# Second Regular Session Seventy-second General Assembly STATE OF COLORADO

# REVISED

This Version Includes All Amendments Adopted on Second Reading in the Second House

LLS NO. 20-0288.01 Jennifer Berman x3286

**HOUSE BILL 20-1137** 

## **HOUSE SPONSORSHIP**

**McCluskie and Soper,** Bockenfeld, Buckner, Buentello, Catlin, Cutter, Duran, Esgar, Exum, Hooton, Jaquez Lewis, Kipp, Lontine, McLachlan, Melton, Michaelson Jenet, Mullica, Roberts, Singer, Snyder, Titone, Valdez D., Wilson, Young

# SENATE SPONSORSHIP

Donovan,

#### **House Committees**

Business Affairs & Labor Appropriations

#### **Senate Committees**

Business, Labor, & Technology Appropriations

## A BILL FOR AN ACT

101	CONCERNING A REQUIREMENT THAT THE BROADBAND DEPLOYMENT
102	BOARD GIVE SUBSTANTIAL WEIGHT TO A LOCAL ENTITY'S
103	WRITTEN CERTIFICATION THAT AN AREA WITHIN THE ENTITY'S
104	JURISDICTION IS AN UNSERVED AREA WHEN CONSIDERING AN
105	APPLICATION FOR GRANT MONEY FOR THE PROVISION OF
106	BROADBAND SERVICE TO THAT UNSERVED AREA.

# **Bill Summary**

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <a href="http://leg.colorado.gov">http://leg.colorado.gov</a>.)

The broadband deployment board (board) awards grants for the provision of broadband service in unserved areas of the state, which are

SENATE Amended 2nd Reading June 4, 2020

> HOUSE 3rd Reading Unamended February 28, 2020

HOUSE Amended 2nd Reading February 27, 2020 areas deemed to have insufficient broadband service. The bill requires that an applicant for grant money from the board submit to the board a written certification from the local entity with jurisdiction over the area that the applicant proposes to serve certifying that the area is an unserved area. The board is required, both when initially considering the application and on appeal, to give substantial weight to a local entity's written certification that an area is an unserved area and, after reviewing all of the evidence regarding an application, may reject the conclusion of the written certification only upon the vote of at least 10 of the 15 voting members of the board.

1 *Be it enacted by the General Assembly of the State of Colorado:* 2 **SECTION 1.** In Colorado Revised Statutes, 40-15-102, amend 3 (17.5) as follows: 4 **40-15-102. Definitions.** As used in this article 15, unless the 5 context otherwise requires: (17.5) (a) "Local entity" means elected members of a county 6 7 government, OR municipal government. school district, or board of 8 cooperative educational services in an unserved area. 9 FOR PURPOSES OF THIS SUBSECTION (17.5), "MUNICIPAL GOVERNMENT" MEANS A HOME RULE OR STATUTORY CITY, TOWN, OR CITY 10 11 AND COUNTY OR A TERRITORIAL CHARTER CITY. 12 **SECTION 2.** In Colorado Revised Statutes, 40-15-509.5, amend 13 (8) introductory portion, (8)(a), and (8)(b) as follows: 14 40-15-509.5. Broadband service - report - broadband 15 deployment board - broadband administrative fund - creation -16 **definitions - rules - repeal.** (8) The board shall direct the commission 17 to transfer money, in a manner consistent with this section, from the 18 account for broadband deployment established in the HCSM to approved 19 grant applicants. The board shall develop criteria for awarding money for 20 new projects into TO DEPLOY BROADBAND IN unserved areas, including:

-2-

(a) (I) Developing a project application process that places the			
burden on an eligible applicant to demonstrate that its proposed project			
meets the project eligibility criteria established in this subsection (8),			
including a requirement that the proposal concern a new project, and not			
a project already in progress, and a requirement to prove that the area to			
be served by the proposed project is an unserved area.			
(II) To prove that the area to be served is an unserved area, the			
applicant:			

