## 112TH CONGRESS 1ST SESSION S. 732

To improve billing disclosures to cellular telephone consumers.

## IN THE SENATE OF THE UNITED STATES

April 5, 2011

Mr. UDALL of New Mexico introduced the following bill; which was read twice and referred to the Committee on Commerce, Science, and Transportation

## A BILL

To improve billing disclosures to cellular telephone consumers.

1 Be it enacted by the Senate and House of Representa-

2 tives of the United States of America in Congress assembled,

**3** SECTION 1. SHORT TITLE.

4 This Act may be cited as the "Cell Phone Bill Shock

5 Act of 2011".

## 6 SEC. 2. FINDINGS.

7 Congress finds the following:

8 (1) A recent survey conducted by the Federal 9 Communications Commission found that 1 out of 6 10 consumers who subscribe to commercial mobile serv-11 ice has experienced "bill shock", which is the sudden increase in the monthly bill of a subscriber even
 though the subscriber has not made changes to their
 monthly service plan.

4 (2) Most consumers who experience bill shock
5 do not receive notification from their provider of
6 commercial mobile service when the consumer is
7 about to exceed the monthly limit of voice minutes,
8 text message, or data megabytes.

9 (3) Most consumers who experience bill shock 10 do not receive notification from their provider of 11 commercial mobile service that their bill has sud-12 denly increased.

(4) Prior to the enactment of this Act, a provider of commercial mobile service was under no obligation to notify a consumer of such services of a
pending or sudden increase in their bill for the use
of such service.

18 (5) Section 332 of the Communications Act of 19 1934 (47 U.S.C. 332) requires that all commercial 20 mobile service provider charges, practices, classifica-21 tions, and regulations "for or in connection with" 22 interstate communications service be just and rea-23 sonable, and authorizes the Federal Communications 24 Commission to promulgate rules to implement this 25 requirement.

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3 (a) DEFINITION.—In this section, the term "commer4 cial mobile service" has the same meaning as in section
5 332(d)(1) of the Communications Act of 1934 (47 U.S.C.
6 332(d)(1)).

7 (b) NOTIFICATION OF CELL PHONE USAGE LIM8 ITS.—The Federal Communications Commission shall pro9 mulgate regulations to require that a provider of commer10 cial mobile service shall—

(1) notify a subscriber when the subscriber has
used 80 percent of the monthly limit of voice minutes, text messages, or data megabytes agreed to in
the commercial mobile service contract of the subscriber;

16 (2) send, at no charge to the subscriber, the no17 tification described in paragraph (1) in the form of
18 a voice message, text message, or email; and

(3) ensure that such text message or email is
not counted against the monthly limit for voice minutes, text messages, or data megabytes of the commercial mobile service contract of the subscriber.

23 (c) SUBSCRIBER CONSENT.—The Federal Commu24 nications Commission shall promulgate regulations to re25 quire a provider of commercial mobile service shall—

1 (1) obtain the consent of a subscriber who re-2 ceived a notification under subsection (b) to use 3 voice, text, or data services in excess of the monthly 4 limit of the commercial mobile service contract of 5 the subscriber before the provider may allow the 6 subscriber to use such excess services; and

7 (2) allow a subscriber to, at no cost, provide the
8 consent required under paragraph (1) in the form of
9 a voice message, text message, or email that is not
10 counted against the monthly limit for voice minutes,
11 text messages, or data megabytes of the commercial
12 mobile service contract of the subscriber.

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