First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

REREVISED

This Version Includes All Amendments Adopted in the Second House

LLS NO. 23-0519.01 Christopher McMichael x4775

HOUSE BILL 23-1051

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House Committees

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Transportation, Housing & Local Government

Transportation & Energy

A BILL FOR AN ACT

101	CONCERNING THE CONTINUATION OF HIGH COST SUPPORT MECHANISM
102	FUNDING FOR RURAL TELECOMMUNICATIONS PROVIDERS, AND,
103	IN CONNECTION THEREWITH, ALIGNING THE REPEAL DATE OF
104	SUCH HIGH COST SUPPORT MECHANISM FUNDING WITH THE
105	SUNSET REPEAL DATE OF THE HIGH COST SUPPORT MECHANISM.

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 http://leg.colorado.gov.)

The high cost support mechanism provides high cost support funding to telecommunications and broadband service providers that SENATE and Reading Unamended March 3, 2023

SENATE 2nd Reading Unamended March 2, 2023

> HOUSE 3rd Reading Unamended February 3, 2023

HOUSE Amended 2nd Reading February 2, 2023

Shading denotes HOUSE amendment. <u>Double underlining denotes SENATE amendment.</u>

Capital letters or bold & italic numbers indicate new material to be added to existing law.

Dashes through the words or numbers indicate deletions from existing law.

provide service in high-cost areas of the state. The bill continues support funding from the high cost support mechanism to 11 rural telecommunications providers in Colorado. The bill continues support funding to the 11 rural telecommunications providers until September 1, 2024. The date aligns with the department of regulatory agencies' 2023 sunset review of the high cost support mechanism and the final determination of the high cost support mechanism by the general assembly in 2024.

Be it enacted by the General Assembly of the State of Colorado:

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2 **SECTION 1. Legislative declaration.** (1) The general assembly 3 finds and declares that: 4 (a) High cost support mechanism funding helps provide affordable 5 and reliable telecommunication and broadband service for many rural 6 communities in Colorado: 7 (b) Twelve rural telecommunications providers currently receive 8 funding under the high cost support mechanism; 9 (c) Funding for those twelve rural telecommunications providers 10 is currently set to expire on December 1, 2023, but the high cost support 11 mechanism is not scheduled for sunset review and repeal by the 12 department of regulatory agencies until September 1, 2024; and 13 (d) Aligning the expiration date of high cost support mechanism 14 funding for those twelve rural telecommunications providers with the 15 scheduled sunset date of the high cost support mechanism would continue high cost support funding for telecommunication and broadband services 16 17 for rural Coloradans until the completion of the sunset review process in 18 2024. 19 **SECTION 2.** In Colorado Revised Statutes, 40-15-208, amend 20 (4) as follows: 21 40-15-208. High cost support mechanism - Colorado high cost

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1 administration fund - creation - purpose - operation - rules - report 2 - repeal. (4) Notwithstanding any other provision to the contrary in 3 sections 40-15-207 and 40-15-502 or this section, rural 4 telecommunications providers receiving support from the high cost 5 support mechanism as of January 1, 2017, will continue to receive 6 support, on a quarterly basis and by the end of the month following the 7 previous quarter, at the same level of reimbursement established by 8 averaging the payments received for calendar years 2015 and 2016, for 9 the period of January 1, 2019, through December 1, 2023 SEPTEMBER 1, 10 2024. The commission shall administer the high cost support mechanism 11 to ensure compliance with this section. 12 **SECTION 3.** Act subject to petition - effective date. This act 13 takes effect at 12:01 a.m. on the day following the expiration of the 14 ninety-day period after final adjournment of the general assembly; except 15 that, if a referendum petition is filed pursuant to section 1 (3) of article V 16 of the state constitution against this act or an item, section, or part of this 17 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 2024 and, in such case, will take effect on the date of the

official declaration of the vote thereon by the governor.

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