whose terms expire
 41 [*shall*] **must** be elected as follows:

42 (1) In an unzoned district, if two board members are to be elected, the candidates receiving the
 43 first and second highest vote [*shall be*] **are** elected. If three or four board members are to be elected,
 44 the candidates receiving the first, second or third or first, second, third and fourth highest vote
 45 [*shall be*] **are** elected.

1 (2) In a district that is zoned under ORS 401.836:

2 (a) If a board member is to be elected by the electors of a zone, the candidate who receives the
3 highest vote from the zone *[shall be]* **is** elected.

4 (b) If a board member is to be elected by the electors of the entire district, the candidate re-
5 ceiving the highest vote among the candidates nominated from the same zone *[shall be]* **is** elected.

6 **SECTION 30.** ORS 401.839 is amended to read:

7 401.839. (1) *[This section establishes the procedure for determining whether the method adopted in*
8 *a district for nominating and electing board members should be changed to another method.]* The
9 question *[shall]* **of whether to change the method adopted by the district for nominating and**
10 **electing board members must** be decided by election. The district board:

11 (a) May order the election on its own resolution; or

12 (b) Shall order the election *[when]* **if** a petition is filed as provided in this section.

13 (2) Except as otherwise provided in this section, the requirements for preparing, circulating and
14 filing a petition under this section *[shall be]* **are** as provided for an initiative petition in ORS 255.135
15 to 255.205.

16 (3) If the question proposes creation of zones or a change in the boundaries of existing zones,
17 the following requirements *[shall]* apply:

18 (a) The petition *[shall]* **must** contain a map indicating the proposed zone boundaries. The map
19 *[shall]* **must** be attached to the cover sheet of the petition and *[shall]* **may** not exceed 14 inches by
20 17 inches in size.

21 (b) Notwithstanding ORS 250.035, the statement summarizing the measure and its major effect
22 in the ballot title *[shall]* **may** not exceed 150 words. The statement:

23 (A) *[Shall]* **Must** specify the method of nomination and election of board members from among
24 the methods described in ORS 401.836.

25 (B) *[Shall]* **Must** include a general description of the proposed boundaries of the zones, using
26 streets and other generally recognized features.

27 (c) The order calling the election *[shall]* **must** contain a map of the proposed zone boundaries
28 and a metes and bounds or legal description of the proposed zone boundaries. The map and de-
29 scription *[shall]* **must** be prepared by the county surveyor or county assessor and *[shall]* **must** re-
30 flect any adjustments made in the boundaries under subsection (6) of this section.

31 (4) The map to be contained in the petition under subsection (3) of this section *[shall]* **must** be
32 prepared by the county surveyor or county assessor. The chief petitioners shall pay the county for
33 the cost of preparing the map, as determined by the county surveyor or county assessor. The county
34 clerk *[shall]* **may** not accept the prospective petition for filing until the chief petitioners have paid
35 the amount due.

36 (5) Subsection (3) of this section does not apply if the question proposes abolition of all zones.

37 (6) Before submitting to election a question to which subsection (3) of this section applies, the
38 district board shall adjust the proposed boundaries of the zones to make them as nearly equal in
39 population as feasible according to the latest federal census. The district board shall amend the
40 ballot title as necessary to reflect its adjustment of the boundaries.

41 (7) If the electors of the district approve the establishment of zones or a change in the bounda-
42 ries of existing zones, board members shall continue to serve until their terms of office expire. As
43 vacancies occur, positions to be filled by nomination or election by zone *[shall]* **must** be filled by
44 persons who reside within zones which are not represented on the board. If more than one zone is
45 not represented on the board when a vacancy occurs, the zone entitled to elect a board member

1 [shall] **must** be decided by lot.

2 **SECTION 31.** ORS 401.841 is amended to read:

3 401.841. A question of changing the method of nominating and electing district board members
4 under ORS 401.839 and a question of increasing or decreasing the number of district board members
5 under ORS 401.833 may be submitted to the electors of a district at the same regular district
6 election. However, the questions [shall] **must** be submitted to the electors as separate questions.

7 **SECTION 32.** ORS 401.842 is amended to read:

8 401.842. A 9-1-1 communications district has the power:

9 (1) To have and use a common seal.