- (A) Must submit a map and a list of household addresses demonstrating the insufficient availability of broadband service in the area The applicant must submit the application, map, and list of household addresses to the board; the board of county commissioners, city council, or other local entity with authority over the area to be served; and all incumbent providers or incumbent broadband providers that provide broadband internet service or broadband service in the area
- (B) MAY SUBMIT TO THE BOARD THE WRITTEN CERTIFICATION OF A LOCAL ENTITY AS DESCRIBED IN SUBSECTION (8)(a)(III) OF THIS SECTION.

proposed to be served in the application; AND

- (III) AS ADDITIONAL EVIDENCE OF THE INSUFFICIENT AVAILABILITY OF BROADBAND SERVICE IN THE AREA THAT AN APPLICANT PROPOSES TO SERVE, THE APPLICANT MAY REQUEST FROM A LOCAL ENTITY WITH JURISDICTION OVER THE AREA PROPOSED TO BE SERVED A WRITTEN CERTIFICATION THAT THE AREA IS AN UNSERVED AREA. THE LOCAL ENTITY SHALL NOT PROVIDE WRITTEN CERTIFICATION UNTIL AFTER THE LOCAL ENTITY HAS:
- (A) PROVIDED PUBLIC NOTICE, INCLUDING NOTIFICATION TO ANY INCUMBENT PROVIDER, IF ANY, AND HELD A HEARING ON THE ISSUE; AND

-3-

I	(B) COLLECTED, SOLICITED, AND REVIEWED ANY QUANTITATIVE
2	DATA THAT IT DEEMS APPROPRIATE REGARDING THE AVAILABILITY OF
3	BROADBAND SERVICE IN THE AREA THAT THE APPLICANT PROPOSES TO
4	SERVE. A LOCAL ENTITY MUST COLLECT, SOLICIT, AND REVIEW
5	QUANTITATIVE DATA IN ACCORDANCE WITH RULES ADOPTED BY THE
6	EXECUTIVE DIRECTOR OF THE DEPARTMENT OF REGULATORY AGENCIES, IN
7	CONSULTATION WITH THE OFFICE OF INFORMATION TECHNOLOGY CREATED
8	IN SECTION 24-37.5-103 AND THE BROADBAND DEPLOYMENT BOARD
9	CREATED IN SECTION 40-15-509.5, REGARDING STANDARDS CONCERNING
10	QUANTITATIVE DATA.
11	(IV) The board shall establish a notice and comment period of at
12	least sixty days within which the ANY INTERESTED PARTY, INCLUDING A
13	local entity WITH JURISDICTION OVER THE AREA PROPOSED TO BE SERVED,
14	WHETHER OR NOT THE ENTITY PROVIDED A WRITTEN CERTIFICATION AS
15	DESCRIBED IN SUBSECTION (8)(a)(III) OF THIS SECTION, may review and
16	comment on the application.
17	(b) Developing a methodology for determining whether a
18	proposed project will serve unserved areas. THE BOARD'S METHODOLOGY
19	MUST GIVE SUBSTANTIAL WEIGHT TO A LOCAL ENTITY'S WRITTEN
20	CERTIFICATION ON THE ISSUE OF WHETHER THE AREA TO BE SERVED IS AN
21	UNSERVED AREA.
22	<del></del>
23	SECTION 3. Act subject to petition - effective date -
24	applicability. (1) This act takes effect at 12:01 a.m. on the day following
25	the expiration of the ninety-day period after final adjournment of the
26	general assembly (August 5, 2020, if adjournment sine die is on May 6,
27	2020); except that, if a referendum petition is filed pursuant to section 1

-4- 1137

(3) of article V of the state constitution against this act or an item, section,
or part of this act within such period, then the act, item, section, or part
will not take effect unless approved by the people at the general election
to be held in November 2020 and, in such case, will take effect on the
date of the official declaration of the vote thereon by the governor.

6

7

(2) This act applies to applications submitted on or after the applicable effective date of this act.

-5- 1137