10 (2) To sue and be sued in its name.

11 (3) To make and accept any and all contracts, deeds, leases, releases and documents of any kind
12 which, in the judgment of the board, are necessary or proper to the exercise of any power of the
13 district, and to direct the payment of all lawful claims or demands.

14 (4) To assess, levy and collect taxes to pay:

15 (a) The cost of acquiring sites for and constructing, reconstructing, altering, operating and
16 maintaining a 9-1-1 emergency reporting system [or any];

17 (b) A lawful [claims] **claim** against the district[,] and

18 (c) The operating expenses of the district.

19 (5) To employ all necessary agents and assistants.

20 (6) To call elections after the formation of the district.

21 (7) To enlarge the boundaries of the district as provided by ORS 198.705 to 198.955.

22 (8) [Generally] To do and perform any and all acts necessary and proper to the complete exercise
23 and effect of any of its powers or the purposes for which it was formed.

24 **SECTION 33.** ORS 401.844 is amended to read:

25 401.844. (1) For the purpose of carrying into effect the powers granted by ORS 401.818 to
26 401.857, as well as refunding outstanding obligations, a 9-1-1 communications district, when author-
27 ized by a majority of the votes cast at an election by electors of the district, may borrow money and
28 sell and dispose of general obligation bonds.

29 (2) The general obligations outstanding at any one time [shall never] **may not** exceed in aggre-
30 gate principal amount one percent of the real market value of all taxable property within the dis-
31 trict computed in accordance with ORS 308.207.

32 (3) The bonds [shall] **must** mature serially not more than 30 years from the issue date and
33 [shall] **must** be issued as prescribed in ORS chapter 287A.

34 **SECTION 34.** ORS 401.847 is amended to read:

35 401.847. (1) Each year the district board shall determine and fix the amount of money to be
36 levied and raised by taxation, for the purposes of the district. The total amount of taxes levied in
37 each year under this section [shall] **may not** exceed one-tenth of one percent (0.001) of the real
38 market value of all taxable property within the district computed in accordance with ORS 308.207.

39 (2) Each year a district shall also assess, levy and collect a special tax upon all [such] property,
40 real and personal, in an amount sufficient to pay the yearly interest and principal due on any out-
41 standing general obligation bonds for [such] **the** year.

42 **SECTION 35.** Section 13, chapter 671, Oregon Laws 1987, as amended by section 34, chapter
43 333, Oregon Laws 1995, is amended to read:

44 **Sec. 13.** (1) Each year the district board shall determine and fix the amount of money to be
45 levied and raised by taxation, for the purposes of the district.

1 (2) Each year a district shall also assess, levy and collect a special tax upon all taxable property
2 within the district in an amount sufficient to pay the yearly interest and principal due on any out-
3 standing general obligation bonds for *[such]* **the** year.

4 **SECTION 36.** ORS 401.857 is amended to read:

5 401.857. (1) A district board shall appoint an advisory committee to advise and assist the board
6 in carrying out the purposes of ORS 401.818 to 401.857. An advisory committee *[shall consist]* **con-**
7 **sists** of one representative from each public or private safety agency included within the district.
8 *[A member]* **Members** of the advisory committee *[shall]* **must** reside within the district.

9 (2) A member of an advisory committee shall serve for a term of two years. Of the members first
10 appointed, however, one-half of the members shall serve for a term of one year. The respective terms
11 of the members *[shall]* **must** be determined by lot at the first meeting of the advisory committee.

12 (3) The advisory committee shall meet not less than four times a year to review the policies and
13 practices of the district board. The advisory committee shall also meet on the call of the district
14 board. The advisory committee may adopt rules for the conduct of its proceedings.

15 (4) The advisory committee may propose changes to any of the board's rules, policies or prac-
16 tices as it deems necessary or desirable. In addition to its other functions and duties, the advisory
17 committee shall review the annual budget of the district. The advisory committee shall meet with
18 the district board and may make *[such]* recommendations relating to the budget *[as]* **that** the com-
19 mittee considers necessary or prudent.

20 **SECTION 37.** ORS 401.735 is repealed.
21
